

MARKET NOTICE

To: ALL MARKET PARTICIPANTS
From: MARKET DEVELOPMENT GROUP
Reference: FMDQX/MDG/30/09/21/MN-28
Notice Date: September 30, 2021
Effective Date: September 30, 2021

TRADING, CLEARING, SETTLEMENT AND VALUATION OF FEDERAL GOVERNMENT OF NIGERIA PROMISSORY NOTES

This Market Notice is issued further to the successful conclusion of the onboarding of the Federal Government of Nigeria (“FGN”) Promissory Notes (“PNotes” or the “Notes”) on relevant platforms of FMDQ Securities Exchange Limited (“FMDQ Exchange”).

Following the establishment of the Promissory Notes Programme (“PNP”) by the FGN and the issuance of PNotes by the Debt Management Office to the relevant creditors under the PNP, FMDQ Exchange in its capacity as a market organiser in the Nigerian fixed income market has implemented the necessary measures to facilitate the trading, clearing, settlement and valuation of PNotes in the Nigerian financial market.

Consequently, the following initiatives in the table below have been deployed to support the trading/reporting, clearing, settlement and valuation of PNotes:

S/N	Service	Description
1.	Trading and Reporting	PNotes have been onboarded and shall be tradable on the FMDQ Bloomberg E-Bond Trading System effective, October 4, 2021 .
2.	Clearing and Settlement	PNotes have been onboarded on the Settlement Module of the FMDQ Proprietary Market System to facilitate the straight-through-processing of transactions and the subsequent settlements on the Central Bank of Nigeria Scripless Securities Settlement System.
3.	Pricing and Valuation	A PNotes valuation methodology has been developed (Click here to view). Further, PNotes have been included on the FMDQ Daily Quotations List to promote price discovery and transparency in the secondary market.

Please be advised accordingly.

Should you have any question(s) about this Market Notice, please do not hesitate to contact the FMDQ Exchange Market Services Team via support@fmdqgroup.com