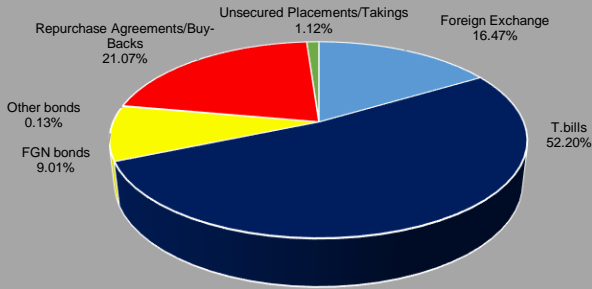


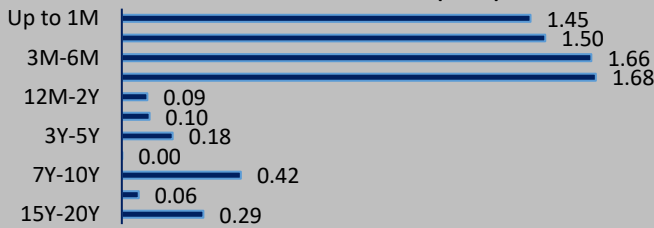
**OTC Market Turnover**



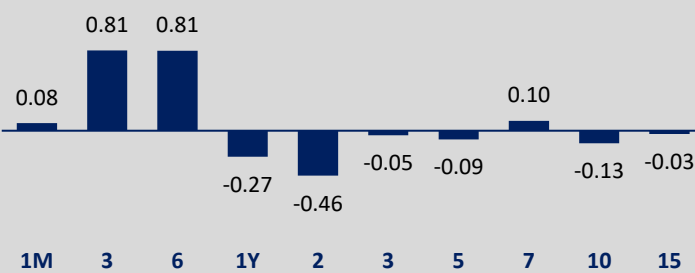
**FX MARKET TURNOVER (\$'bn)**

		Feb-17	Jan-17	MoM <sup>3</sup> Change (\$)	MoM Change (%)
Member-Member	FX Spot	0.38	0.35	0.02	6.41
	FX Swaps	0.29	0.28	0.01	4.29
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.01	0.01	0.00	41.67
	<b>Total</b>	<b>0.68</b>	<b>0.64</b>	<b>0.04</b>	<b>5.98</b>
Member-Clients	FX Spot	1.86	1.00	0.87	87.11
	FX Swaps	1.80	2.50	(0.70)	(28.04)
	FX Futures	0.23	0.38	(0.15)	(40.15)
	Others	0.76	0.09	0.66	714.55
	<b>Total</b>	<b>4.65</b>	<b>3.97</b>	<b>0.68</b>	<b>17.07</b>
Member-CBN	FX Spot	0.22	0.01	0.21	1,417.67
	FX Swaps	0.00	0.10	(0.10)	(100.00)
	FX Futures	0.44	0.43	0.01	(4.23)
	Others	0.46	0.07	0.39	551.53
	<b>Total</b>	<b>1.13</b>	<b>0.62</b>	<b>0.52</b>	<b>83.57</b>
<b>Total Turnover</b>	<b>6.46</b>	<b>5.23</b>	<b>1.23</b>	<b>23.56</b>	

**Fixed Income Turnover (N'trn)**



**BENCHMARK SECURITIES' YIELD CHANGE (%)**



**Money Market Turnover (N'bn)**

	February	January	Change (N)	Change (%)
Repurchase Agreements/ Buy-Backs	2,558.73	2,659.84	-101.11	-3.80
Unsecured Placements / Takings	136.41	40.23	96.18	239.06
<b>Total</b>	<b>2,695.14</b>	<b>2,700.08</b>	<b>-4.93</b>	<b>-0.18</b>

**MARKET ACTIVITY - EXECUTED TRADES (COUNT)**

	February			January		
	AFO <sup>5</sup>	RFQ <sup>6</sup>	Total	AFO	RFQ	Total
T.bills	2,662	16,693	19,355	3,508	13,151	16,659
FGN bonds	2,024	966	2,990	2,392	1,169	3,561
<b>Total</b>	<b>4,686</b>	<b>17,659</b>	<b>22,345</b>	<b>5,900</b>	<b>14,320</b>	<b>20,220</b>

Notes:

\* "Others" include FX Forwards, Options & Cross Currency Interest Rate Swaps

<sup>1</sup> - Year-on-Year; <sup>2</sup> - Federal Government of Nigeria; <sup>3</sup> - Month-on-Month; <sup>4</sup> - Central Bank of Nigeria; <sup>5</sup> - Anonymous Firm Order; <sup>6</sup> - Request-for-Quote

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**OTC Market Summary**

- Transaction turnover in the fixed income and currency markets for the month of February amounted to ₦12.15trn; a 12.01% (₦1.30 trn) increase from the value recorded in January and an 80.57% (₦5.42 trn) increase YoY<sup>1</sup>
- The treasury bills segment continues to dominate, accounting for 52.20% (48.51% in January) while FGN<sup>2</sup> bonds recorded 9.01% (11.60% in January)
- Activities in the Money Market (Repos/buy-backs & Unsecured Placement/Takings) accounted for 22.19% (27.03% in January), while the Foreign Exchange (FX) market, for the reporting period, accounted for 16.47% (14.90% in January) of the total turnover

**FX Market**

- Transactions in the FX market settled at \$6.46bn in February, an increase of 22.56% (\$1.23bn) when compared with the value recorded in January 2017 (\$5.23bn)
- The eight Naira-settled OTC FX Futures contract NGUS FEB 22 2017, with total open contracts worth \$266.17mm, matured and settled within the reporting month
- The CBN<sup>4</sup> revised rates upwards on all open OTC FX Futures contracts, whilst a new 12-month contract – NGUS FEB 28 2018 for \$1.00bn - was introduced at \$/₦291.25
- Member-Member trades stood at \$0.68bn in the month of February, an increase of 5.98% (\$0.04bn) compared with trades recorded in January, but decreased by 18.16% (\$0.15bn) YoY. Member-Client trades increased by 17.07% (\$0.68bn) from the previous month and decreased by 18.98% (\$1.09bn) YoY
- Member-CBN trades stood at \$1.13bn in February (January - \$0.62bn), representing an increase of 83.57% (\$0.52bn) MoM and a decline of 16.02% (\$0.22bn) YoY. This was as a result of the Apex bank introducing new measures to increase the availability of FX. The CBN sold a total of \$726mm through various interventions conducted during the period under review
- In the month under review, the Naira appreciated in the parallel market by 9.45% to close at \$/₦455.00 from \$/₦498 at the start of the month

**Fixed Income Market (T.bills and FGN bonds)**

- Turnover in the Fixed Income market in the month under review, settled at ₦7.43trn; 14.05% (₦0.92trn) below the previous month's value, with transactions in the T.bills market accounting for 85.28% of the Fixed Income market turnover
- Outstanding T.bills at the end of the month amounted to ₦8.72trn, an increase by 4.84% MoM (January – ₦8.32trn) whilst FGN bonds outstanding value increased by 2.33% (₦0.16trn) MoM to close at ₦7.04trn in the period under review
- Trading intensity in the Fixed Income market settled at 0.73 and 0.16 for T.bills and FGN bonds respectively, with maturities between 6 – 12 months being the most actively traded (₦1.68trn)
- Short-term yields on the yield curve gained an average of 0.57%, whilst yields in the medium- and long-term spectrum declined by averages of 0.22% and 0.01% respectively
- The spread between the 10-year and 3-month benchmark closed to 1.59% points at the end of the month under review, compared with 2.64% points recorded in January

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

- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦2.56trn, 0.18% (₦0.10trn) less than the value recorded in January 2017. On a YoY basis, Repos/Buy-Backs turnover recorded an increase of 52.57% (₦0.88trn)
- Unsecured Placements/Takings increased by 239.06% (₦0.09trn) MoM to close the month at a turnover of ₦0.14trn; a decline of 3.44% (₦0.01trn) YoY

**Market Surveillance**

- The number of executed trades captured on the E-Bond trading platform for the month of February amounted to 22,345 as against 20,220 recorded in the month of January
- Executed trades on T.bills recorded an increase of 16.18% while FGN bonds decreased by 16.03% at the end of the month

Source: FMDQ OTC Securities Exchange