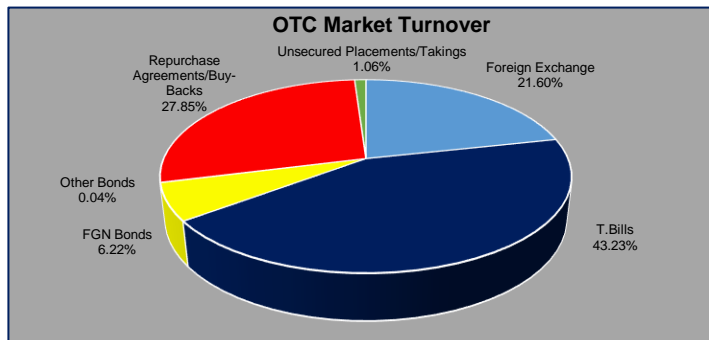


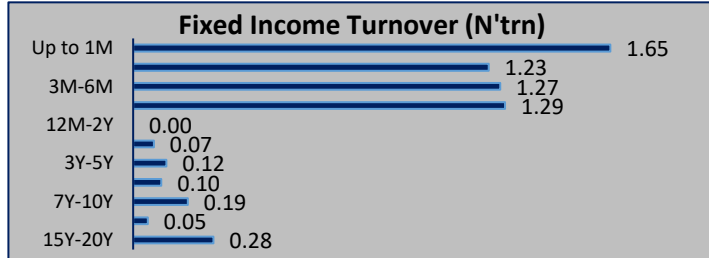
OTC Market Turnover



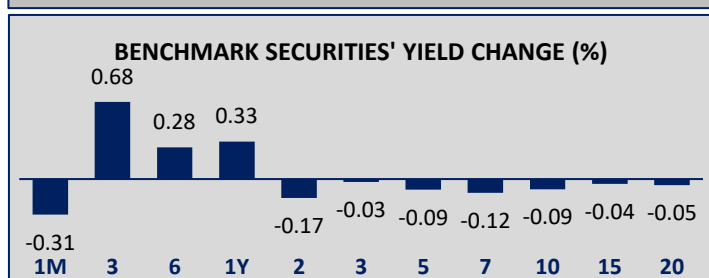
FX MARKET TURNOVER (\$'bn)

	Jun-17	May-17	MoM ² Change (\$'bn)	MoM Change (%)	
Inter-Member	FX Spot	0.83	0.35	73.83	
	FX Swaps	0.11	0.08	0.02	27.57
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.01	0.00	0.01	242.05
	Total	0.95	0.56	0.38	67.75
Member-Clients	FX Spot	3.96	3.31	0.64	19.46
	FX Swaps	1.51	1.15	0.36	31.10
	FX Futures	0.10	0.08	0.02	24.59
	Others	0.28	0.33	(0.05)	(14.37)
	Total	5.85	4.19	1.66	39.59
Member-CBN	FX Spot	0.47	0.46	0.01	2.62
	FX Swaps	0.00	0.00	0.00	0.00
	FX Futures	0.16	0.15	0.00	0.47
	Others	0.68	0.91	(0.23)	(25.20)
	Total	1.73	1.81	(0.08)	(4.49)
Total Turnover	8.52	6.56	1.96	29.87	

Fixed Income Turnover (N'trn)



BENCHMARK SECURITIES' YIELD CHANGE (%)



Money Market Turnover (N'bn)

	June	May	Change (N'bn)	Change (%)
Repurchase Agreement/buy backs	3,515.45	2,618.07	897.38	34.28
Unsecured Placement/Takings	134.30	147.43	(13.13)	(8.91)
Total	3,649.74	2,765.49	884.25	31.97

MARKET ACTIVITY - EXECUTED TRADES (COUNT)

	June			May		
	AFO ⁵	RFQ ⁶	Total	AFO	RFQ	Total
T.bills	1,321	16,622	17,943	826	11,330	12,156
FGN bonds	1,191	814	2,005	1,165	553	1,718
Total	2,512	17,436	19,948	1,991	11,883	13,874

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;

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OTC Market Summary

- Transaction turnover in the Fixed Income and Currency markets for the month of June amounted to ₦12.62trn; a 32.98% (₦3.13trn) increase from the value recorded in May and a 34.65% (₦3.24trn) increase YoY¹
- The Treasury Bills (T.bills) segment continued to dominate market share, accounting for 43.22% (40.73% in May) while FGN² bonds recorded 6.22% (5.23% in May) of total turnover in June
- Activities in the Foreign Exchange (FX) market accounted for 21.60% (24.88% in May) while Money Market (Repurchase Agreements [Repos]/Buy-Backs & Unsecured Placements/Takings) accounted for 28.91% (29.13% in May) of total turnover for the reporting period

FX Market

- Transactions in the FX market settled at \$8.52bn in June, an increase of 29.87% (\$1.96bn) when compared with the value recorded in May (\$6.65bn)
- The CBN⁴ sold a total of \$1.476bn through various interventions conducted during the period under review. The apex bank also maintained its marginal rate for the Secondary Market Intervention Sales (SMIS) – Wholesale Forwards intervention at \$/₦320; and \$/₦357 for Small and Medium-sized Enterprises (SMEs) and Invisibles
- In the month under review, the CBN official spot rate experienced a slight depreciation, losing ₦0.45 to close at \$/₦305.90 from \$/₦305.45 at the beginning of the month. The Naira strengthened in the parallel market by ₦6.00, closing the month under review at \$/₦366.00; further narrowing the gap with the Investors' & Exporters' (I&E) FX Window which closed at \$/₦366.44
- Total volumes traded in the I&E FX Window settled at \$1.81bn for June, an increase of 37.73% (\$0.49bn) when compared with volumes recorded in May (\$1.32bn). So far, the total volumes traded on the I&E FX Window since its inception stand at \$3.74bn
- Inter-Member trades stood at \$0.95bn in the month of June, an increase of 67.75% compared with trades recorded in May, and an increase of 5.46% YoY. Member-Client trades stood at \$5.85bn in June, an increase of 39.59% (\$1.66bn) from the previous month
- Member-CBN trades stood at \$1.73bn in June (\$1.81bn in May), representing a decrease of 4.49% (\$0.08bn) MoM and a decrease of 21.46% (\$0.77bn) YoY
- The 12th Naira-settled OTC FX Futures Contract NGUS JUN 21, 2017, with total open contracts worth \$657.07mm, matured and settled within the reporting month, whilst a new 12-month contract – NGUS JUN 21, 2018 – for \$1.00bn was introduced at \$/₦374.67. This also marked the first time the settlement amount was paid in favor of the contract seller (CBN), as the Nigerian Autonomous Foreign Exchange Fixing (NAFEX) on the settlement date closed lower than the contract rate

Fixed Income Market (T.bills and FGN Bonds)

- Turnover in the Fixed Income market in the month under review settled at ₦6.24trn, a 43.03% (₦1.87trn) increase MoM. Transactions in the T.bills market accounted for 87.41% of the Fixed Income market, from 88.67% the previous month
- Outstanding T.bills at the end of the month stood at ₦8.51trn, a decrease of 3.98% MoM (₦8.87trn in May), whilst FGN bonds' outstanding value increased by 1.44% (₦0.09trn) MoM to close at ₦7.03trn in the period under review
- Trading intensity in the Fixed Income market for the month under review settled at 0.62 and 0.11 for T.bills and FGN bonds respectively, from 0.43 and 0.07 recorded for the previous month. Maturities up to one (1) month became the most actively traded, accounting for turnover of ₦1.65trn in June
- The sovereign yield curve remained stable, as short- and medium-term yields gained an average of 0.01%, while long-term yields declined by an average of 0.01%
- The spread between 10-year and 3-month benchmark yields closed negative at -4.08% points for June (-3.31% in May) as the sovereign yield curve remains downward sloping

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

- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦3.51trn in June, 34.28% (₦0.89trn) more than the value recorded in May. On a YoY basis, turnover on Repos/Buy-Backs recorded a 26.34% (₦0.76trn) increase
- Unsecured Placements/Takings closed the month at a turnover of ₦0.13trn, a decline of 8.91% (₦0.01trn) MoM and 66.74% (₦0.26trn) YoY

Market Surveillance

- The number of executed trades captured on the E-Bond trading system for the month of June amounted to 19,948 as against 17,436 recorded in May
- Executed T.bills and FGN bonds trades increased by 47.60% and 16.70% respectively