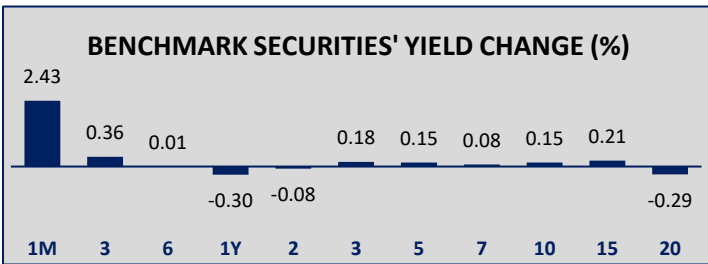
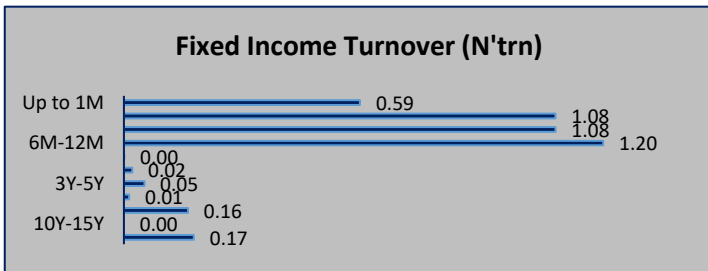


FX MARKET TURNOVER (\$'bn)					
		May-17	Apr-17	MoM <sup>2</sup> Change (\$'bn)	MoM Change (%)
Inter-Member	FX Spot	0.48	0.35	0.12	35.22
	FX Swaps	0.08	0.19	(0.10)	(54.23)
	FX Futures	0.00	0.00	0.00	0.00
	Others	0.00	-0.02	(0.02)	(87.75)
	<b>Total</b>	<b>0.56</b>	<b>0.56</b>	<b>0.00</b>	<b>0.51</b>
Member-Clients	FX Spot	3.31	2.57	0.74	28.95
	FX Swaps	1.15	1.02	0.14	13.34
	FX Futures	0.08	0.41	(0.33)	(80.97)
	Others	0.33	0.77	(0.44)	(57.44)
	<b>Total</b>	<b>4.19</b>	<b>4.77</b>	<b>(0.58)</b>	<b>(12.17)</b>
Member-CBN	FX Spot	0.46	0.17	0.29	176.51
	FX Swaps	0.00	0.00	0.00	0.00
	FX Futures	0.15	0.70	(0.54)	(77.82)
	Others	0.91	1.53	(0.62)	(40.27)
	<b>Total</b>	<b>1.81</b>	<b>2.39</b>	<b>(0.58)</b>	<b>(24.39)</b>
<b>Total Turnover</b>		<b>6.56</b>	<b>7.72</b>	<b>(1.16)</b>	<b>(15.03)</b>



Money Market Turnover (₦'bn)				
	May	April	Change (₦'bn)	Change (%)
Repurchase Agreement/buy backs	2,618.07	1,895.42	722.64	38.13
Unsecured Placement/Takings	147.43	115.01	32.42	28.19
<b>Total</b>	<b>2,765.49</b>	<b>2,010.43</b>	<b>755.06</b>	<b>37.56</b>

MARKET ACTIVITY - EXECUTED TRADES (COUNT)						
	May			April		
	AFO <sup>3</sup>	RFQ <sup>6</sup>	Total	AFO	RFQ	Total
T.bills	826	11,330	12,156	1,026	10,337	11,363
FGN bonds	1,165	553	1,718	1,635	639	2,274
<b>Total</b>	<b>1,991</b>	<b>11,883</b>	<b>13,874</b>	<b>2,661</b>	<b>10,976</b>	<b>13,637</b>

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

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**OTC Market Summary**

- Transaction turnover in the Fixed Income and Currency markets for the month of May amounted to ₦9.49trn; a 7.32% (₦6.95trn) increase from the value recorded in April and a 18.90% (₦2.21trn) decrease YoY<sup>1</sup>
- The Treasury Bills (T.bills) segment continued to dominate, accounting for 40.73% (40.24% in April) while FGN<sup>2</sup> bonds recorded 5.23% (7.19% in April) of total turnover in May
- Activities in the Foreign Exchange (FX) market accounted for 24.88% (27.71% in April) while Money Market (Repurchase Agreements (Repos)/Buy-Backs & Unsecured Placements/Takings) accounted for 29.13% (22.85% in April) of total turnover for the reporting period

**FX Market**

- Transactions in the FX market settled at \$6.56bn in May, a decrease of 15.03% (\$1.16bn) when compared with the value recorded in April (\$7.72bn)
- The CBN<sup>4</sup> sold a total of \$0.985bn through various interventions conducted during the period under review, a 49.50% (\$1.07bn) decrease from the previous month. 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 CBN official spot rate remained relatively flat, gaining only ₦0.40 to close at \$/₦305.40. The parallel market rate gained ₦9.00, closing the month under review at \$/₦382.00 and further closing the gap with rates at the Investors' & Exporters' FX Window which closed at \$/₦380.50
- Inter-Member trades stood at \$0.56bn in the month of May, an increase of 0.51% compared with trades recorded in April, and a decrease of 8.18% YoY. Member-Client trades stood at \$4.19bn in May, also a decrease of 12.17% (\$0.58bn) from the previous month and 20.68% (\$0.72bn) YoY
- Member-CBN trades stood at \$1.18bn in May (\$2.39bn in April), representing a decrease of 24.39% (\$0.58bn) MoM and a decrease of 0.91% (\$100.39bn) YoY
- The 11<sup>th</sup> Naira-settled OTC FX Futures Contract NGUS MAY 24, 2018, with total open contracts worth \$253.61mm, matured and settled within the reporting month. A new 12-month contract, NGUS MAY 30 2018, for \$1.00bn at \$/₦396.06 has been introduced by the CBN to replace the matured contract

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

- Turnover in the Fixed Income market in the month under review settled at ₦4.36trn, 0.36% (0.15trn) above the previous month's value, with transactions in the T.bills market accounting for 88.67% of the Fixed Income market from 85.46% in the previous month
- Outstanding T.bills at the end of the month stood at ₦8.87trn, a decrease of 0.13% MoM (₦8.88trn in April), whilst FGN bonds' outstanding value increased by 1.62% (₦0.11trn) MoM to close at ₦6.93trn in the period under review
- Trading intensity in the Fixed Income market for the month under review settled at 0.43 and 0.07 for T.bills and FGN bonds respectively, from 0.42 and 0.09 recorded for the previous month. Maturities between six (6) and twelve (12) months became the most actively traded, accounting for a turnover of ₦1.20trn in May
- Short-term yields on the sovereign yield curve gained an average of 0.03%, yields in the medium-term spectrum remained relatively stable, while long-term yields declined by an average of 0.96%
- The spread between the 10-year and 3-month benchmark yields closed negative at -3.31% points for May (-3.14% in April) as the sovereign yield curve continues its downward sloping trend

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

- Activities in the Secured Money Market (Repos/Buy-Backs) settled at ₦2.61trn in May, 38.13% (₦0.72trn) more than the value recorded in April. On a YoY basis, turnover on Repos/Buy-Backs recorded a 10.92% (₦0.27trn) increase
- Unsecured Placements/Takings also increased by 28.19% (₦0.03trn) MoM to close the month at a turnover of ₦0.14trn; a decline of 17.65% (₦0.03trn) YoY

**Market Surveillance**

- The number of executed trades captured on the E-Bond trading system for the month of May amounted to 13,874 as against 13,637 recorded in March
- Executed T.bills trades increased by 6.97% while executed FGN bonds trades reduced by 24.45%

Source: FMDQ OTC Securities Exchange