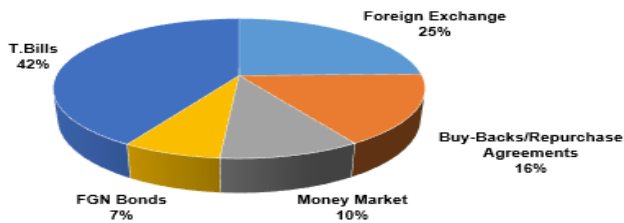


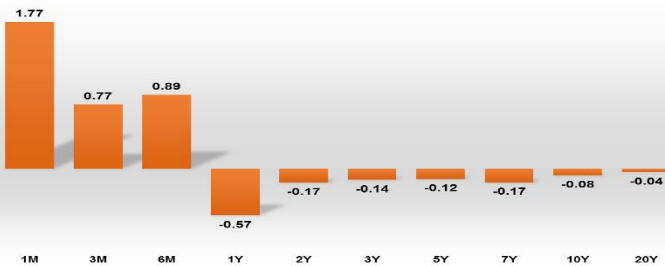
### MAY 2015 OTC TURNOVER



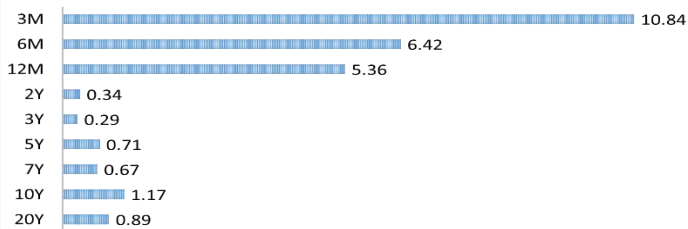
### OTC FX MARKET

	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
<b>Turnover (\$'bn)</b>							
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
<b>Total</b>	<b>19.99</b>	<b>18.53</b>	<b>8.68</b>	<b>11.88</b>	<b>11.69</b>	<b>70.76</b>	<b>-9.20</b>
<b>Daily Average (\$'bn)</b>							
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
<b>Total</b>	<b>1.00</b>	<b>0.93</b>	<b>0.43</b>	<b>0.54</b>	<b>0.62</b>	<b>0.70</b>	<b>-8.31</b>

### 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
<b>Total</b>	<b>19.31</b>	<b>18.43</b>	<b>22.64</b>	<b>29.62</b>	<b>15.69</b>	<b>105.70</b>

### TRADE ORDER ACCEPTANCE RATE (%)

	Jan.	Feb.	Mar.	Apr.	May
<b>Request-for-Quote (RFQ)</b>					
T.Bills	1.69	1.64	1.53	1.84	2.23
FGN Bonds	87.99	84.28	77.59	82.25	85.44
<b>Anonymous Firm Order (AFO)</b>					
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

<sup>1</sup>Acceptance rate is the ratio of accepted orders to total orders; <sup>2</sup>Net debt issuance is the total debt issued in the month less the coupon paid and bills & bonds maturing

### 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
- Net 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