

Nigerian Senate approves supplementary budget - 07 July 2021

The Nigerian Senate on 07 July 2021, approved the Federal Government's request to borrow ca \$6.1 billion (~~₦~~2.343 trillion) from Multilateral and Bilateral tenders as well as the international Capital Market. This borrowing, which was already approved in the Appropriation Act 2021 as part of the 2021 budget is expected to part-finance the 2021 budget deficit of ~~₦~~5.6 trillion.

On the same day, the Nigerian Senate passed a supplementary budget of ca \$2.4 billion (~~₦~~982.73 billion) aimed at negating the significant negative impact of rising insecurity in the country and funding COVID-19 vaccines.

The resultant effect of this action is an estimated ~~₦~~1.25trn - ~~₦~~1.5trn left to be raised to fund the local portion of the 2021 budget deficit. Yields may steady and possibly pick up on this.

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