



Treasury News & Market Update

A Daily Publication of Zenith Bank Plc

...in your best interest

Monday, August 07, 2017

Money Market Watch

Selected Macroeconomic Indices

Inflation:
Yr/Yr Δ% : 16.10% (Nat. bureau of stat June 2017)
12months Δ% : 17.58% (Nat. bureau of stat June 2017)

MPR : 14.00%

	CURRENT DAY	PREVIOUS DAY	CHANGE %
	07/08/2017	04/08/2017	
NSE ASI	37,525.38	37,425.15	0.27%
MKT CAP	12,933,978,341,128.50	12,899,429,120,693.80	0.27%

Commodity Prices

Light Crude (Sep 2017 deliveries): \$48.67pb (-1.84%)
Brent Crude (Oct 2017 deliveries): \$51.57pb (-1.62%)
Natural gas Sep 2017 deliveries): \$2.78MMBtu (+0.36%)
Cocoa (Sep 2017 deliveries) \$2,008.00 USD/Ton (+0.70%)

Stop Rates on FGN Securities

Tenor Rates (%)
OBB: 25.00

T/BILLS: PRIMARY
91 Days (02/08/17) 13.4220
182 Days (02/08/17) 17.4000
364 Days (02/08/17) 18.5300

T/BILLS: OMO (07/08/17)
185 Days 17.9500
332 Days 18.5500

FGN Bonds: PRIMARY (12/07/17)
(Primary) 4Yrs 0 Months 16.2400
9 Yrs 8 Months 16.2500
19 Yrs 9 Months 16.2514

Nibor Rates

Tenor Rates (%)
O/N 31.8214
1M 17.7629
3M 21.3626
6M 22.8057

- Inter-bank rates remained fairly stable today, trading between 20% & 30% compared with 25% and 30% on Friday.
- The CBN had on offer at the OMO auction today, N10B & N50B of the February 08, 2018 (185 days) and July 05, 2018 (332 days) maturities. A total of N34.41B was sold against subscription of the same volume at stop rate of 17.95% and 18.55% respectively.
- Tomorrow, inter-bank rates are likely to remain high with the possibility of inching up further if the CBN intervenes via a Retail FX auction.

Zenith Bank Indicative FGN Bond Prices/Yield As At August 08 2017

	DATE	MATURITY DATE	TENOR	MATURIT	COUPON	Price	Yield				
16.00% FGN JUN 2019 (9THFGN BOND)	29-Jun-12	29-Jun-19	7	1.89	16.00	98.65	98.80	16.83%	16.73%		
15.54% FGN FEB 2020 (12THFGN BOND)	13-Feb-15	13-Feb-20	5	2.52	15.54	97.85	98.00	16.62%	16.54%		
14.50 FGN FEB 2021 (12THFGN BOND)	13-Feb-15	13-Feb-20	5	3.94	13.05	94.30	94.60	16.52%	16.41%		
16.39% FGN JAN 2022 (9THFGN BOND)	27-Jan-12	27-Jan-22	10	4.47	16.39	100.00	100.30	16.38%	16.29%		
14.20% FGN MAR 2024 (11THFGN BOND)	14-Mar-14	14-Mar-24	10	6.60	14.20	91.20	91.50	16.42%	16.34%		
12.50% FGN JAN 2026 (13THFGN BOND)	22-Jan-16	22-Jan-26	10	8.46	12.50	82.25	82.55	16.46%	16.38%		
16.2884% FGN MAR 2027 (14THFGN BOND)	17-Mar-17	17-Mar-27	10	9.61	16.29	99.30	99.60	16.42%	16.36%		
10.00% FGN JUL 2030 (7THFGN BOND)	23-Jul-10	23-Jul-30	20	12.96	10.00	65.99	66.29	16.41%	16.33%		
12.1493% FGN JULY 2034 (11THFGN BOND)	18-Jul-14	18-Jul-34	20	16.94	12.15	75.70	76.00	16.43%	16.37%		
12.40 FGN MAR 2036 (13THFGN BOND)	18-Mar-16	18-Mar-36	20	18.61	12.40	76.80	77.10	16.41%	16.35%		
16.24990 FGN APR 2037 (14THFGN BOND)	18-Apr-17	18-Apr-37	20	19.70	16.25	98.20	98.50	16.55%	16.50%		
						Bid	Offer	Bid %	Ask %		

- A lackluster day in the treasury bills space today with very little activity seen across the curve. Some rally on the 21 & 28 September 2017 papers which lost 20-30bps from their opening levels. All other maturities remained stable at their Friday's closing levels.
- The bonds market opened initially with a sell off which later reversed in the course of the trading session. The volumes traded were rather low as yields marginally trended downwards shedding averagely 5bps day on day to see March 2027 and March 2036 close at 16.40% and 16.38% respectively.

Dealing Lines: 234-1-2783271-4 Reuters Code: ZENB
Bloomberg Code: ZENL Email: FxTrading@zenithbank.com

FX Market Watch

Foreign Exchange Market Rates

CLOSING USD/NGN FX RATES			MARKET CLOSING FX RATE (\$/N): 305.00
Market Segment	Bid	Offer	
INTERBANK(CLOSING IND)	305.50	306.00	
NIFEX	N 325.00/\$		
NAFEX	N 367.25/\$		
PARALLEL	361.00	365.00	

- The Central Bank revalued the Naira in the CBN interbank official market by 0.02% by selling USD0.5m at N305.00 against the dollar. The Naira is trading flat in the parallel market at 361.00/365.00.
- NIFEX N 325.00/\$ (0.00%)
- NAFEX N 367.25/\$ (+0.07%)

Global Market Watch

Currencies	Money Market Rates (%)	Capital Markets
USD rates against major currencies:	Tenor Rates (%)	All Share Index:
Euro - USD: 1.1789	1M Libor 1.23	DOW: 22,094.25 +0.01%
Pounds Sterling - USD: 1.3028	2M Libor 1.26	FTSE: 7,530.16 +0.25%
USD - Swiss Francs: 0.9733	3M Libor 1.31	JSE: 55,944.83 +0.47%
USD - South African Rand 13.2738	6M Libor 1.45	NASDAQ: 6,369.16 +0.28%
USD - Yen: 110.78	1Y Libor 1.72	

- The British pound slipped to a 10-month low against the euro on Monday, as investors bet the Bank of England would keep interest rates at record lows for the coming months, while the European Central Bank moves towards tightening.
- The U.S. dollar edged lower on Monday, but clung to most of its gains following Friday's robust U.S. jobs report, as investors await inflation data this week that may signal a turnaround in the currency's weakness this year.
- Oil prices edged down from nine-week highs on Monday, pressured by worries over high production from OPEC and the United States.

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