

Weekly Money Bulletin 28 NOVEMBER 2008

OUTLINE

- ❑ Key Developments
- ❑ Fixed Income & Capital Market Update
- ❑ Market Outlook for Next Week

KEY DEVELOPMENTS

- ❖ Debt Management Office has indicated its intention to float inflation-index bonds in the nearest future. The Director General, DMO, reiterated that this would be done to address issues of inflation rate instability. This is to ensure that investors earnings on the bonds will correspond with ruling inflation rate.
- ❖ The Central Bank of Nigeria (CBN) has concluded plans to grant licences to qualified companies for the establishment of Credit Bureau within the First Quarter of year 2009. Credit bureau are essential elements of the financial system structure that facilitates access to finance by providing relevant information, especially on the borrowing history and behavior of loan applicants that would enable lending institutions such as banks, make good lending decisions. This would enable checkmating of chronic bank debtors as their borrowing history would be in possession of various lending institutions.
- ❖ Nigeria's Debt portfolio hits \$3.5bn as World Bank, recently offered Nigeria a fresh loan of \$780m to execute three critical projects spread across several states of the federation in different sectors of the economy, which includes community and social development projects (\$200m), third National Fadama Development Project (\$250m) as well as construction and maintenance of roads under the Federal Road Maintenance Programme (\$330m).
- ❖ Deposit Banks in the country have been warned by the CBN against international money transfer arrangement with exclusivity clauses that can inhibit competition. In a circular to all deposit money banks, CBN said its attention had been drawn to the inclusion of such clauses in the agreement between international money transfer operators and their agent banks in Nigeria. The apex bank further reiterated that henceforth, it will no longer approve any money transfer agreements that contain exclusivity clauses between the parties involved.

STANBIC IBTC WEEKLY MONEY BULLETIN

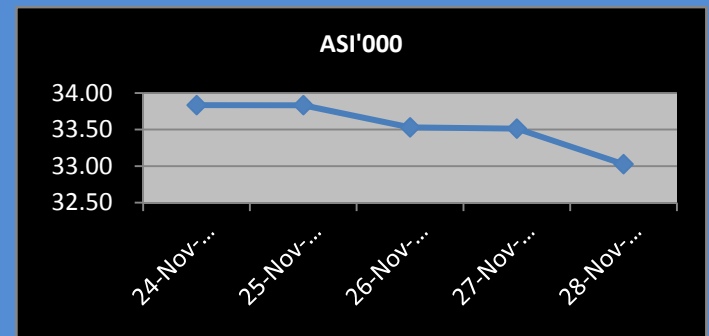
MONEY MARKET UPDATE

- ✓ The OBB. stayed at 9% throughout the week while the overnight rates fluctuated between 9% and 10% during the week.
- ✓ A net outflow of ₦58.637Billion was witnessed from the FX Market..
- ✓ Stop rate at the 91 days Primary Auction dropped from 6.8% to 6.5%

THE CAPITAL MARKET UPDATE

- ✓ The All share index dropped significantly throughout the week with only few stocks appreciating per day and closing the week at 33,025.75. Year-to date Performance stands at -43.05%
- ✓ Interim Dividend of ₦3.80k declared by Total Nigeria Plc matured on 26 November 2008, which was its closure date.
- ✓ UBA announced a proposed Final dividend of 75 Kobo and a proposed bonus of 1 for 4, with payment date is 08 January, 2009.

NSE INDEX FOR THE WEEK ENDED 28 NOVEMBER 2008



MARKET OUTLOOK FOR THE NEW WEEK

We expect that the bearish trend would persist in the new week as investors begin spending for the yuletide season, which is a consistent trend in the December Period.

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Board of Directors

A N A Peterside (Chairman). Yinka Sanni (Chief Executive Officer). Sola David-Borha. Chris Newson. Mallam Ahmed Dasuki. Okey Nwuke. Obinnia Abajue.

**IBTC RSA FUND PRICE FOR THE WEEK ENDED
28 NOVEMBER 2008**

Date	Current Price (₦)
28 Nov 08	1.3547

**DAILY OMO AUCTION
FOR THE WEEK ENDED 28 November 2008**

Week 07	Stop Rates (% p.a.)	Tenor (Days)	Bids Received (₦) Billion	Amount Sold (₦) Billion
28 Nov 08	0.00	91	0.00	0.00
28 Nov 08	0.00	182	0.00	0.00

KEY TO ABBREVIATIONS

ASI	All Share Index
DMO	Debt Management Office
OPEC	Organisation of Petroleum Exporting Countries
CBN	Central Bank of Nigeria
NITEL	Nigerian Telecommunications Limited
YTD	Year To Date
FX	Foreign Exchange
NSE	Nigerian Stock Exchange
CSCS	Central Securities Clearing System
IPP	Independent Power Plant
FG	Federal Government of Nigeria
NDIC	Nigeria Deposit Insurance Corporation
BPE	Bureau for Public Enterprises
PFA	Pension Fund Administrator
RSA	Retirement Savings Account
OBB	Open Buy Back
OMO	Open Market Operations
PPMC	Petroleum Pipelines Marketing Company
NIBOR	Nigerian Interbank Offered Rate

FOREX DEALS FOR THE WEEK ENDED 28 NOVEMBER 2008

WDAS	Marginal Rate (₦/\$)	No. of Banks	Amount on Offer (\$Mn)	Demand (\$Mn)	Amount Sold (\$Mn)
24 Nov 08	117.85	19	392.26	-	0.00
26 Nov 08	117.85	16	105.20	-	0.00
Total	235.70	N/A	497.46	-	0.00
Average	117.85	N/A	248.73	-	0.00

STOP RATES ON THE 3RD, 4TH & 5TH FGN BONDS

Issue Date	Tenor/ Years	Amt Offered (₦Bn)	Allotment (₦Bn)	Stop Rate (%)
31 Aug 2007	5	46.000	46.000	9.50
31 Aug 2007	10	20.000	20.000	9.35
28 Sep 2007	7	30.000	37.190	9.25
28 Sep 2007	10	20.000	20.000	9.51
26 Oct 2007	3	20.000	22.810	7.00
26 Oct 2007	10	22.810	20.000	9.95
30 Nov 2007	3	30.000	30.000	9.20
30 Nov 2007	10	20.000	20.000	11.00
14 Dec 2007	3	30.000	30.000	8.99
14 Dec 2007	10	20.000	20.000	11.03
25 Jan 2008	3	30.000	30.000	9.000
25 Jan 2008	5	20.000	20.000	9.450
29 Feb 2008	3	30.000	30.000	9.50
29 Feb 2008	5	20.000	20.000	10.30
26 Mar 2008	3	30.000	30.000	9.60
26 Mar 2008	5	20.000	20.000	10.00
25 Apr 2008	5	30.000	30.000	9.65
30 May 2008	5	30.000	30.000	10.50
30 May 2008	10	20.000	20.000	10.70
27 June 2008	5	30.000	30.000	10.70
27 June 2008	10	20.000	18.540	12.75
25 July 2008	3	25.000	15.820	10.50
25 July 2008	10	20.000	9.8200	12.75
29 Aug 2008	3	30.000	30.000	11.40
29 Aug 2008	10	20.000	20.000	12.75
26 Sept 2008	3	30.000	30.000	11.00
26 Sept 2008	10	20.000	20.000	12.45
29 Oct 2008	3	30.000	30.000	10.00
29 Oct 2008	10	20.000	20.000	11.99
26 Nov 2008	5	25.890	10.000	10.50
26 Nov 2008	20	23.520	10.000	15.00
26 Nov 2008	3	34.980	20.000	10.00

**TREASURY BILLS PRIMARY MARKET AUCTION FOR THE
WEEK ENDED 28 NOVEMBER 2008**

Week 08	Stop Rate (% p.a.)	Tenor	Bids Received (₦)Billion	Amount Sold (₦)Billion
28-Nov-08	6.5000	91 days	5.0000	5.0000
28-Nov-08	6.5000	182 days	10.0000	10.0000
Total	13.0000		15.0000	15.0000

Date	Call	7-day	30-day	60-day	90-day	180-day
24-Nov-08	10.7083	12.3333	15.8750	16.5417	16.2917	16.2917
	10.6667	12.6250	16.5000	16.4583	16.5833	17.0000
25-Nov-08						
26-Nov-08	11.2917	13.0000	16.5000	16.5417	16.8333	16.8333
	11.5000	13.5000	16.4583	16.4583	16.3750	16.7500
27-Nov-08						
	10.9583	13.0000	15.6667	16.0000	16.1250	16.3333
28-Nov-08						


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