

2022 Capital Market Committee (CMC) WEBINAR MEETING

NATIONAL PENSION COMMISSION

Establishment of Non-interest Fund

- ▶ The Commission has issued the Operational Framework on Non-Interest Fund (Fund VI) for implementation. The Framework established standards and procedure for management of fund VI by PFAs.
- ▶ The Framework for the establishment of Pension Industry Non-Interest Advisory Committee (PINAC) has also been issued.
- ▶ The Pension Industry is currently working towards the constitution of the Committee



Guidelines on Access to RSA for Equity Contribution for Residential Mortgage

- ▶ The Commission has developed draft Guidelines for access to RSA for Equity Contribution for Residential Mortgage. The draft Guidelines have been exposed to Licensed Operators and external stakeholders (ie) CBN, Mortgage Bank Association of Nigeria and Nigeria Mortgage Refinance Company for comments.
- ▶ The draft Guidelines are being finalised and would be issued after securing approval of PenCom Board



Guidelines on foreign investment by PFAs

- ▶ The Commission is working on draft Guidelines on Foreign Investment by PFAs. This is to give effect to the provisions of section 87(2) of the PRA 2014.
- ▶ The draft guideline have been forwarded to CBN for input.
- ▶ The engagement with CBN is still on-going.



SEC Circular on Fixed Income Secondary Market Transactions

- ▶ Commission currently engaging SEC on circular issued by SEC regarding fees on secondary market fixed income transactions.
- ▶ Meeting between PenCom, SEC and FMDQ to further discuss the new regulatory fees is being arranged.

SUMMARY OF PENSION FUND ASSETS – DECEMBER 2020 VS DECEMBER 2021

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ASSET CLASSES	DEC, 2020		DEC, 2021		VARIANCE	
	AMOUNT ₹ 'Billion	WEIGHT %	AMOUNT ₹ 'Billion	WEIGHT %	DECEMBER 2020 / ₹ 'Billion	DECEMBER 2021 %
DOMESTIC ORDINARY SHARES	858.46	6.98%	902.33	6.77%	43.87	5.11%
FOREIGN ORDINARY SHARES	92.92	0.76%	112.56	0.84%	19.64	21.14%
TOTAL FGN SECURITIES	8,130.68	66.07%	8,601.21	64.49%	470.53	5.79%
FGN BONDS HTM	6,832.22	55.52%	7,896.89	59.21%	1,064.67	15.58%
FGN BONDS MTM	0.00		251.22	1.88%	251.22	0.00%
TREASURY BILLS	628.22	5.10%	277.10	2.08%	(351.12)	-55.89%
AGENCY BONDS	9.50	0.08%	12.67	0.09%	3.17	33.39%
SUKUK	646.93	5.26%	110.24	0.83%	(536.69)	-82.96%
GREEN	13.81	0.11%	53.10	0.40%	39.28	284.37%
STATE GOVT. SECURITIES	136.59	1.11%	118.37	0.89%	(18.22)	-13.34%
CORPORATE DEBT SECURITIES	836.34	6.80%	1,001.72	7.51%	165.38	19.77%
CORPORATE BONDS	794.27	6.45%	964.45	7.23%	170.18	21.43%
CORPORATE INFRASTRUCTURE BONDS	15.57	0.13%	23.14	0.17%	7.57	48.61%
CORPORATE GREEN BONDS	26.50	0.22%	14.14	0.11%	(12.37)	-46.66%
SUPRA-NATIONAL BONDS	1.44	0.01%	0.00	0.00%	(1.44)	-100.00%
LOCAL MONEY MARKET SECURITIES	1,687.47	13.71%	2,111.45	15.83%	423.98	25.12%
BANK PLACEMENTS	1,530.78	12.44%	2,049.56	15.37%	518.77	33.89%
COMMERCIAL PAPERS	156.69	1.27%	61.89	0.46%	(94.80)	-60.50%
FOREIGN MONEY MARKET SECURITIES	18.69	0.15%	9.03	0.07%	(9.65)	-51.66%
MUTUAL FUNDS	80.64	0.66%	38.41	0.29%	(42.23)	-52.36%
OPEN/CLOSE-END FUNDS	76.36	0.62%	35.41	0.27%	(40.95)	-53.63%
REITS	4.28	0.03%	3.00	0.02%	(1.28)	-29.80%
REAL ESTATE PROPERTIES	240.46	1.95%	234.65	1.76%	(5.81)	-2.42%
PRIVATE EQUITY FUNDS	33.24	0.27%	37.46	0.28%	4.23	12.72%
INFRASTRUCTURE FUNDS	66.43	0.54%	76.15	0.57%	9.72	14.63%
CASH & OTHER ASSETS	152.51	1.24%	104.61	0.78%	(47.90)	-31.41%
OTHER LIABILITIES	-29.72	-0.24%	-27.55	-0.08%	2.17	-7.30%
TRANSFER CONTROL ACCOUNT	0.00		0.00	0.00%	(0.00)	
NET ASSETS VALUE	12,306.15	100.00%	13,320.42	100.00%	1,014.27	8.24%

Comparative Analysis of Pension Industry Assets for December 2020 and December 2021

- ▶ The total value of the Pension industry assets increased by ~~₦~~1.014 Trillion (8.24%), from **₦12.306 Trillion** recorded on 31 December, 2020 to **₦13.320 Trillion** as at 31 December, 2021.
- ▶ As at December 2021, Pension Assets were invested in FGN bonds (64.49%), Money Market Investment (15.83%) and Corporate Debt Securities 7.51%. Investment in equity constitute 6.77%, while investment in Mutual funds, Infrastructure funds and private equity funds constitutes (%).