## Access Bank Rateswatch

### Key Macroeconomic Indicators

<table>
<thead>
<tr>
<th>Indicator</th>
<th>Current Figure</th>
<th>Comment</th>
</tr>
</thead>
<tbody>
<tr>
<td>GDP Growth (%)</td>
<td>0.55</td>
<td>Q2 2017 – Higher by 1.46% compared to -0.81% in Q1 2017</td>
</tr>
<tr>
<td>Broad Money Supply (M0) (trillion)</td>
<td>22.30</td>
<td>Increased by 2.43% in July from N21.67 trillion in June 2017</td>
</tr>
<tr>
<td>Credit to Private Sector (trillion)</td>
<td>22.07</td>
<td>Increased by 2.46% in July from N21.68 trillion in June 2017</td>
</tr>
<tr>
<td>Currency in Circulation (trillion)</td>
<td>1.77</td>
<td>Decreased by 1.64% in July from N1.87 trillion in June 2017</td>
</tr>
<tr>
<td>Inflation rate (HICP) (%)</td>
<td>10.50</td>
<td>Decreased to 10.16% in July from 10.17% in June 2017</td>
</tr>
<tr>
<td>Monetary Policy Rate (%)</td>
<td>15</td>
<td>Raised by 1% in July from 14%</td>
</tr>
<tr>
<td>Interest Rate on Demand (O/N) (%)</td>
<td>14 (−2)</td>
<td></td>
</tr>
<tr>
<td>Interest Rate on Demand (7 Days) (%)</td>
<td>16 (−4)</td>
<td></td>
</tr>
<tr>
<td>External Reserve (US$ million)</td>
<td>31.83</td>
<td></td>
</tr>
<tr>
<td>August 29, 2017 figure — an increase of 3% from August start</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Oil Production (bbl)</td>
<td>1.55</td>
<td>September 08, 2017 figure — an increase of 3.0% from a year ago</td>
</tr>
<tr>
<td>Oil Production Input (IDOC)</td>
<td>1.75</td>
<td>July 2017 figure — an increase of 3.68% from June 2017 figure</td>
</tr>
</tbody>
</table>

### Money Market

- **STOCK MARKET**
  - **Indices**
    - **NSE All-Share Index**: 35,974.24 (35,562.12, 35,401.73)
    - **Market Capitalization**: 12.38 (12.24, 12.17)
    - **Volume (bdr)**: 0.15 (0.27, 0.42)
    - **Value (Nbn)**: 3.08 (4.04, 5.23)

- **Commodity Market**
  - **Oil Price**
    - **Crude Oil (US$/Barrel)**: 49 (48)
  - **Natural Gas**
  - **Electricity**
  - **Water**

- **Foreign Exchange Market**
  - **BDC**
    - **Rate (N/$)**: 362.00 (362.00, 362.00)
    - **Rate (N/$) (Basis Point)**: 362.00
  - **Inter-Bank**
    - **Rate (N/$)**: 327.87 (327.75, 327.87)
    - **Rate (N/$) (Basis Point)**: 327.87

- **BOND MARKET**
  - **AVERAGE YIELDS**
    - **Tenor**: 0.00
    - **2 Week**: 0.00
    - **3 Month**: 0.00

### Global Economy

In the United States, trade deficit notched up slightly to $43.7 billion in July from $43.1 billion in June, according to the Bureau of Economic Analysis (BEA). Total exports fell by 0.1% from the preceding month to $194.3 billion. Total imports also declined by 0.1% to $238.1 billion. Exports to Canada, Mexico, the European Union (EU) and Organization of Petroleum Exporting Countries (OPEC) fell, but rose to China, Japan, and Brazil. Imports from Canada, Mexico, China, and Brazil increased. Imports from China and Japan. Elsewhere in Europe, the European Central Bank (ECB) left its benchmark interest rate unchanged at 0% on September 7th. According to ECB, this was done in order to support inflation and boost the economy. The central bank raised its annual real domestic product (GDP) growth forecast to 2.1% from a previous forecast of 1.9%. The annual inflation forecast was also left unchanged at 1.5% for the year 2017. In a separate development, Brazil’s inflation rate fell to 2.46% year-over-year for August 2017, from 3.67% in August 2016. According to the Brazilian Institute of Geography and Statistics (IBGE) this is the 12th consecutive month that the inflation rate is easing. Month-on-month, consumer prices rose by 0.1% during the month of August from 0.24% reported in the previous month.

### Local Economy

Nigeria’s gross domestic product (GDP) grew by 0.55% year-on-year in Q2 2017, reflecting the emergence of the economy from recession afflicting the economy since Q1 2016, according to the National Bureau of Statistics (NBS). This is 2.6 percentage points higher than the rate of growth in the corresponding quarter of 2016 (+1.49%) and higher than by 5.78% from the rate recorded in the preceding quarter, (revised to -0.91% from -0.51%). Quarter on quarter real GDP growth reached 0.2% in Q2 2017 as compared to 0.2% in Q1 2017 to aggregate GDP growth to stand at N259.93 trillion in nominal terms, compared to N253.35 trillion in Q2 2016. This resulted in a nominal GDP growth rate of 1.30% for 2017, from 17.06% recorded in Q1 2017. The oil industry grew by 1.44% year-on-year in Q2 2017, reflecting an increase from a negative growth of 1.16% in Q1 2017. The oil sector contributed 5.86% of total GDP to Q2 2017. Average oil production stood at 1.84 million barrels per day in Q2 2017, 0.15 million barrels above the 1.69 million barrels per day recorded in Q1 2017. Non-oil GDP growth was 3.48% in Q2 2017, from 3.54% recorded in Q1 2017. The non-oil sector contributed 91.11% of total GDP in Q2 2017.

### Oil and Gas

- **Crude Oil Price**
  - **(US$/Barrel)**: 49 (48, 48)
  - **Further trend northwards due on weaker U.S. dollar and oil market sentiment**

### Bond Market

- **For enquiries, contact: Rotimi Peters (Team Lead, Economic Intelligence) (01) 2712123
  - 999050

### Bank of Nigeria Operations (OMO) auctions conducted by the Central Bank of Nigeria (CBN). This week we expect rates to continue to remain as a result of increased demand, especially as certificates of capital importation on the electronic platform.

### Foreign Exchange Market

The naira depreciated slightly against the U.S. dollar at the interbank segment by N1.15k in the week ended September 8th, to N367 against the US dollar from N366.90 at the close of the previous week. The central bank also raised its annual real benchmark interest rate unchanged at 0% on September 7th. Meanwhile, the naira remained unchanged with a rate of N365.58 at the parallel market segment. These rates are expected to continue as investors come in to the market to advantage of the improving economy.

### Bond Market

- **Bond Yield**
  - **Yield on 10-year bond**
  - **Yield on 3-year bond**

### Stock Market

- **For enquiries, contact: Rotimi Peters (Team Lead, Economic Intelligence) (01) 2712123
  - 999050

### monthly macroeconomic forecasts

- **For each period, contact: Rotimi Peters (Team Lead, Economic Intelligence) (01) 2712123
  - 999050

### Market Analysis and Outlook: September 08 - September 15, 2017

- **Global Economy**
  - **Global Economic Indicators**
    - **GDP Growth (%)**
    - **Broad Money Supply (M0) (trillion)**
    - **Credit to Private Sector (trillion)**
    - **Currency in Circulation (trillion)**
    - **Inflation rate (HICP) (%)**
    - **Monetary Policy Rate (%)**
    - **Interest Rate on Demand (O/N) (%)**
    - **Interest Rate on Demand (7 Days) (%)**
    - **External Reserve (US$ million)**
    - **Oil Production (bbl)**
    - **Oil Production Input (IDOC)**

- **Money Market**
  - **STOCK MARKET**
  - **Commodity Market**
  - **Foreign Exchange Market**
  - **Bond Market**
  - **Access Bank Nigerian Sovereign Index**
  - **Access Bank Nigerian Sovereign Bond Index**
  - **TREASURY BILLS (MATURITYS)**
  - **INDEX**
  - **OIL PRICES**

- **NIGERIAN INTERNABANK TREASURY BILLS TRUE YIELDS**

- **MONETARY POLICY RATE**

- **DISCLAIMER**
  - **Reproduction, distribution or publication by any recipient for any purpose without prior written permission is prohibited.**

- **Sources:** CBN, Financial Market Dealers Association of Nigeria, NSE and Access Bank Economic Intelligence Group computer.