

### FGN Eurobond Market

The Eurobond market registered a bullish session yesterday, with buying interests seen across board. The average benchmark yield plunged by 32bps (basis points) to 11.95%.

### FGN Bond Market

The FGN bond market closed bullish yesterday, with buying interests seen on selected maturities. The average benchmark yield dipped by 4bps to 13.48%.

### Nigerian Treasury Bill (NTB)

The treasury bills market was quiet yesterday, with minimal trading activities seen across board. The average benchmark yield declined fractionally by 1bp to 4.26%.

### Money Market

At the interbank space yesterday, system liquidity remains at moderate levels, causing the interbank rates to decline. Thus, the rates on Open Buyback (OBB) and Overnight (O/N) transactions declined by 100bps and 74bps to 11.13% and 11.69% respectively.

### Foreign Exchange Market

At the I & E window, the value of naira appreciated against the US dollar, by 42 kobo to settle at N461.33/\$. Nigeria's foreign reserve declined by \$35.9 million to \$36.61 billion on Friday last week.

### Oil Market

- Reuters: Oil prices edged up after industry executives flagged concerns about limited spare capacity in the market and uncertainty over Russian supplies while demand from top crude importer China is recovering.
- Traders are keenly awaiting China's oil trade data for January and February later today, looking for signals of a recovery in demand following Beijing's lifting of pandemic controls late last year.
- India keeps on taking major volumes of Russian oil, as the latest data suggests. Moscow supplies at present around 35% of India's total oil imports, in stark contrast to less than 1% before the Ukraine war. Based on data provided by consultancy Vortexa, India imported around 1,62 million bpd in February from Russia.
- As of 6.30am this morning, Brent crude gained 24 cents, to trade at \$86.42 a barrel.

### What to expect today?

We expect the Nigerian debt market to follow yesterday's trend while interbank rates are expected remain stable.

The FGN Eurobond market is expected to close bullish as investors await congressional testimony from Federal Reserve Chair Jerome Powell for clues on the central bank's next move on interest rates.

FGN Bond					
Description	Maturity Date	TTM (Yrs)	Yield (%)	Change (%)	
^14.20 14-MAR	14 Mar 2024	1.02	7.42	▼	-0.05
^13.53 23-MAR	23 Mar 2025	2.05	10.25	▼	-0.01
^12.50 22-JAN-	22 Jan 2026	2.88	11.39	▼	-0.02
^16.2884 17-M	17 Mar 2027	4.03	12.92	▬	0.00
^13.98 23-FEB-2	23 Feb 2028	4.97	13.75	▼	-0.05
^14.55 26-APR-	26 Apr 2029	6.14	14.10	▬	0.00
^12.1493 18-JU	18 Jul 2034	11.37	14.65	▬	0.00
^12.50 27-MAR	27 Mar 2035	12.06	14.68	▬	0.00
^12.40 18-MAR	18 Mar 2036	13.03	14.85	▬	0.00
^16.2499 18-AP	18 Apr 2037	14.12	15.55	▼	-0.19
^13.00 21-JAN-	21 Jan 2042	18.88	14.93	▬	0.00
^14.80 26-APR-	26 Apr 2049	26.14	15.61	▼	-0.11
^12.98 27-MAR	27 Mar 2050	27.06	15.20	▬	0.00

FGN Eurobond				
Description	Maturity Date	Yield (%)	Change (%)	
6.375 JUL 12, 2023	12 Jul 2023	11.80	▼	-0.66
7.625 21-NOV-2025	21 Nov 2025	12.11	▼	-0.34
6.50 NOV 28, 2027	28 Nov 2027	12.11	▼	-0.34
6.125 SEP 28, 2028	28 Sep 2028	11.22	▼	-0.36
8.375 MAR 24, 2029	24 Mar 2029	12.15	▼	-0.26
7.143 FEB 23, 2030	23 Feb 2030	11.99	▼	-0.31
8.747 JAN 21, 2031	21 Jan 2031	12.26	▼	-0.25
7.875 16-FEB-2032	16 Feb 2032	12.14	▼	-0.31
7.375 SEP 28, 2033	28 Sep 2033	11.88	▼	-0.22
7.696 FEB 23, 2038	23 Feb 2038	12.02	▼	-0.25
7.625 NOV 28, 2047	28 Nov 2047	11.61	▼	-0.28
9.248 JAN 21, 2049	21 Jan 2049	12.14	▼	-0.23
8.25 SEP 28, 2051	28 Sep 2051	11.98	▼	-0.31

### Major Business Headlines

- FG records N7.34tn fiscal deficit in 11 months – Report:** The Federal Government recorded [N7.34tn fiscal deficit between January 2022 and November 2022](#), according to figures obtained from the Central Bank of Nigeria. The CBN revealed this in the statement presented by a member of the Monetary Policy Committee, Mike Obadan, at the last MPC meeting in January. Speaking on the fiscal operations of the government, he said, "These have continued to elicit serious concerns considering the growing yearly fiscal deficits and their implications for public debt accumulation (N44.06tn as of September 2022 and excluding nearly N23.0tn Ways and Means Advances) and inflation in view of the Ways and Means Advances financing."
- FAO: Nigeria, Others to Experience Acute Food Insecurity:** The Food and Agriculture Organisation (FAO) has stated that the [benchmark index of international food commodity prices declined in February for the eleventh consecutive month](#). According to a report obtained from FAO's website, showed that Food Price Index (FPI) averaged 129.8 points in February, a marginal 0.6 per cent decrease from January, but 18.7 per cent down from its peak in March 2022. It said that the decline in the index, which tracks monthly changes in the international prices of commonly-traded food commodities, reflected drops in quotations for vegetable oils and dairy products that more than offset a steep rise in sugar prices.

NIGERIAN TREASURY BILLS				
DTM	Maturity	Yield (%)	Change (%)	
52	27 Apr 2023	4.53	▬	0.00
66	11 May 2023	3.85	▬	0.00
94	8 Jun 2023	4.16	▬	0.00
185	7 Sep 2023	4.50	▬	0.00
234	26 Oct 2023	4.61	▬	0.00
248	9 Nov 2023	4.64	▬	0.00
276	7 Dec 2023	4.38	▬	0.00
325	25 Jan 2024	3.92	▬	0.00
339	8 Feb 2024	3.79	▬	0.00

Other Key Indices		
Indicators	Current	Change
OPEC Quota	1.830mbpd	+31,000bpd
System liquidity	N288.61bn	-N603.96bn
Foreign reserve	\$36.61bn	-\$35.9mn
Nig. Crude output	1.67m bpd	+0.412m bpd
Brent Crude	\$86.42	+\$0.24
FAAC Allocation	N750.174bn	-N240.02bn

Interbank	Rate (%)	Change (%)	
OPR	11.13	▼	-1.00
O/N	11.69	▼	-0.74
REPO			
Call	6.00	▬	0.00
1M	8.00	▬	0.00
3M	8.00	▬	0.00
6M	8.00	▬	0.00

Spot	Rate (\$/N)	Chg (NGN)
CBN SMIS Window	462.00	▬ 0.00
I&E FX Window	461.33	▼ -0.42
NAFEX	461.33	▬ 0.00
Parallel Market	752.00	▼ -3.00
^^Forwards		
Rate (\$/N)	Chg (NGN)	
1M	467.97	▲ 0.77
2M	475.01	▼ -1.26
3M	484.66	▼ -1.44
6M	512.51	▲ 0.38
1Y	543.08	▼ -0.27