

FGN Bond Market

The FGN Bond Market closed bearish yesterday as aggressive selling on March 2025 maturity drove up the average benchmark yield. The average benchmark yield advanced by 4bps to close at 14.62%.

Nigerian Treasury Bill (NTB)

The treasury bills market closed on a hushed note with minimal activities seen on long-term maturities. The average benchmark remained unchanged at 10.98%.

FGN Eurobond Market

The FGN Eurobond market recorded a bullish session yesterday despite investors holding back on big bets as COVID curbs in China keep risk appetite in check, while the focus is shifting firmly to the Fed minutes due to be released later today. The average benchmark yield plummeted by 24bps to 12.25%.

Money Market

In the interbank space, the system liquidity remained relatively low despite OMO repayment of NGN40 billion as banks continue to rely on Standing Lending Facility (SLF) to bolster their liquidity. Also, the increase in MPR resulted to further uptick in the interbank rates. Thus, the rates on Open Buy back (OBB) and Overnight (O/N) increased by 88bps and 75bps to settle at 17.13% and 17.25% respectively.

Foreign Exchange Market

At the Investors and Exporters (I&E) window, the value of naira depreciated against the U.S. dollar by 12 kobo to settle at NGN445.50/\$1. The Nigeria's foreign reserve increased by \$1.06million to \$37.193 billion as of Monday, this week..

Oil Market

- *Reuters*: Oil prices rose in early trade this morning after industry data showed U.S. crude stockpiles fell more sharply than expected last week, highlighting supply tightness ahead of a looming European Union ban and G7 price cap on Russian oil. However, Brent crude futures lost 28 cents to trade at \$88.08 a barrel at 6.45am this morning.
- Crude oil inventories sagged by another 4.8 million barrels, American Petroleum Institute (API) data showed on Tuesday, after dropping 5.8 million barrels in the week prior. Analysts anticipated a smaller 2.2 million barrel draw.
- U.S. crude inventories may have grown by roughly 21 million barrels so far this year, according to API data, but crude stored in the nation's Strategic Petroleum Reserves sunk by nearly 10 times that figure so far this year— by 203 million barrels. The draw in commercial crude oil inventories came even as the Department of Energy released 1.6 million barrels from the Strategic Petroleum Reserves in the week ending November 18, leaving the SPR with just 390.5 million barrels. In the week prior, the API reported a large draw in crude oil inventories of 5.835 million barrels.

What to expect today?

The FGN Bond market is expected to close bearish following the decisions of the MPC while the NTB market is expected to be quiet as investors partake in the primary auction sales today.

Given the liquidity condition, interbank rates are expected to remain elevated.

FGN Eurobond market is expected to close bullish amidst improved risk appetite.

FGN Bond

Description	Maturity Date	TTM (Yrs)	Yield (%)	Change (%)
14.20 14-MAR-2024	14 Mar 2024	1.31	15.17	0.00
13.53 23-MAR-2025	23 Mar 2025	2.33	14.15	0.35
12.50 22-JAN-2026	22 Jan 2026	3.17	14.28	0.00
16.2884 17-MAR-2027	17 Mar 2027	4.32	14.58	0.00
13.98 23-FEB-2028	23 Feb 2028	5.25	14.38	0.00
14.55 26-APR-2029	26 Apr 2029	6.43	14.45	0.00
12.1493 18-JUL-2034	18 Jul 2034	11.65	14.60	0.09
12.50 27-MAR-2035	27 Mar 2035	12.34	14.35	0.00
12.40 18-MAR-2036	18 Mar 2036	13.32	14.35	0.00
16.2499 18-APR-2037	18 Apr 2037	14.40	15.97	0.00
13.00 21-JAN-2042	21 Jan 2042	19.17	14.60	0.00
14.80 26-APR-2049	26 Apr 2049	26.43	14.53	0.00
12.98 27-MAR-2050	27 Mar 2050	27.34	14.65	0.00

FGN Eurobond

Description	Maturity Date	Yield (%)	Change (%)
6.375 JUL 12, 2023	12 Jul 2023	9.59	-0.27
7.625 21-NOV-2025	21 Nov 2025	11.59	-0.19
6.50 NOV 28, 2027	28 Nov 2027	11.59	-0.19
6.125 SEP 28, 2028	28 Sep 2028	12.46	-0.24
8.375 MAR 24, 2029	24 Mar 2029	12.94	-0.21
7.143 FEB 23, 2030	23 Feb 2030	12.63	-0.12
8.747 JAN 21, 2031	21 Jan 2031	12.63	-0.15
7.875 16-FEB-2032	16 Feb 2032	12.58	-0.21
7.375 SEP 28, 2033	28 Sep 2033	12.35	-0.23
7.696 FEB 23, 2038	23 Feb 2038	12.65	-0.32
7.625 NOV 28, 2047	28 Nov 2047	12.56	-0.36
9.248 JAN 21, 2049	21 Jan 2049	12.86	-0.29
8.25 SEP 28, 2051	28 Sep 2051	12.86	-0.34

Major Business Headlines

- **Buhari inaugurates \$3bn oil exploration project in North-East:** The President, Major General Muhammadu Buhari (ret'd.), on Tuesday, [flagged off the commercial production of crude oil and gas from the \\$3bn Kaimani Integrated Development Project](#). The field, according to its promoters, will produce about 50,000 barrels of crude oil per day and holds over one billion barrels of crude oil reserves, shooting up Nigeria's oil reserves to over 38 billion barrels.
- **Lagos Commodities, Futures Exchange Presents Eko Gold Coin to SEC:** Lagos Commodities and Futures Exchange (LCFE) has [presented the Eko Gold Coin to the Securities and Exchange Commission \(SEC\)](#), the apex regulatory body of the Nigerian capital market, in a bid to drive confidence, structure the gold market and deepen the commodity ecosystem. In his remarks, Group Head, Agric Finance & Solid Minerals with Sterling Alternative Finance (SAF), which is the Non-interest arm of Sterling Bank Plc, Oluwbenga Awe, noted the bank's excitement at being part of the Eko Gold Coin innovation and commended the LCFE for championing it.
- **NEITI: Nigeria's oil and gas revenue hits \$742.48b:** The Nigeria Extractive Industries Transparency Initiative (NEITI) has said [the Federal Government has earned \\$741.48billion revenue from the oil and gas sector](#). The Executive Secretary spoke at the Stakeholders Engagement on the Implementation of the Petroleum Industry Act (PIA) held on Tuesday in Abuja. He said: "From the report, a total of \$ 741.48 was recorded as revenue earnings to government coffers from the sector. The 2021 oil and gas sector audit is currently ongoing and will soon be released."

NIGERIAN TREASURY BILLS

DTM	Maturity	Yield (%)	Change (%)
65	26 Jan 2023	11.82	0.00
79	9 Feb 2023	8.47	0.00
107	9 Mar 2023	9.20	0.00
156	27 Apr 2023	8.34	0.00
170	11 May 2023	8.36	0.00
198	8 Jun 2023	11.73	0.00
289	7 Sep 2023	14.49	-0.01
338	26 Oct 2023	15.43	-0.01

Other Key Indices

Indicators	Current	Change
OPEC Quota	1.742 m bpd	-84,000bpd
System liquidity	74.55bn	+N5.814mn
Foreign reserve	\$37.193bn	+\$1.06mn
Nig. Crude output	1.014m bpd	+76,234bpd
Brent Crude	\$88.08	-\$0.23
FAAC Allocation	N760.24bn	_N151.68bn

Interbank Rate (%) Change (%)

OPR	17.13	0.88
O/N	17.25	0.75
REPO		
Call	9.25	0.00
1M	10.00	0.00
3M	10.00	0.00
6M	10.00	0.00

Spot Rate (\$/N) Chg (NGN)

CBN SMIS Window	445.00	0.00
I&E FX Window	445.50	0.12
NAFEX	444.42	0.03
Parallel Market	775.00	-10.00
AAForwards	Rate (\$/N)	Chg (NGN)
1M	452.22	2.94
2M	455.87	3.20
3M	459.85	2.58
6M	477.02	0.05
1Y	504.37	0.20