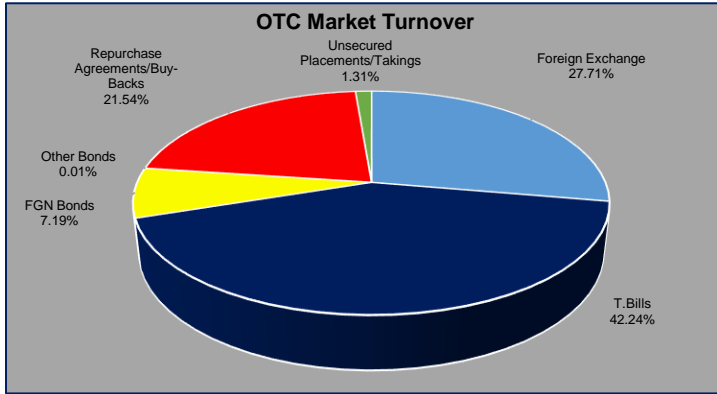
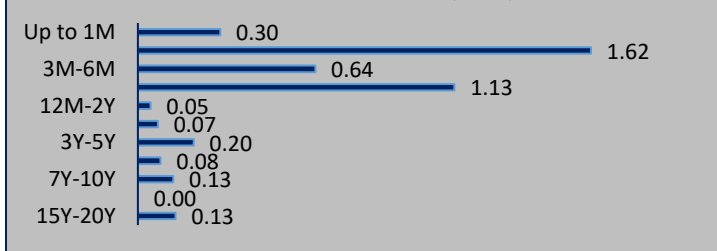


OTC Market Turnover

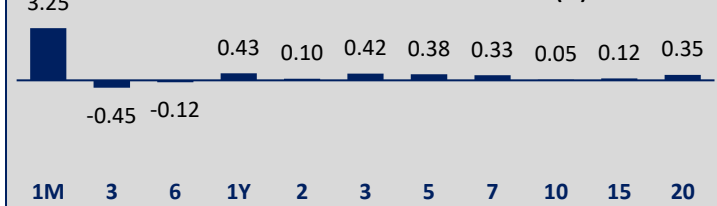


	Apr-17	Mar-17	MoM ³ Change (\$'bn)	MoM Change (%)	
Inter-Member	FX Spot	0.35	0.49	-0.14	-28.70
	FX Swaps	0.19	0.28	(0.09)	(33.55)
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.02	0.01	0.01	142.78
	Total	0.56	0.78	(0.22)	(28.28)
Member-Clients	FX Spot	2.57	2.41	0.16	6.68
	FX Swaps	1.02	1.46	(0.44)	(30.08)
	FX Futures	0.41	0.29	0.12	43.46
	Others	0.77	0.80	(0.03)	(3.57)
	Total	4.77	4.95	(0.18)	(3.68)
Member-CBN	FX Spot	0.24	0.28	(0.03)	(11.82)
	FX Swaps	0.00	1.95	(1.95)	(100.00)
	FX Futures	0.70	0.45	0.25	55.85
	Others	1.11	1.36	(0.25)	(18.19)
	Total	2.05	4.03	(1.98)	(49.10)
Total Turnover	7.38	9.76	(2.38)	(24.39)	

Fixed Income Turnover (N'trn)



BENCHMARK SECURITIES' YIELD CHANGE (%)



Money Market Turnover (N'bn)

	April	March	Change (N)	Change (%)
Repurchase Agreements/ Buy-Backs	1,895.42	2,487.28	(591.86)	(23.80)
Unsecured Placements / Takings	115.01	118.00	(2.99)	(2.53)
Total	2,010.43	2,605.28	(594.85)	(22.83)

MARKET ACTIVITY - EXECUTED TRADES (COUNT)

	April			March		
	AFO ⁵	RFQ ⁶	Total	AFO	RFQ	Total
T.bills	1,026	10,337	11,363	1,919	18,701	20,620
FGN bonds	1,635	639	2,274	2,303	1,124	3,427
Total	2,661	10,976	13,637	4,222	19,825	24,047

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; 7 – Open Market Operations; 8 – Nigerian Inter-bank Offered Rate

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OTC Market Summary

- Transaction turnover in the Fixed Income and Currency markets for the month of April amounted to ₦8.79trn; a 34.68% (₦4.67trn) decrease from the value recorded in March and a 7.91% (₦0.76trn) decrease YoY¹
- The Treasury Bills (T.bills) segment continued to dominate, accounting for 42.24% (49.51% in March) while FGN² bonds recorded 7.19% (8.06% in March)
- Activities in the Foreign Exchange (FX) market accounted for 27.71% (22.91% in March) while Money Market (Repurchase Agreements (Repos)/Buy-Backs & Unsecured Placements/Takings) accounted for 22.85% (19.34% in March) of total turnover for the reporting period

FX Market

- Transactions in the FX market settled at \$7.38bn in April, a decrease of 24.39% (\$2.38bn) when compared with the value recorded in March (\$9.76bn)
- The CBN⁴ sold a total of \$2.05bn 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 Naira remained relatively flat, closing at \$/₦305.85 in the inter-bank market and depreciating by ₦2.50 to close at \$/₦387.50 in the parallel market, from \$/₦385.00 recorded at the beginning of the month
- Inter-Member trades stood at \$0.56bn in the month of April, a decrease of 28.28% (\$0.22bn) compared with trades recorded in March, and a decrease of 20.43% (\$0.14bn) YoY. Member-Client trades stood at \$4.77bn in April, a decreasing of 3.68% (\$0.18bn) from the previous month and 11.50% (\$0.62bn) YoY
- Member-CBN trades stood at \$2.05bn in April (\$4.03bn in March), representing a decrease of 49.10% (\$1.98bn) MoM and a decrease of 10.94% (\$0.20bn) YoY
- The 10th Naira-settled OTC FX Futures Contract NGUS APR 25, 2018, with a total open contract worth \$965.29mm, matured and settled within the reporting month. The CBN revised rates upwards on all current OTC FX Futures contracts, normalising the curve in the process, whilst a new 12-month contract – NGUS APR 25, 2018 – for \$1.00bn was introduced at \$/₦387.33

Fixed Income Market (T.bills and FGN Bonds)

- Turnover in the Fixed Income market in the month under review settled at ₦4.35trn, 43.92% (₦3.41trn) below the previous month's value, with transactions in the T.bills market accounting for 85.46% of the overall market
- Outstanding T.bills at the end of the month stood at ₦8.88trn, an increase by 0.99% MoM (₦8.79trn in March), whilst FGN bonds' outstanding value decreased by 5.44% (₦0.37trn) MoM to close at ₦6.82trn in the period under review
- Trading intensity in the Fixed Income market for the month under review settled at 0.42 and 0.09 for T.bills and FGN bonds respectively, down from 0.77 and 0.15 recorded for the previous month. Maturities between one (1) and three (3) months remained the most actively traded, recording turnover of ₦1.62trn in April, (₦2.12trn in March)
- Short-term yields on the sovereign yield curve gained an average of 0.04%, whilst yields in the medium- and long-term spectrums declined by averages of 0.02% and 0.03% respectively
- The spread between the 10-year and 3-month benchmark yields closed negative at -3.14% points for April (-3.43% in March) as the sovereign yield curve continues its downward sloping trend

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

- Tight liquidity in Inter-bank window, following the continued withdrawal of Naira by the CBN through its several FX interventions and OMO⁷ auctions, saw the overnight NIBOR⁸ reach an average of 50.96% during the month under review
- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦1.89trn in April 23.80% (₦0.59trn) less than the value recorded in March. On a YoY basis, turnover on Repos/Buy-Backs recorded a decrease of 34.01% (₦0.97trn)
- Unsecured Placements/Takings decreased by 2.53% (₦0.02trn) MoM to close the month at a turnover of ₦0.23trn; a decline of 12.49% (₦0.01trn) YoY

Market Surveillance

- The number of executed trades captured on the E-Bond trading system for the month of April amounted to 13,637 as against 24,047 recorded in March
- Executed T. bills and FGN bonds trades reduced by 44.89% and 33.64% respectively

Source: FMDQ OTC Securities Exchange