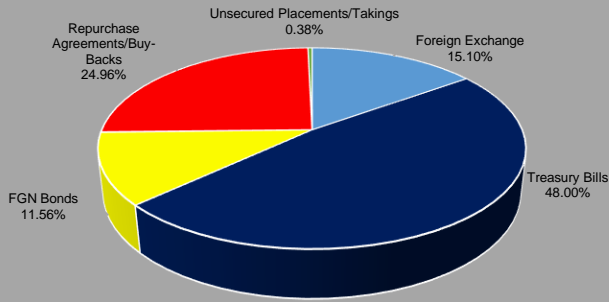


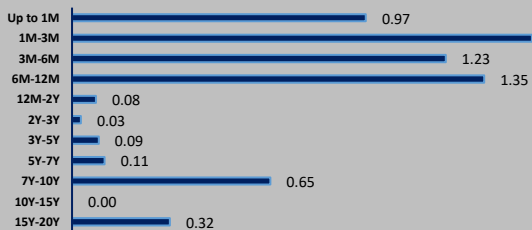
OTC MARKET TURNOVER



FX MARKET TURNOVER (\$'bn)

	Jan-17	Dec-16	MoM ³ Change (\$)	MoM Change (%)	
Member-Member	FX Spot	0.35	0.35	0.00	1.16
	FX Swaps	0.28	0.38	(0.11)	(27.49)
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.01	0.01	0.00	0.74
	Total	0.64	0.74	(0.10)	(13.69)
Member-Clients	FX Spot	1.00	2.82	(1.82)	(64.67)
	FX Swaps	2.50	2.38	0.12	5.19
	FX Futures	0.38	0.29	0.08	28.84
	Others	0.09	0.72	(0.63)	(87.08)
	Total	3.97	6.21	(2.24)	(36.08)
Member-CBN	FX Spot	0.01	0.11	(0.10)	(86.89)
	FX Swaps	0.10	0.28	(0.18)	(64.62)
	FX Futures	0.41	0.51	(0.10)	(19.97)
	Others	0.07	0.55	(0.48)	(87.02)
	Total	0.59	1.45	(0.86)	(59.13)
Total Turnover	5.20	8.41	(3.20)	(38.09)	

FIXED INCOME TURNOVER (₦'trn)



BENCHMARK SECURITIES' YIELD CHANGE (%)



Money Market TURNOVER (₦'bn)

	January	December	Change (₦)	Change (%)
Repurchase Agreements/buy backs	2,659.84	2,544.32	115.52	4.54
Unsecured Placements/Takings	40.23	246.14	-205.91	-83.65
Total	2,700.08	2,790.46	-90.38	-3.24

MARKET ACTIVITY - EXECUTED TRADES (COUNT)

	January			December		
	AFO ⁵	RFQ ⁶	Total	AFO	RFQ	Total
T.bills	3,508	13,151	16,659	3,104	14,710	17,814
FGN Bonds	2,392	1,169	3,561	1,779	1,008	2,787
Total	5,900	14,320	20,220	4,883	15,718	20,601

OTC Market Summary

- Turnover of transactions carried out in the Fixed Income and Currency (FIC) markets for the month of January 2017 amounted to ₦10.65trn; a 13.09% (₦1.65trn) reduction from the value recorded in December 2016 and a 42.91% (₦3.19trn) increase YoY¹
- Treasury bills (T.bills) transactions continued to dominate, accounting for 48.00% (December 2016 – 45.20%) of the total turnover, while FGN² bonds recorded 11.56% (December 2016 – 10.62%)
- Activities in the Money Market (Repos/buy-backs & Unsecured Placement/Takings) accounted for 25.34% (December 2016 – 22.76%), while the Foreign Exchange (FX) market for the reporting period accounted for 15.10% (December 2016 – 21.39%) of the total turnover

FX Market

- Transactions in the FX market settled at \$5.20bn in January, a decrease of 38.09% (\$3.21bn) when compared with the value recorded in December 2016 (\$8.41bn)
- The seventh Naira-settled OTC FX Futures contract NGUS JAN 25 2017, with total open contracts worth \$274.38mm, matured and settled within the reporting month
- The CBN³ revised its rates upwards on all open OTC FX Futures contracts, whilst a new 12-month contract – NGUS JAN 31 2018 - was introduced at \$/₦281.50
- Member-Member trades stood at \$0.64bn in the month of January, a decrease of 13.69% (\$0.10bn) compared with trades recorded in December 2016 and a decrease of 47.39% (\$0.58bn) YoY, while Member-Client trades decreased by 36.08% (\$2.24bn) from the previous month and decreased by 48.45% (\$3.73bn) YoY
- Member-CBN trades stood at \$0.59bn in January (December 2016 - \$1.45bn), representing a decline of 59.13% (\$0.86bn) MoM⁴ and a decline of 61.37% (\$0.94bn) YoY
- In the month under review, the Naira remained relatively flat to close at \$/₦305.00 in the inter-bank market and depreciated by 2.68% to close at \$/₦485.00 in the parallel market

Fixed Income Market (T.bills and FGN Bonds)

- Turnover in the Fixed Income market in the month under review, settled at ₦6.34trn, 7.31% (₦0.50trn) below the previous month's value, with transactions in the T.bills market accounting for 80.60% of the Fixed Income market turnover
- Outstanding T.bills at the end of the month amounted to ₦8.32trn (December 2016 – ₦7.53trn) whilst FGN bonds outstanding value increased by 3.23% (₦0.215trn) MoM to close at ₦6.88trn in the period under review
- Trading intensity in the Fixed Income market settled at 0.64 and 0.18 for T.bills and FGN bonds respectively, with maturities between 1 – 3 months being the most actively traded (₦1.51trn)
- Short-term yields on the FGN bond yield curve declined an average of 1.59%, whilst yields in the medium- and long-term spectrum gained by averages of 0.31% and 0.61% respectively
- The spread between the 10-year and 3-month benchmark closed at 2.41% points at the end of the month under review, compared with 2.30% points recorded in December 2016

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

- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦2.66trn, 4.54% (₦0.12trn) above the value recorded in December 2016. On a YoY basis, Repos/Buy-Backs turnover recorded an increase of 48.00% (₦0.87trn)
- Unsecured Placements/Takings reduced by 83.65% (₦0.21trn) MoM to close the month at a turnover of ₦0.04trn; a decline of 83.20% (₦0.19trn) YoY

Market Surveillance

- The number of executed trades captured on the E-Bond trading platform for the month of January amounted to 20,220 as against 20,601 recorded in the December 2016.
- Executed trades on T.bills and FGN bonds recorded an increase of 13.02% and 34.46% respectively at the end of the month

Notes:

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

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

DISCLAIMER: This report is produced by the Market Development Group of FMDQ OTC Securities Exchange (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 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 (and 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 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.

Source: FMDQ OTC Securities Exchange