

H1-2020 Operational Update to the Capital Market Committee

Presented by: Haruna Jalo-Waziri (MD/CEO)

Session: 2020 First CMC Webinar Meeting

Date: Thursday, 20 August 2020

Our Presentation Will Provide Operational Insights on...





RC 201018

CENTRAL SECURITIES CLEARING SYSTEM PLC

Highlights of H1-2020 Clearing & Settlement Statistics

**RETAIL INVESTOR
ACTIVITY REMAINS
RELATIVELY RESILIENT**

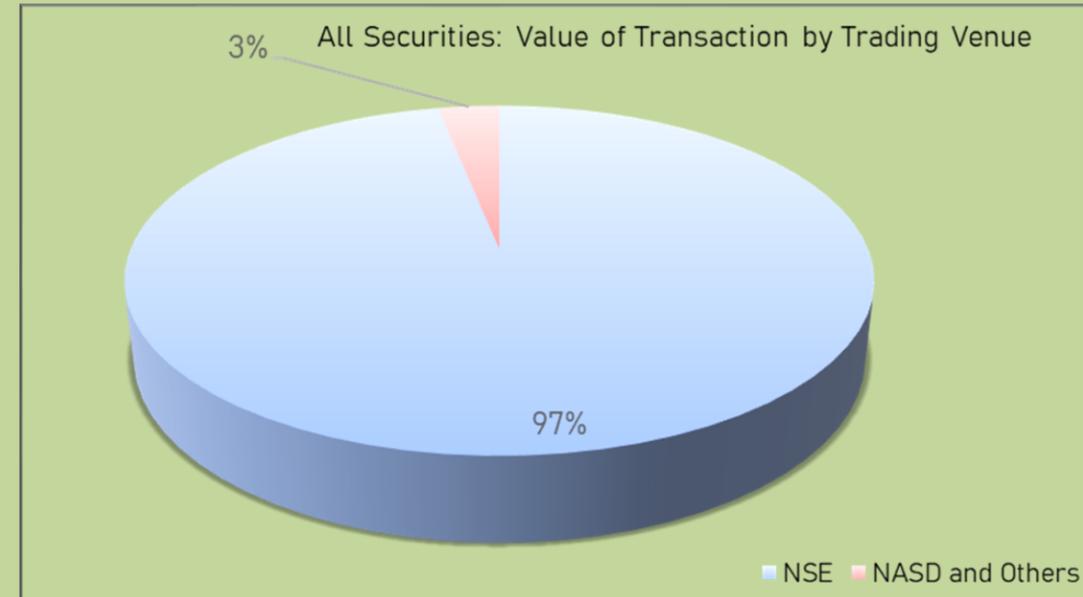
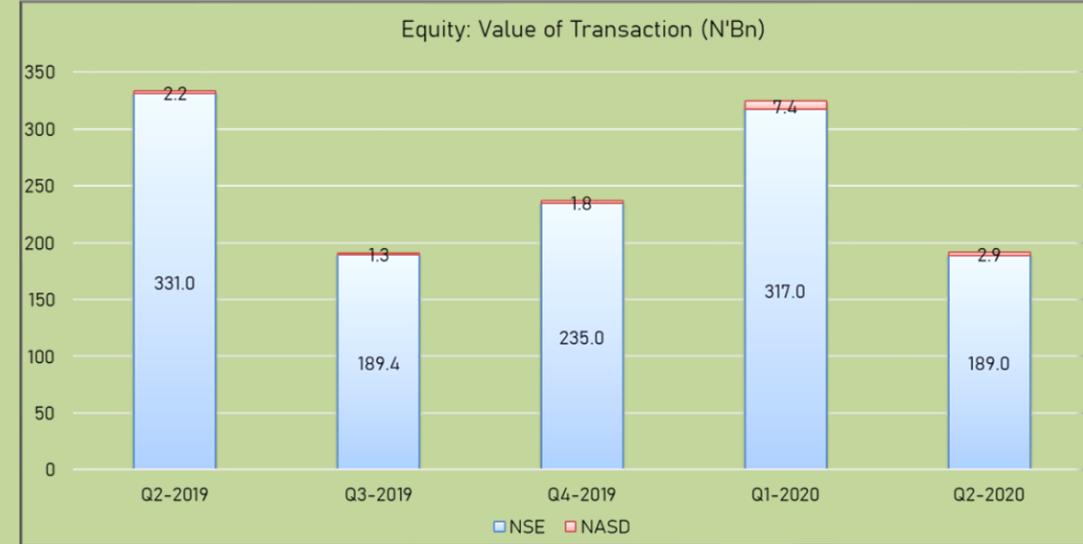
Notwithstanding low activity, it is noteworthy that retail investors' participation has been relatively resilient, especially as foreign portfolio inflow wanes.

**INCREASED
CONTRIBUTION FROM
NEW MARKETS**

Despite low secondary market activity within the period, some 3% of clearing value was attributable to trades on other trading venues. The contribution from other markets is expected to increase, as the LCFE & NCX launch full operations.

**LOW AGGREGATE
CLEARING VOLUMES IN
Q2-2020**

Reflecting the generally weak activity in the economy, clearing and settlement activity (which reflects secondary market liquidity) was low at barely N192billion in the second quarter of the year.



Depository Assets – 2020H1 Admissions



108 ISINs were issued in the first half of the year, compared to 84 ISINs in 2019H2.



Working with the CBN, we now issue ISIN on all sovereign-related instruments, including OMO securities.

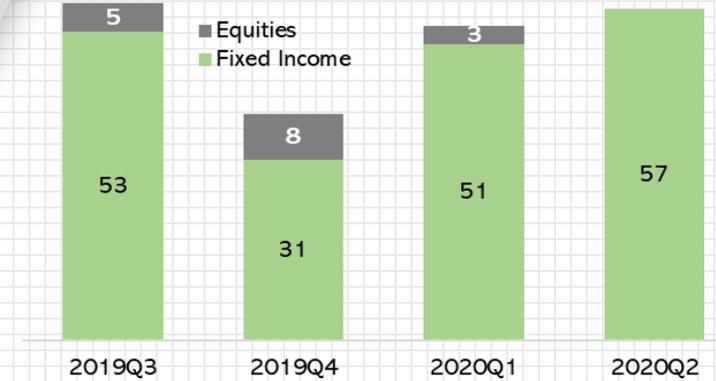


We onboarded 51 new securities in our depository in 2020H1

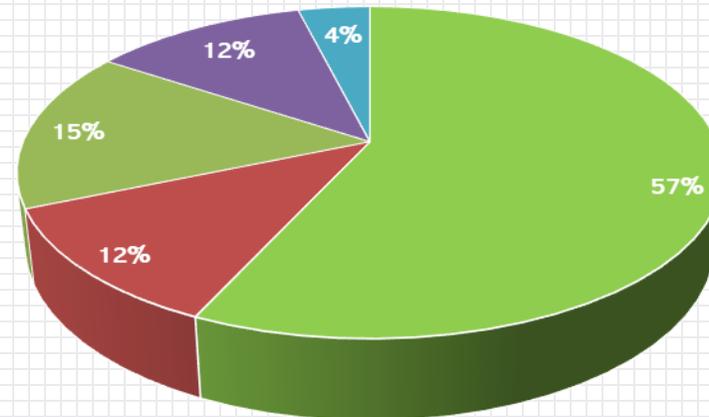


Fixed Income assets dominated in 2020H1, as Issuers seek to leverage the current risk-off sentiment and declining yield environment to fulfill funding objectives.

ISIN Issuance: Number of Securities



2020H1: New Depository Assets



■ CP ■ Corporate Bonds ■ FGN Bonds ■ Equities ■ Others



Assets & Accounts Under Custody @ 2020H1

Notwithstanding the pandemic, we are working closely with brokers to deepen retail market penetration and have grown account by c.3% in the first half of the year to over 13.6mn.

The automated account opening process and continued digitization of CSCS offerings should enhance our collective drive for retail market penetration with our participants.

Non-Trading
41%

Depository
Accounts:
13.6mn

Trading
59%



Operational Resilience Enhancements

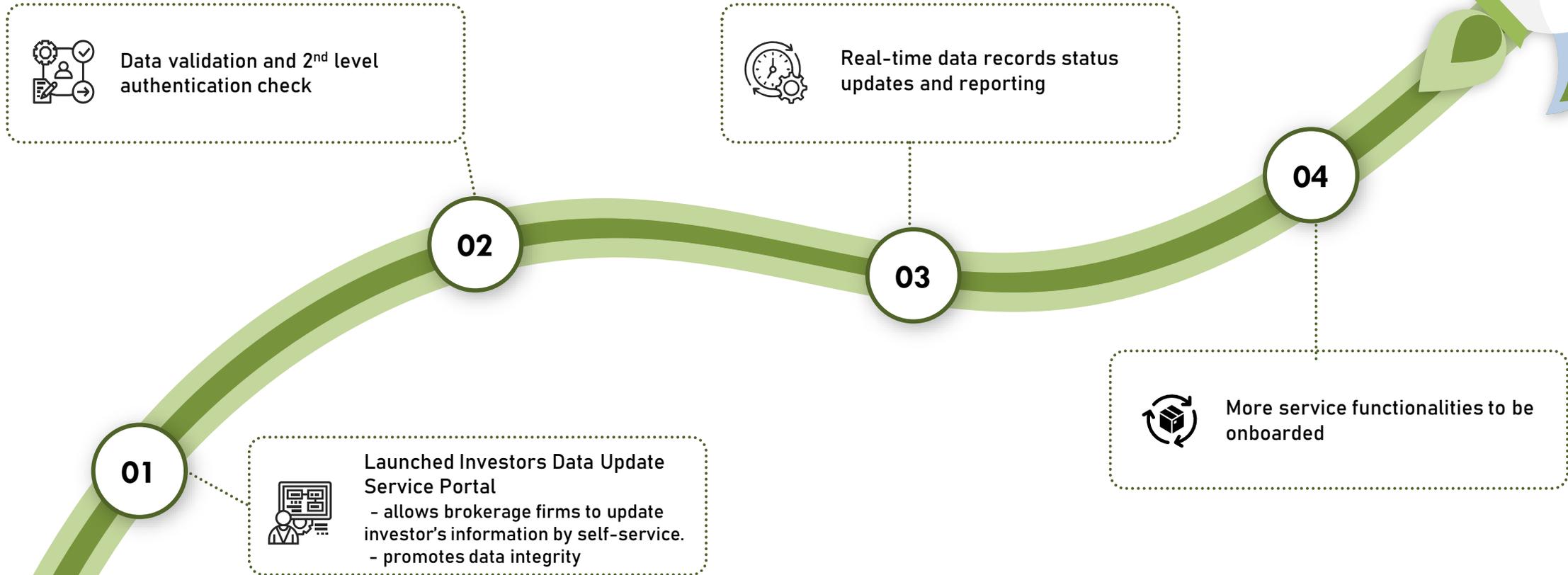
Global CSD Rating:



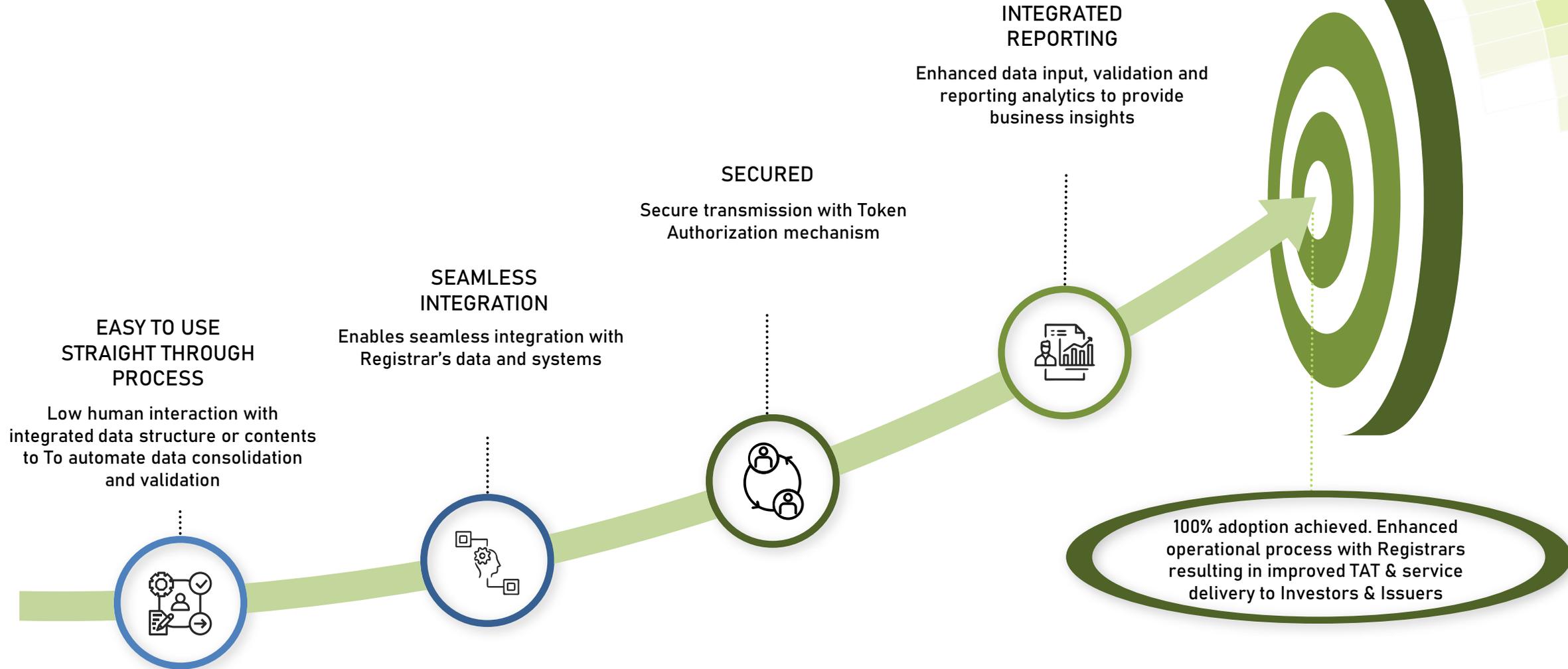
Global CSD rating assessment by Thomas Murray reflects the overall quality of CSCS' operations and low risk profile across asset safety and custody, governance and transparency, liquidity, financial health, and counterparty risks.



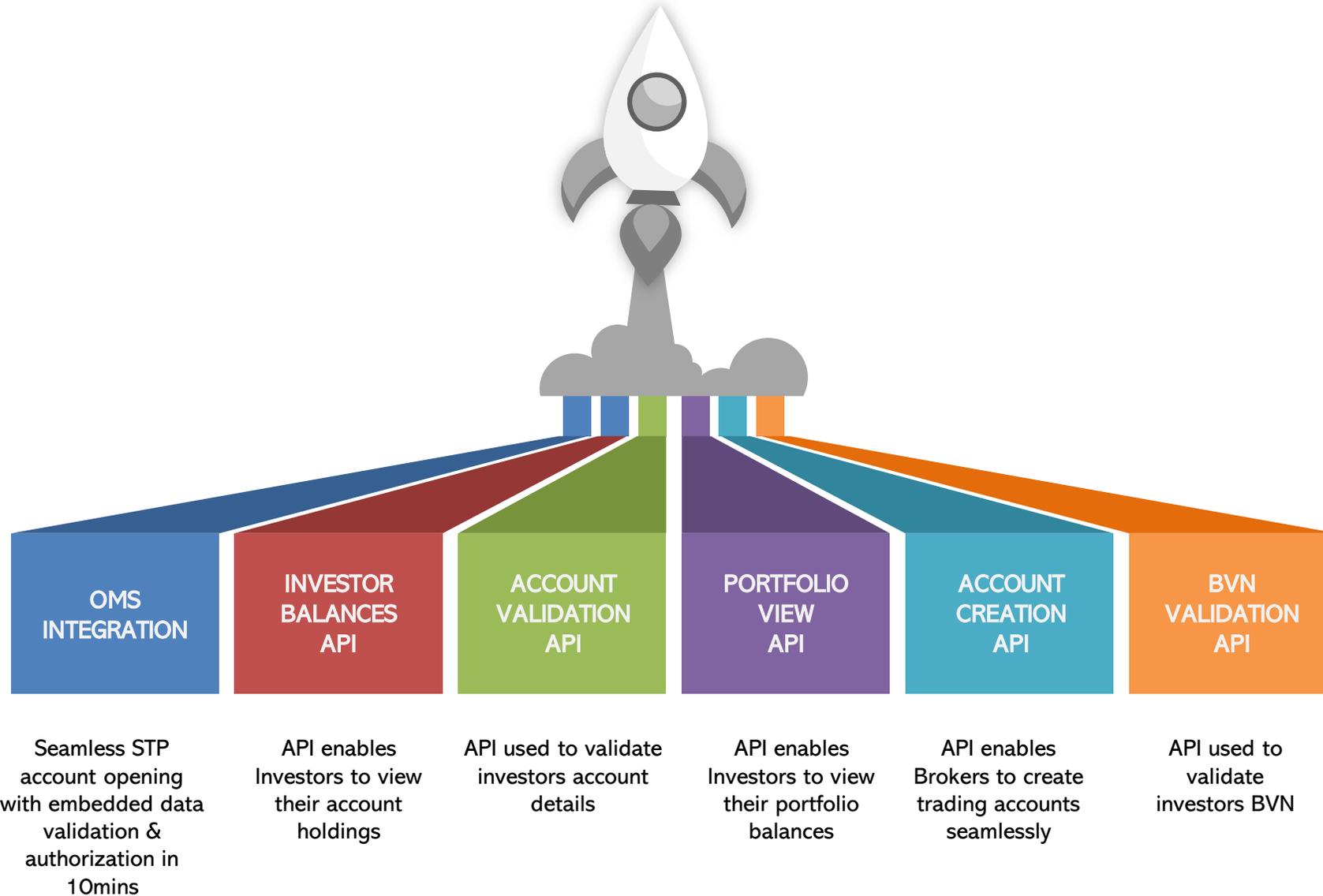
Channels Management Updates – Brokers' Portal



Channels Management Updates - RegConnect



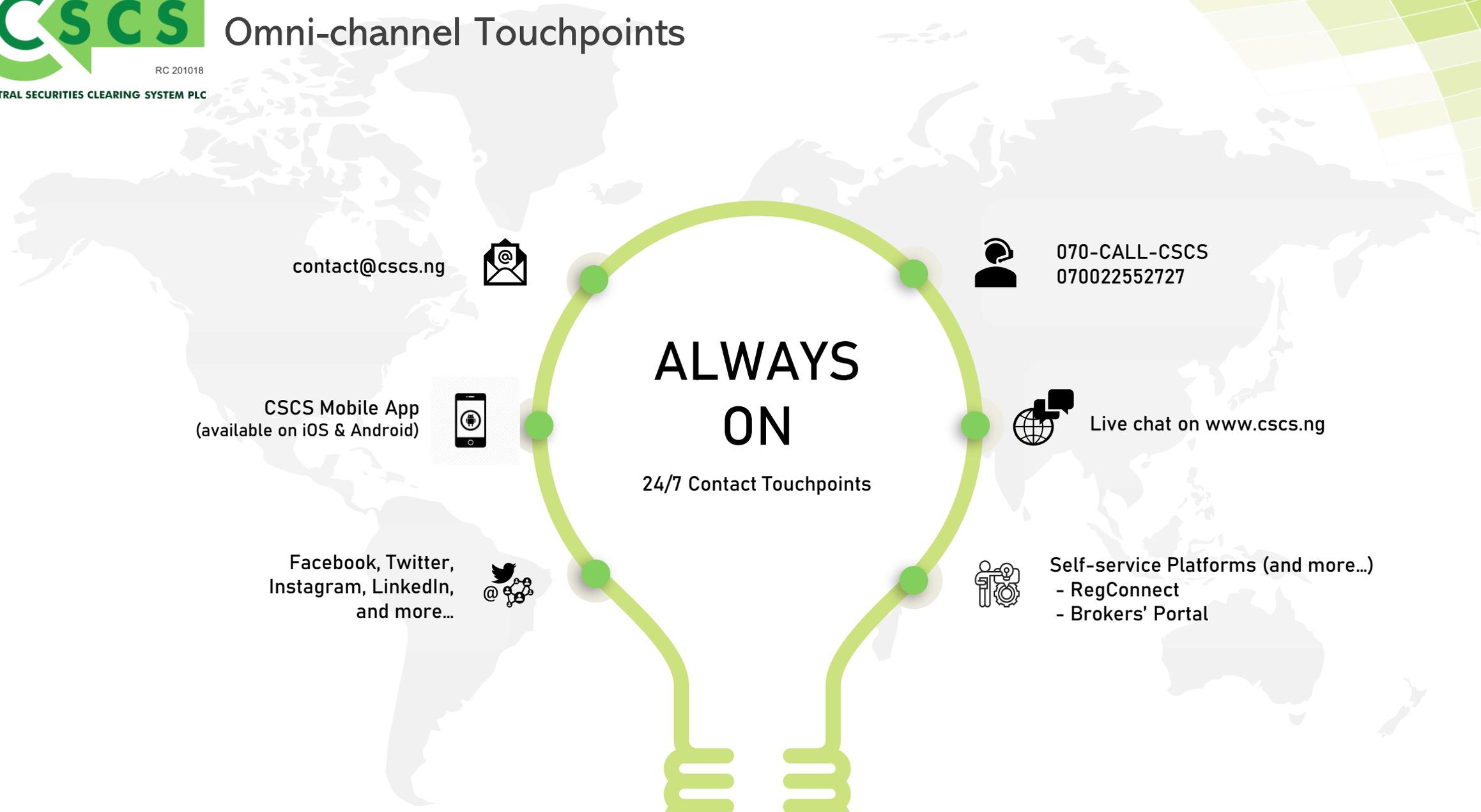
Enhanced Self Service Options



...more services in development for release soon



Omni-channel Touchpoints



contact@cscs.ng



070-CALL-CSCS
070022552727

**ALWAYS
ON**

24/7 Contact Touchpoints

CSCS Mobile App
(available on iOS & Android)



Live chat on www.cscs.ng

Facebook, Twitter,
Instagram, LinkedIn,
and more...



Self-service Platforms (and more...)
- RegConnect
- Brokers' Portal



*Thank
you*

A close-up image of a fountain pen nib, showing the gold-colored metal and the black barrel of the pen.