

MarketReport

Daily Market Snapshot

10 June 2019

INTERNATIONAL NEWS

- Oil prices rose on Tuesday in line with firmer financial markets and bolstered by expectations that producer group OPEC and its allies will keep withholding supply.
- The yen eased on Tuesday as investors' risk appetite ticked up after the United States shelved plans to impose tariffs on Mexico, though fresh U.S. trade threats against China tempered overall market sentiment.

LOCAL NEWS

- Nigeria's total external merchandise trade rose by 2.50% to N8.24 trillion in Q1 2019 compared to N8.04 trillion in Q4 2018, according to the National Bureau of Statistics (NBS). The figure represented an increase of 7.5% when compared to the N7.66 trillion recorded in Q1 2018. The total value of exports stood at N4.53 trillion, representing a 1.78% rise compared to the preceding quarter but dropped by 3.9% compared to Q1 2018. Also, the value of total imports increased to N3.70 trillion, representing an increase of 3.39% relative to Q4 and 29.84 per cent rise when compared with Q1 2018. The NBS said the country's trade balance remained positive at N831.6 billion in Q1 2019, boosted by increase in both exports and imports.

Source: Reuters, Bloomberg & Nigerian Newspapers

MARKET UPDATES

- System liquidity levels opened with an estimated N135bn positive position. OBB and O/N fund rates remained flat around 7% and 9%, respectively despite the funding of the Wholesale SMIS FX bid. Funds rates may therefore hover around current levels barring significant shocks.
- The T-bills market witnessed dovish sentiments which spurred the decline in rates across the traded maturities. Trading activities were concentrated around mid and longer-tenured bills. Closing rates for traded maturities ranged between 11.15% and 12.55%. Activities may continue to trend in tandem with systemic liquidity.
- Save for FBN 28s and 36s, Bond trades were very few and far between. During the session, sentiments appeared mixed – while marginal demand caused the 36s to claw back to c.87, 28s trended volatile to close around 96.6. Market mood may remain muted, as questions around global growth continue to come up.
- Turnover volumes recorded at the I&E FX window was \$114.831mn. The demand pressure on liquidity in the FX market seemed to decline mildly. Thus, rates hovered around USD/NGN360.50 and 360.60 levels. In the absence of significant flows, rates may hover around current levels for now.

FX	Offer Rate
USD/NGN (CBN Official rate)	307.00
USD/NGN (I & E FX Window)	360.63
GBP/USD	1.2673
EUR/USD	1.1318

NAIRA FIXES	Current Rate	Previous Rate
NAFEX -USD/NGN	360.46	360.41

Source: CBN, FMDQ & Reuters

Money Market	Current Rate	Previous Rate
OBB	12.29%	10.86%
Overnight	12.71%	11.43%

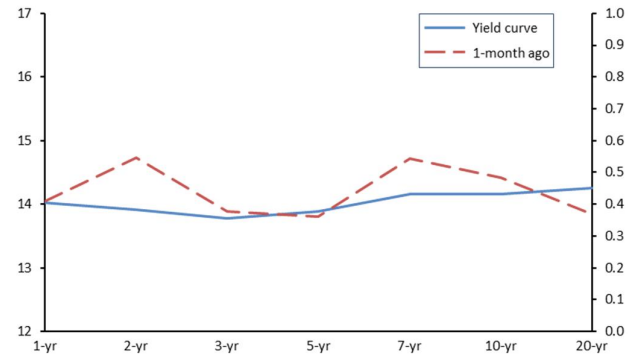
NIBOR	Current Rate	Previous Rate
1-Month	10.70%	12.80%
3-Months	13.21%	13.80%
6-Months	14.28%	14.46%

Source: FMDQ

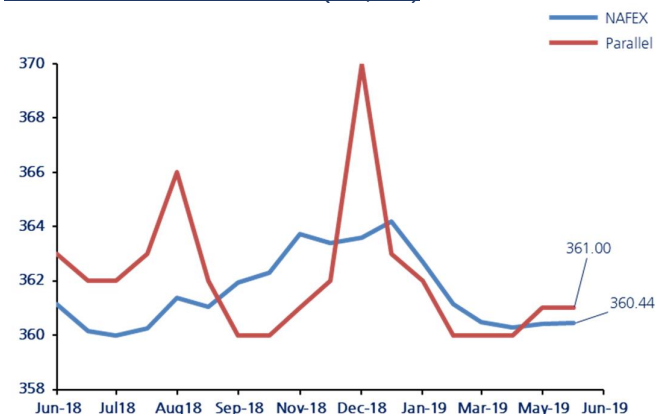
LIBOR (USD)	Current Rate	Previous Rate
1-Month	2.41%	2.41%
2-Months	2.42%	2.44%
3-Months	2.43%	2.45%
6-Months	2.35%	2.37%

Source: ICE Benchmark Administration Ltd.

YIELD CURVE



MONTHLY CLOSING MARKET LEVELS (USD/NGN)



AUTONOMOUS RATES -FBN	Min Buy	Max Sell
USD/NGN (PTA)	359.00	360.00
GBP/NGN (PTA)	455.88	459.88
EUR/NGN (PTA)	406.15	410.15

Source: First Bank (Indicative rates only)

DEPOSIT RATES -FBN	Rates	
30-DAY	5.00%	8.75%
60-DAY	5.25%	9.00%
90-DAY	5.50%	9.25%
180-DAY	6.00%	9.50%
365-DAY	6.50%	9.50%

Source: First Bank

COMMODITIES	Current	Previous
Brent Crude (USD/b)	62.65	63.58
Gold (USD/t oz)	1,325.98	1,325.56
Sugar (USD/MT)	333.70	336.70
Cocoa (USD/MT)	2,544.00	2,478.00

Source: Bloomberg & ICE

Contacts: Ifedola Oluteye, Adeola Abioye, Olugbenga Bassey
 Email: ifedola.oluteye@firstbanknigeria.com, adeola.abioye@firstbanknigeria.com, olugbenga.bassey@firstbanknigeria.com
 Tel: +234-1-9052544, +234-1-9052118, +234-1-9052437