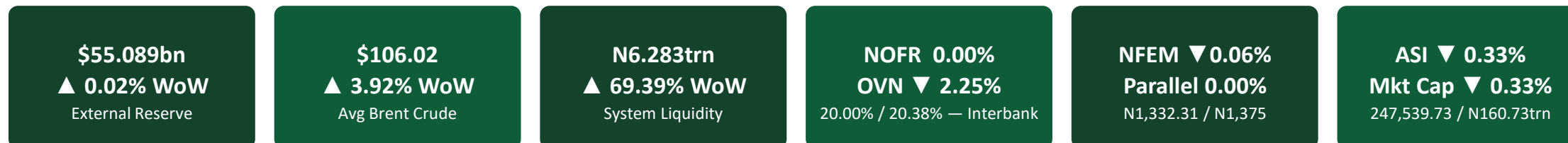




FMDA Weekly Market Report

19th October
2026

Market at a Glance



Inflow source	Last Week (N)	This Week (N)
T-bills Maturities	80.840 bn	392.792 bn
OMO Maturities	2.409 trn	2.067 trn
FGN Bond Coupons	-	349.838 bn
FGN Bond Maturities	-	-
Corporate Bond Coupons	4.328 bn	5.250 bn
Corporate Bond Maturities	-	-
Commercial Paper Maturities	4.486 bn	42.872 bn
FAAC (FG, States & LG)	-	2.43 trillion
Total Estimated Inflow	2.499 trillion	2.858 trillion

- System liquidity rose 69.39% w/w to N6.283trn from N3.709trn, driven largely by N2.41trn of OMO maturities (with no offsetting OMO sale last week, only repayments), alongside N80.84bn of T-bill maturities and a further N30.20bn of other primary-market repayments, even as the DMO's N269.06bn T-bill sale partially offset the inflows.
- Inflows are projected at N2.858trn this week, with OMO maturities (N2.067trn) again dominating, alongside T-bill (N392.79bn) and other primary-market repayments, FGN Bond coupons (N349.84bn), Commercial Paper (N42.87bn) and Corporate Bond coupons (N5.25bn). A potential N2.43trn FAAC disbursement to the FG, states and LGs could add further liquidity, though with no NTB auction scheduled, the DMO's N1.75trn FGN Bond auction (19 Oct, reopening the Feb 2034, Sep 2036 and Jun 2038 bonds) stands as the main scheduled drain.
- The naira depreciated marginally by 0.06% w/w to N1,332.31/\$ in the NFEM window, while the parallel market rate held steady at N1,375/\$. NFEM Interbank turnover rose 14.08% w/w to \$1.08bn.
- Nigeria's gross external reserves edged up 0.02% w/w to \$55.089 billion, extending its climb above the \$55 billion mark to a fresh high since December 2008.
- Average Brent crude extended its rally, rising 3.92% w/w to \$106.02/bbl, further supporting Nigeria's external position.
- FGN Bond yields rose further, up 32bps on average to 16.43%, led by the 2-year (+142bps) and 7-year (+61bps); Treasury bill yields also inched up, with the average up 7bps to 18.23%, even as system liquidity nearly doubled over the week.

Economic Developments & Emerging Issues

DMO rejects investors' demand for higher yields, raises N269bn at T-bill auction

Nigeria's FX demand hits \$18.34bn as services surge

Trump waives key Russia-related sanctions, tariffs before they take effect under new law

US annual budget gap hits nearly \$2 trillion, largest in 5 years

Central bankers eye higher rates as AI boom fuels scramble for cash

Oil touches \$110 a barrel for first time since May on Middle East, Russia supply fears

Angola's fuel subsidies spending projected to hit \$4 billion in 2026, official says

Fixed Income: Market Take

FGN Bonds Yield	9/10/2026	16/10/2026	%
1YR	16.25	16.83	0.58
2YR	16.08	17.50	1.42
3YR	16.55	16.68	0.13
4YR	16.50	16.80	0.30
5Y	16.90	16.90	0.00
7YR	16.43	17.04	0.61
10YR	16.59	17.05	0.46
15YR	14.50	14.50	0.00
30YR	15.20	14.60	-0.60
Avg Yield	16.11	16.43	0.32

Global Bonds	9/10/2026	16/10/2026	%
US 10YR	5.24	5.08	-0.17
JPY 10YR	3.02	2.94	-0.08
UK 10YR	5.44	5.40	-0.04
ZAF 10YR	8.96	8.86	-0.11
KEN 10YR	12.59	12.53	-0.06
CHN 10YR	1.68	1.64	-0.04
NIG 10YR	16.59	17.05	0.46

T-Bill Yield	9/10/2026	16/10/2026	%
1 MTH	18.03	18.83	0.79
3 MTH	17.00	17.65	0.65
6 MTH	18.70	17.70	-1.01
9 MTH	18.41	18.61	0.20
12 MTH	18.66	18.38	-0.29
Avg Yield	18.16	18.23	0.07

- T-bills: Treasury bill yields were broadly higher, with the average up 7bps to 18.23%, as the 1-month (+79bps) and 3-month (+65bps) led the increase, while the 6-month (-101bps) and 12-month (-29bps) eased. At the primary auction on 14 October, the DMO allotted just N269.06bn against a reduced N450bn offer (down from N900bn previously), rejecting the bulk of demand on the 364-day paper; stop rates held at 15.50% and 15.80% on the 91-day and 182-day bills, while the 364-day rate rose 5bps to 15.90%, its first increase since August, signalling a pause in the post-MPR rate-cutting momentum.
- FGN bonds: FGN bond yields climbed further, up 32bps on average to 16.43%, led by the 2-year (+142bps) and 7-year (+61bps), while the 30-year (-60bps) was the only tenor to rally.
- Liquidity: System liquidity rose 69.39% w/w to N6.283trn from N3.709trn, supported largely by N2.41trn of OMO maturities (with no offsetting OMO sale last week, only repayments), alongside N80.84bn of T-bill maturities and a further N30.20bn of other primary-market repayments, even as the DMO's N269.06bn T-bill sale partially offset the inflows.
- Global: Global yields broadly eased. The US (-17bps), Japan (-8bps), UK (-4bps), South Africa (-11bps) and Kenya (-6bps) 10-year yields all declined, while China was roughly flat (-4bps); Nigeria's local 10-year yield defied the trend, rising 46bps to 17.05%.

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