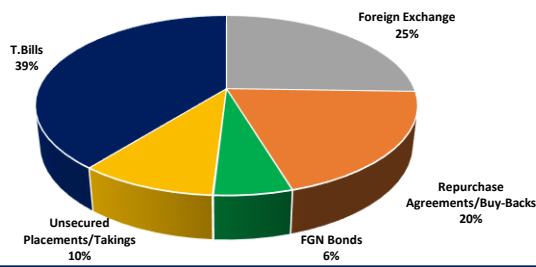


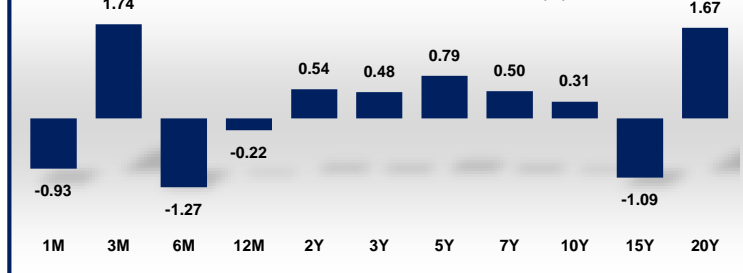
### OTC MARKET TURNOVER



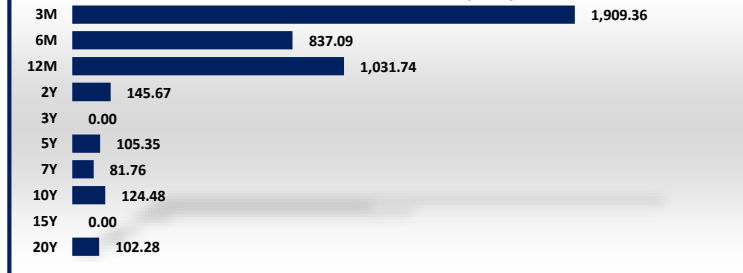
### OTC FX TURNOVER

	Member-Member Trades				Member-Client Trades				Total Turnover
	Spot	Forwards	Swaps	Total	Spot	Forwards	Swaps	Total	
June (N'bn)	173.16	0.00	87.28	260.44	1,417.03	0.53	276.30	1,693.86	1,954.30
May (N'bn)	183.53	2.96	55.86	242.34	1,666.62	104.36	293.62	2,064.61	2,306.95
Change on Month (N'bn)	-10.36	-2.96	31.42	18.10	-249.60	-103.83	-17.32	-370.75	-352.65
Change on Month (%)	-5.65	-100.00	56.25	7.47	-14.98	-99.49	-5.90	-17.96	-15.29

### BENCHMARK SECURITIES' YIELD CHANGE (%)



### FIXED INCOME TURNOVER (N'bn)



### MONEY MARKET TURNOVER

	June (N'bn)	May (N'bn)	Change on Month (N'bn)	Change on Month (%)
Repurchase Agreements/Buy-Backs	1,918.72	1,898.89	19.83	1.04
Unsecured Placements/Takings	944.81	1,199.40	-254.59	-21.23
<b>Total</b>	<b>2,863.53</b>	<b>3,098.29</b>	<b>-234.76</b>	<b>-7.58</b>

### MARKET SURVEILLANCE (%)

	Request-for-Quote (RFQ)			Anonymous Firm Order (AFO)		
	Accepted	Cancelled	Rejected	Accepted	Cancelled	Rejected
T.Bills	1.92	0.07	1.38	97.45	1.96	0.52
FGN Bonds	82.91	7.20	7.87	98.96	0.76	0.27

Source: FMDQ Research

Note: \*Other bonds' includes Agency, Sub-national, Corporate and Supranational bonds as well as Eurobonds; \*\*FGN: Federal Government of Nigeria

<sup>1</sup>Trading intensity is a measure of activity which compares the turnover in the period with the average outstanding value; <sup>2</sup>Months; <sup>3</sup>Years; <sup>4</sup>Net debt issuance is the total debt issued in the month less the coupon paid and T.bills & FGN bonds maturing

**DISCLAIMER:** This report is produced by the Research Group of FMDQ OTC PLC (FMDQ) for information purposes only. FMDQ is NOT an investment advisor, and does not endorse or recommend any securities or other investments. Market data and other information in this report, as well as reference materials and/or links to other sites, have been compiled from publicly available sources believed to be reliable and are for general informational purposes only. This report does not constitute any offer, recommendation or solicitation to any person to enter into any transaction or adopt any hedging, trading or investment strategy, nor does it constitute any prediction to likely future movements in rates or prices or any representation that any such future movements will not exceed those shown in any illustration contained therein. All rates and figures appearing are for illustrative purposes only. To the extent that the research data emanate from public sources, the accuracy or completeness of the information contained herein is not guaranteed and is not intended to be relied upon for investment purposes. All information is provided "as is" without warranty of any kind. FMDQ (its affiliates) and the third party information providers make no representations and disclaim all express, implied, and statutory warranties of any kind to the user and/or any third party including warranties as to accuracy, timeliness, completeness, merchantability, or fitness for any particular purpose. Unless, in the event of willful tortious misconduct or gross negligence, FMDQ (and affiliates) and the third party information providers have no liability in tort, contract, or otherwise (and as permitted by law, product liability), to user and/or any third party. FMDQ (and affiliates) and the third party information providers shall under no circumstance be liable to user, and/or any third party for any lost profits or lost opportunity, indirect, special, consequential, incidental, or punitive damages whatsoever, even if FMDQ has been advised of the possibility of such damages.

Enquiries: [research@fmdqotc.com](mailto:research@fmdqotc.com) Phone: 01-2778771, 2771719

### OTC Market Summary

- Turnover in the OTC market for the month of June 2015 was ₦9.67trn, a decline of 17% or ₦1.95trn compared with the previous month's and a 60% or ₦3.62trn increase compared to June 2014
- Activities in the T.bills and FX segments of the OTC markets jointly contributed 64% to the total turnover, down from 67% recorded in the previous month
- Repurchase Agreements/Buy-Backs recorded an increase over the review period whilst FX, T.bills, FGN bonds and Unsecured Placements/Takings declined

### OTC FX Market

- Constrained by sluggish economic and business activities, the turnover in the FX market (Member-Member and Member-Client) settled at ₦1.95trn, 15.29% or ₦352.65bn below the value recorded in May with an average daily turnover of ₦97.72bn
- Compared with same period in 2014, turnover in the FX market recorded a 17% or ₦111.60bn decline
- Member-Client trades dominated activities in the market with 87% in turnover or ₦1.69trn of total trades
- Spot transactions declined 14% or ₦259.96bn but contributed 81% of total turnover; up from 80% recorded in the previous month. Swaps accounted for 19%, up from 15% while trades in Forwards were negligible over the review period
- The naira appreciated 0.28% against the dollar between May and June to trade at an average value of \$/₦196.95

### Fixed Income Market (T.Bills and FGN Bonds\*\*)

- Total turnover in the fixed income market was ₦4.33trn, a decline of 23% or ₦1.32bn compared with May. Activities in the T.bills market accounted for 88% of total fixed income turnover; up from 85% recorded in the previous month. On a year-on-year basis, turnover of T.bills and FGN bonds increased 105% and 11% respectively
- Trading intensity<sup>1</sup> of T.bills and FGN bonds for the month of June settled at 0.60 and 0.12 respectively against 0.75 and 0.18 recorded in May
- Yields on fixed income securities in the month indicated mixed sentiments as 1M<sup>2</sup>, 6M, 12M and 15Y<sup>3</sup> benchmark securities declined whilst other benchmark securities inched upwards. On aggregate, the yield curve was up 23bps in the review period
- Outstanding FGN bonds stood at ₦4.84trn, 2% or ₦91.85bn above the value as at May, with market capitalisation declining ₦1.54bn to close at 91% of face value, or ₦4.41trn. T.bills outstanding on the other hand declined 2%, or ₦124.45bn, to stock at ₦6.28trn as at the end of June. Net debt<sup>4</sup> issuance for the month settled at ₦23.20bn, indicating a decrease of 53% or ₦25.74bn compared with the previous month
- Maturity profile of sovereign domestic debt indicates 57% of total debt maturing within a year and 70% in less than three (3) years

### Money Market (Repurchase Agreements/Buy-Backs and Unsecured Placements/Takings)

- Activities in the secured market (Repurchase Agreements/Buy-Backs) increased 1% or ₦19.83bn to close at ₦1.92trn whilst unsecured market recorded a decline of 21%, or ₦254.59bn during the month settling at ₦0.94trn
- Rates in the Money Market (Open-Buy-Back and Overnight) clocked a high of 18% and 19% respectively. However, excess liquidity towards month-end depressed rates to as low as 7% and 8% respectively

### Market Surveillance

- Total trades carried out in the fixed income segment of the OTC market in June came to 388,608 about 9% below the value recorded in May
- RFQs accounted for 96% of total trades, made up almost entirely of T.bills' order (99.84%). Accepted RFQs on T.bills came to 1.92% while those for FGN bonds was recorded at 82.91%
- Acceptance rate of AFOs for both T.bills and FGN bonds remained unchanged in June compared with the previous month