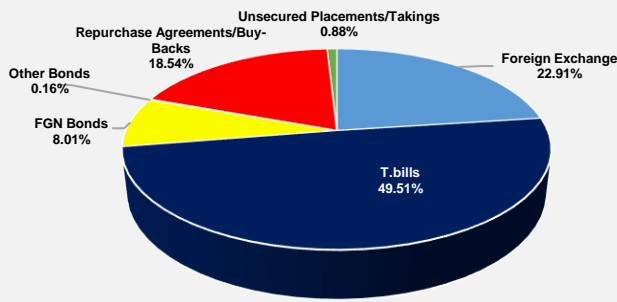


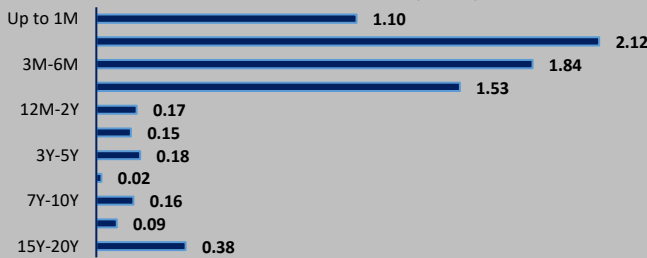
OTC Market Turnover



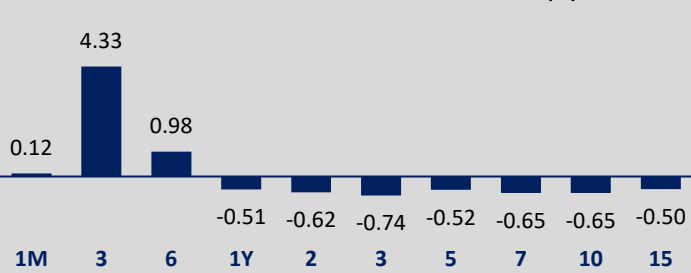
FX MARKET TURNOVER (\$'bn)

		Mar-17	Feb-17	MoM ³ Change (\$'bn)	MoM Change (%)
		Inter-Member	FX Spot	0.49	0.38
	FX Swaps	0.28	0.29	-0.01	-4.13
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.01	0.01	-0.00	-23.18
	Total	0.78	0.68	0.10	15.32
Member-Clients	FX Spot	2.41	1.86	0.54	29.25
	FX Swaps	1.46	1.80	-0.34	-19.10
	FX Futures	0.29	0.23	0.06	26.64
	Others	0.80	0.76	0.05	6.23
	Total	4.95	4.65	0.31	6.63
Member-CBN	FX Spot	0.28	0.22	0.05	22.85
	FX Swaps	1.95	0.00	1.95	195.00
	FX Futures	0.41	0.44	-0.04	-8.39
	Others	1.36	0.46	0.89	192.43
	Total	3.99	1.13	2.85	252.01
Total Turnover		9.72	6.46	3.27	50.59

Fixed Income Turnover (₦'trn)



BENCHMARK SECURITIES' YIELD CHANGE (%)



Money Market Turnover (₦'bn)

	March	February	Change (₦'bn)	Change (%)
Repurchase Agreement/buy backs	2,487.28	2,558.73	(71.45)	(2.79)
Unsecured Placement/Takings	118.00	136.41	(18.41)	(13.5)
Total	2,605.28	2,695.14	(89.86)	(3.33)

MARKET ACTIVITY - EXECUTED TRADES (COUNT)

	March			February		
	AFO ⁵	RFQ ⁶	Total	AFO	RFQ	Total
T.bills	1,919	18,701	20,620	2,662	16,693	19,355
FGN Bonds	2,303	1,124	3,427	2,024	966	2,990
Total	4,222	19,825	24,047	4,686	17,659	22,345

Notes:

* "Others" include FX Forwards, Options & Cross Currency Interest Rate Swaps

¹ - Year-on-Year; ² - Federal Government of Nigeria; ³ - Month-on-Month; ⁴ - Central Bank of Nigeria; ⁵ - Anonymous Firm Order; ⁶ - Request-for-Quote

DISCLAIMER: This report is produced by the Market Development Group of FMDQ OTC Securities Exchange (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 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 (and 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 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: mdg@fmdqotc.com Phone: +234 -1-2778771, 2771719

OTC Market Summary

- Transaction turnover in the Fixed Income and Currency markets for the month of March amounted to ₦13.42trn; a 10.50% (₦1.27trn) increase from the value recorded in February and a 52.16% (₦5.13trn) increase YoY¹
- The Treasury Bills (T.bills) segment continued to dominate, accounting for 49.51% (52.20% in February) while FGN² Bonds recorded 8.01% (9.01% in February)
- Activities in the Foreign Exchange (FX) market accounted for 22.91% (16.47% in February) while Money Market (Repurchase Agreements (Repos)/Buy-Backs & Unsecured Placements/Takings) accounted for 19.42% (22.19% in February) of total turnover for the reporting period

FX Market

- Transactions in the FX market settled at \$9.72bn in March, an increase of 50.59% (\$3.27bn) when compared with the value recorded in February (\$6.46bn). This increase was largely due to increased supply of FX into the market by the CBN⁴
- The CBN sold a total of \$1.24bn through various interventions conducted during the period under review. The apex bank also moved its marginal rate for the Secondary Market Intervention Sales (SMIS) – Wholesale Forwards to \$/₦320.00 from \$/₦315.00; as well as the rate for invisibles (Personal & Business Travel Allowances, medical bills, school fees etc.) from \$/₦370.00 to \$/₦357.00. The CBN also reviewed downwards, the rate at which it sold US\$ to Bureau-de-Change operators (BDCs) to \$/₦350.00 from \$/₦381.00, directing all BDCs to sell to end-users at a maximum rate of \$/₦360.00
- In the month under review, the Naira remained relatively flat to close at \$/₦306.35 in the inter-bank market and appreciated by ₦65.00 to close at \$/₦390.00 in the parallel market from \$/₦455.00 at the beginning of the month
- Inter-Member trades stood at \$0.78bn in the month of March, an increase of 15.32% (\$0.10bn) compared with trades recorded in February, and an increase of 32.43% (\$0.19bn) YoY. Member-Client trades increased by 6.63% (\$0.31bn) from the previous month, decreasing by 16.95% (\$1.01bn) YoY
- Member-CBN trades stood at \$3.99bn in March (February – \$1.13bn), representing an increase of 252.01% (\$2.85bn) MoM and an increase of 164.01% (\$2.48bn) YoY
- The 9th Naira-settled OTC FX Futures contract, NGUS MAR 22, 2017, with total contracts worth \$345.00mm, matured and settled within the reporting month
- The CBN revised rates upwards on all running OTC FX Futures contracts, whilst a new 12-month contract – NGUS MAR 28, 2018 – for \$1.00bn was introduced at \$/₦298.50

Fixed Income Market (T.bills and FGN Bonds)

- Turnover in the Fixed Income market in the month under review settled at ₦7.72trn, 3.70% (₦0.29trn) above the previous month's value, with transactions in the T.bills market accounting for 86.08% of the overall market
- Outstanding T.bills at the end of the month amounted to ₦8.79trn, an increase by 0.81% MoM (February – ₦8.72trn), whilst FGN Bonds' outstanding value increased by 2.22% (₦0.16trn) MoM to close at ₦7.19trn in the period under review
- Trading intensity in the Fixed Income market settled at 0.76 and 0.15 for T.bills and FGN Bonds respectively, with maturities between one (1) and three (3) months being the most actively traded (₦2.12trn)
- Short-term yields on the FGN Bonds yield curve gained an average of 1.21%, whilst yields in the medium- and long-term spectrums declined by averages of 0.63% and 0.54% respectively
- The spread between the 10-year and 3-month benchmark closed negative at -3.43% points at the end of the month under review, compared with 1.59% points recorded in February

Money Market (Repos/Buy-Backs and Unsecured Placements/Takings)

- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦2.48trn in March, 2.79% (₦0.07trn) less than the value recorded in February. On a YoY basis, turnover on Repos/Buy-Backs recorded a decrease of 5.69% (₦0.15trn)
- Unsecured Placements/Takings decreased by 13.50% (₦0.02trn) MoM to close the month at a turnover of ₦0.12trn; a decline of 42.73% (₦0.09trn) YoY

Market Surveillance

- The number of executed trades captured on the E-Bond trading platform for the month of March amounted to 24,047 as against 22,345 recorded in February
- Executed T. bills and FGN Bonds trades increased by 6.13% and 12.08% respectively

Source: FMDQ OTC Securities Exchange