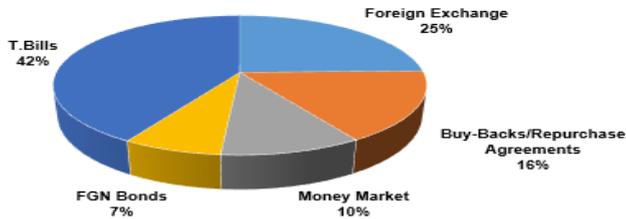


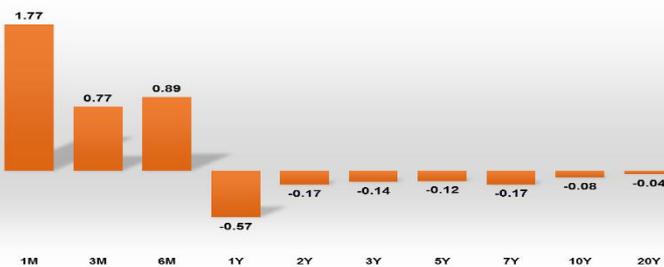
MAY 2015 OTC TURNOVER



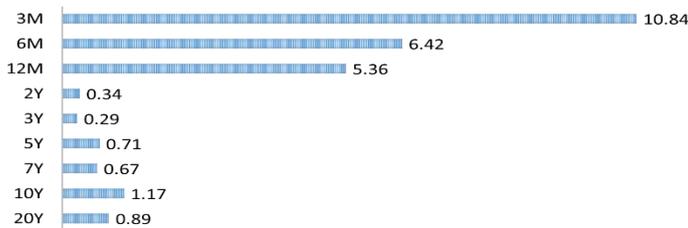
OTC FX MARKET

	Jan.	Feb.	Mar.	Apr.	May	YtD	% YoY
Business Day	20	20	20	22	19	101	N/A
Average Interbank \$/N Rate	187.56	195.67	198.35	197.46	197.51	196.35	22.72
Turnover (\$'bn)							
Inter-Member	8.13	6.83	0.61	1.55	1.23	18.35	-56.25
Member-Client	11.86	11.70	8.07	10.33	10.45	52.41	45.62
Total	19.99	18.53	8.68	11.88	11.69	70.76	-9.20
Daily Average (\$'bn)							
Inter-Member	0.41	0.34	0.03	0.07	0.06	0.18	-55.82
Member-Client	0.59	0.59	0.40	0.47	0.55	0.52	47.06
Total	1.00	0.93	0.43	0.54	0.62	0.70	-8.31

BENCHMARK SECURITIES' YIELD CHANGE



FIXED INCOME TURNOVER (\$'bn)



SECURED & UNSECURED MARKETS' TURNOVER (\$'bn)

	Jan.	Feb.	Mar.	Apr.	May	YTD
Buy-Backs/Repurchase Agreements	15.12	14.69	16.71	19.38	9.61	75.51
Money Market	4.19	3.74	5.94	10.25	6.07	30.20
Total	19.31	18.43	22.64	29.62	15.69	105.70

TRADE ORDER ACCEPTANCE RATE (%)

	Jan.	Feb.	Mar.	Apr.	May
Request-for-Quote (RFQ)					
T.Bills	1.69	1.64	1.53	1.84	2.23
FGN Bonds	87.99	84.28	77.59	82.25	85.44
Anonymous Firm Order (AFO)					
T.Bills	96.07	96.94	97.60	98.07	97.78
FGN Bonds	99.24	99.11	99.03	99.05	98.75

Source: FMDQ Research

Note: N/A: Not applicable; *FGN: Federal Government of Nigeria; **OMO: Open Market Operations

¹Acceptance rate is the ratio of accepted orders to total orders; ²Net debt issuance is the total debt issued in the month less the coupon paid and bills & 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.

OTC Market Summary

- Turnover in the OTC markets declined 17% over the course of the month to close at \$58.84bn
- Year-to-date turnover clocked \$299bn, \$51bn or 20% above same period in 2014
- Apart from the T.bills segment which surged 17% in May, all other segments of the OTC market declined compared with the previous month's values
- The T.bills market was the largest contributor to total OTC turnover in May on account of the sustained increase in trading activity in T.bills

OTC FX Market

- FX market turnover was \$11.69bn for May, representing a decrease of \$190mm or 2% compared to April
- Member-Client trades totaled \$10.45bn for the month, signifying an increase of \$120mm or 1% compared to April. On the other hand, Inter-Member trades equaled \$1.23bn, a decrease of 21% over the previous month's value
- FX spot transactions constituted the bulk of the total FX turnover, accounting for 80% of the transactions in May, down 4% from the previous month's value. FX forwards contributed 5%, up from 1% in April, while FX swaps contributed 15%, implying a 1% increase over April levels
- A review of the daily turnover indicates an increase of \$80mm, 14.8% over April's
- Turnover in the year to May 2015 summed up to \$70.76bn in the FX market, a decrease of \$7.17bn or 9% compared with the same period in 2014 while the dollar appreciated 23% Year-on-Year

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

- The outstanding sovereign domestic debt stood at about \$40bn, 60% of which was made up of long term securities (FGN bonds), 37% short-term (T.bills) and 3% Treasury bonds. In addition, **OMO bills worth \$17.6bn were outstanding at the end of the month
- ²Net debt issuance in the month stood at \$248mm, compared with \$2.5bn paid off in April. T.bills accounted for 73% of total debt issued in the month
- Bullish sentiments drove market capitalisation of FGN bonds up 4% in the month to close at \$22.35bn with the aggregate market value still at a discount to face value (\$24.03bn)
- Yields on T.bills inched upwards with 1M yields gaining 2% in the month, while medium to long term bonds experienced increased demand resulting in declining yields
- The share of T.bills in the total fixed income market turnover came to \$22.62bn or 85%, up 5% from the value recorded in the previous month
- Trading intensity for FGN Bonds and T.bills was 0.18 and 0.75 respectively, with FGN bonds declining 20% while T.bills surged 7% compared with the previous month

Other OTC Markets (Repurchase Agreements/Buy-Backs and Placements/Takings)

- Turnover in other OTC market segments declined \$13.94bn or 47%, in the course of the month. Of the total stock, Money market turnover accounted for 39%, up from 35% in April, while Buy-backs/Repurchase agreements accounted for 61% compared with 65% recorded in the previous month

Market Surveillance

- Total orders recorded in the month was 9% above the value recorded in April at 425,948 of which 97% was in the form of RFQs
- T.bills accounted for 99% of the total RFQs with an acceptance rate of 2% while FGN bonds recorded 85% acceptance rate, up from 82% recorded in the previous month
- Anonymous Firm orders (AFO) on FGN bonds recorded circa 99% acceptance rate while T.bills recorded 98% in the review month