



FMDA Weekly Market Report

26th October
2026

Market at a Glance

\$55.162bn ▲ 0.12% WoW External Reserve	\$111.40 ▲ 4.27% WoW Avg Brent Crude	N6.936trn ▲ 10.39% WoW System Liquidity	NOFR 0.00% OVN ▼ 0.10% 20.00% / 20.36% — Interbank	NFEM ▼ 0.70% Parallel ▼ 0.10% N1,341.67 / N1,376.40	ASI ▼ 0.13% Mkt Cap ▼ 0.13% 247,222.27 / N160.52trn
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Inflow source	Last Week (N)	This Week (N)
T-bills Maturities	392.792 bn	130.722 bn
OMO Maturities	2.067 trn	2.408 trn
FGN Bond Coupons	349.838 bn	263.58 bn
FGN Bond Maturities	-	-
Corporate Bond Coupons	5.250 bn	10.923 bn
Corporate Bond Maturities	-	-
Commercial Paper Maturities	42.872 bn	-
FAAC (FG, States & LG)	2.43 trillion	-
Total Estimated Inflow	2.858 trillion	2.813 trillion

- System liquidity rose a modest 10.39% w/w last week to N6.936trn from N6.283trn, a sharp deceleration from the prior week's 69.39% surge, as strong inflows, N2.067trn of OMO maturities, N392.79bn of T-bill maturities, FGN Bond coupons and a confirmed N2.43trn FAAC disbursement (full transmission not yet certain), were largely offset by two absorption operations: the 19 October FGN Bond auction, which settled N2.024trn on 21 October, and the 22 October OMO auction, which sold N2.629trn across the 138-day (17.63%) and 180-day (17.14%) tenors.
- Inflows are projected at N2.813trn this week, led again by N2.408trn of OMO maturities, alongside N263.58bn of FGN Bond coupons, N130.72bn of T-bill maturities and N10.92bn of Corporate Bond coupons. The DMO returns to the primary T-bill market on 28 October with an N800bn offer (N100bn 91-day, N100bn 182-day, N600bn 364-day, settling 29 October), while its next FGN Bond auction isn't due until 16 November, leaving the NTB sale as the main scheduled drain this week, alongside any further OMO absorption.
- The naira depreciated by 0.70% w/w to N1,341.67/\$ in the NFEM window, even as the parallel market held comparatively steadier (-0.10% to N1,376.40/\$), narrowing the parallel-NFEM premium sharply by 18.65% to 34.73 points, from 42.69 the week before.
- Nigeria's gross external reserves edged up 0.12% w/w to \$55.162 billion, extending its climb above the \$55 billion mark to a fresh high since December 2008.
- Average Brent crude extended its rally, rising 4.27% w/w to \$111.40/bbl, and touching a six-month high above \$116 intraday on 23 October amid escalating Middle East tensions, further supporting Nigeria's external position.
- FGN Bond yields were little changed last week (+10bps on average to 16.53%), as a sharp rally at the 2-year (-100bps) offset selloffs at the long end, the 30-year (+113bps) and 15-year (+68bps); Treasury bill yields eased further, down 59bps on average to 17.64%, led by the 1-month (-198bps) and 3-month (-96bps), even as system liquidity growth decelerated sharply over the week.

Fixed Income: Market Take

FGN Bonds Yield	16/10/2026	23/10/2026	%
1YR	16.83	16.75	-0.08
2YR	17.50	16.50	-1.00
3YR	16.68	16.68	0.00
4YR	16.80	16.84	0.04
5Y	16.90	17.10	0.20
7YR	17.04	16.92	-0.12
10YR	17.05	17.10	0.05
15YR	14.50	15.18	0.68
30YR	14.60	15.73	1.13
Avg Yield	16.43	16.53	0.10

Global Bonds	16/10/2026	23/10/2026	%
US 10YR	5.08	4.99	-0.09
JPY 10YR	2.94	2.80	-0.13
UK 10YR	5.40	5.37	-0.03
ZAF 10YR	8.86	8.79	-0.07
KEN 10YR	12.53	12.53	0.00
CHN 10YR	1.64	1.62	-0.03
NIG 10YR	17.05	17.10	0.05

T-Bill Yield	16/10/2026	23/10/2026	%
1 MTH	18.83	16.85	-1.98
3 MTH	17.65	16.69	-0.96
6 MTH	17.70	17.79	0.09
9 MTH	18.61	18.52	-0.09
12 MTH	18.38	18.35	-0.02
Avg Yield	18.23	17.64	-0.59

- T-bills: Treasury bill yields eased broadly last week, with the average down 59bps to 17.64%, led by declines at the short end, the 1-month (-198bps) and 3-month (-96bps), even as the 6-month inched up 9bps; there was no primary market auction last week.
- FGN bonds: FGN bond yields were broadly steady last week, up just 10bps on average to 16.53%, as a sharp rally at the 2-year (-100bps) offset selloffs at the long end, led by the 30-year (+113bps) and 15-year (+68bps).
- Liquidity: System liquidity rose a modest 10.39% w/w to N6.936trn from N6.283trn, a sharp deceleration from the prior week's 69.39% surge, as strong inflows, N2.067trn of OMO maturities, N392.79bn of T-bill maturities, FGN Bond coupons and a confirmed N2.43trn FAAC disbursement (full transmission not yet certain), were largely offset by two absorption operations: the 19 October FGN Bond auction, which settled N2.024trn on 21 October, and the 22 October OMO auction, which sold N2.629trn across the 138-day (17.63%) and 180-day (17.14%) tenors.
- Global: Global yields broadly eased last week. The US (-9bps), Japan (-13bps), UK (-3bps) and South Africa (-7bps) 10-year yields all declined, while Kenya was flat and China eased marginally (-3bps); Nigeria's local 10-year yield bucked the trend, edging up 5bps to 17.10%.

Economic Developments & Emerging Issues

CBN grants JPMorgan approval to open merchant bank

Nigeria's money supply swells by N7.5 trillion in one month, hits N146.6 trillion

World Bank raises Nigeria's 2026 growth forecast to 4.3%

Tehran says Netanyahu seeks more war as Yemen fighting flares

Brent crude oil tops \$116, a six-month high, as Middle East tensions swell

Federal Reserve interest rate decision faces challenges from AI, inflation and war

Dow sinks 600 points, S&P 500 and Nasdaq drop to cap a volatile week, as oil prices rise

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