### Money Market

**Tenor** | **Friday Rate** | **Change** |
---|---|---|
O/N | 26.08 | (342) |
90 Days | 22.17 | 74 |

**Value (N'bn)**
- 5.40

**Volume (bn)**
- NSE ASI: 28,113.44 28,192.46 (0.28)
- GDP Growth (%): -1.30  Q4 2016 — an increase of 0.94% from -2.24 in Q3 2016
- Currency in Circulation (N' trillion): 1.98 Decreased by 0.39% in Apr'2017 from N1.983 trillion in Mar'2017
- Inflation rate (%) (y-o-y): 17.24 Declined to 17.24% in Apr'2017 from 17.26% in Mar'2017
- Interest Rate (Corridor): Landmark-Deposits 15% & Deposit rate 9%

**Bond Market**
- The local bourse closed on a negative note as major market indicators trended downwards.
- The Nigeria All-Share Index (ASI) lost 79.02 points to close at 28,133.44 points from 28,104.42 points the previous week, representing a 0.3% decline.

**Commodities Market**

- Crude: 51 50 50
- Natural Gas: 3.23 37.45 (4.72)

**Index**
- NSE ASI: 21.41 21.48 83
- NSE 30: 20.62 20.71 77
- NSE 100: 20.86 21.01 86
- NSE 300: 20.57 20.70 73
- NSE 500: 20.29 20.44 85

**Global Economy**
- In the United States, U.S. industrial production increased 1% month-on-month in April 2017, compared to 0.4% rise in March. According to the Federal Reserve, output rebounded for both manufacturing and mining while utilities increased at a slower pace. Manufacturing production jumped by 1% after recovering from a 0.4% drop in March, the spike was due to widespread increases among major industries.

**Market Analysis and Outlook: May 19 - May 26, 2017**

**Money Market**
- The direction of the money market rates was mixed last week. Short dated placements such as I-jumbo rates declined to 23.33% and 26.08% from 27.50% and 29.50% respectively the previous week.

**Commodities Market**
- Oil prices rose last week after data showed US crude inventories declined for the sixth straight week, a signal that the lingering global supply glut may be waning. According to the U.S. Energy Information Administration’s weekly inventory report, crude stockpiles fed by 1.8 million barrels to $50.8 million barrels. Bonny light, the Nigerian benchmark crude, added $3.85 to settle at $51.50 per barrel, a gain of 8.1%. In a similar vein, precious metals prices also closed higher as investors turned to safe-haven demand and tip prices higher.

**Bond Market**
- Bond yields on the average rose across most maturities last week. The increase in yields was due to lack of liquidity in the system which resulted in sell-offs. Yields on the short-, seven- and twenty-year debt papers climbed to 16.48%, 16.48% and 16.05% respectively for foreign exchange, the 15.40% that was recorded in March. The bond market persisted due to the continuous efforts of the apex bank in boosting dollar liquidity in the market. This week, naira is likely to open lower than the previous week and continue to test the new low.

**Foreign Exchange Market**
- The naira appreciated slightly by 15kobo at the interbank foreign exchange last week to a new rate of N305.45/$ from N305.60/$ the previous week.

**Market Operation (OMO) maturity of N131.2 billion.**
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