



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
August 4-8, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
August 4,2014	402	63,648	63,648,000	70,666,426,252
August 5,2014	452	60,007	60,007,300	69,356,216,871
August 6,2014	112	30,751	30,751,300	33,155,291,846
August 7,2014	176	30,140	30,140,000	32,998,787,743
August 8,2014	340	65,340	65,340,000	72,558,921,086
Total	1,482	249,886	249,886,600	278,735,643,798

Source: Central Bank of Nigeria
Figures are for Over-The-Counter Deals Only

Table II: FGN Bond MTM Prices as at August 8 , 2014

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	9.25% FGN SEP 2014	28-Sept-14	0.14	99.78	10.51
2	4.00% FGN APR 2015	23-Apr-15	0.71	95.42	10.88
3	13.05% FGN AUG 2016	16-Aug-16	2.02	103.35	11.15
4	15.10% FGN APR 2017	27-Apr-17	2.74	109.05	11.13
5	9.85% FGN JUL 2017	27-Jul-07	2.97	96.91	11.10
6	9.35% FGN AUG 2017	31-Aug-17	3.06	95.53	11.10
7	10.70% FGN MAY 2018	30-May-18	3.81	98.47	11.19
8	16.00% FGN JUN 2019	29-Jun-19	4.89	116.95	11.38
9	7.00% FGN OCT 2019	23-Oct-19	5.21	83.10	11.39
10	16.39% FGN JAN 2022	27-Jan-22	7.47	121.05	12.04
11	14.20% FGN MAR 2024	14-Mar-24	9.60	111.10	12.20
12	15.00% FGN NOV 2028	28-Nov-28	14.31	119.17	12.14
13	12.49% FGN MAY 2029	22-May-29	14.79	102.37	12.14
14	8.50% FGN NOV 2029	20-Nov-29	15.29	74.97	12.13
15	10.00% FGN JUL 2030	23-Jul-30	15.96	84.80	12.18
16	12.1493% FGN JUL 2034	18-Jul-34	19.94	100.20	12.12

Source: Financial Markets Dealers Quotation (FMDQ OTC)

***TTM means Term to Maturity*

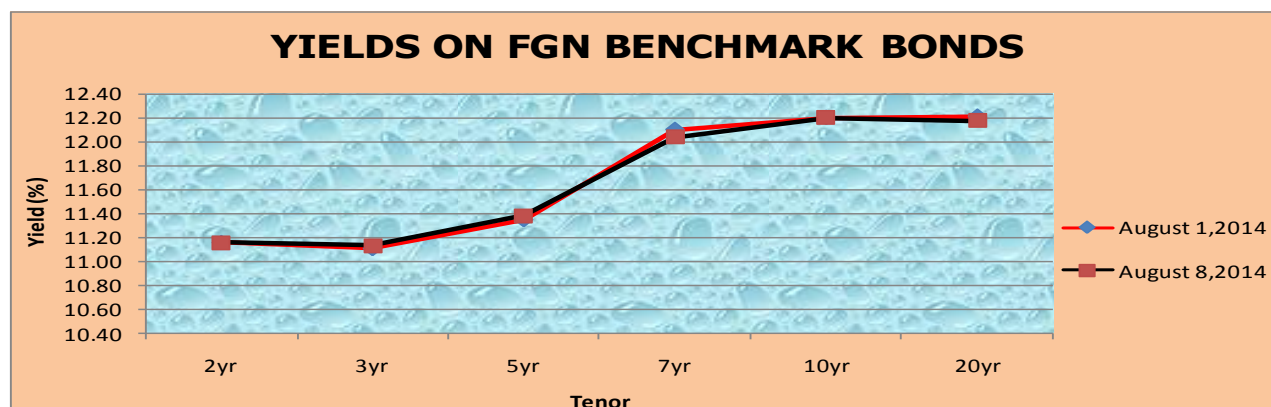
WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(1.00)
3yr	2.00
5yr	3.00
7yr	(6.00)
10yr	0.00
20yr	(2.00)

**WOW = Week Over Week*

*** BPs = Basis Points*

***BENCHMARK FGN BONDS	
Bond Name	Tenor Benchmark
13.05% FGN AUG 2016	2yr
15.10% FGN APR 2017	3yr
16.00% FGN JUN 2019	5yr
16.39% FGN JAN 2022	7yr
14.20% FGN MAR 2024	10 yr
10.00% FGN JUL 2030	20yr*

**To become the 15 Year Benchmark*



SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF August 04 – August 08, 2014

Normal trading activities resumed after the holiday shortened week of July 29 to August 1, 2014. As a result, the Total Face Value of FGN Bonds traded during the week increased by 65.35% from ₦151.12bn to ₦249.86bn and Consideration by 38.80% from ₦170.58bn to ₦278.73bn. Number of Deals also increased from 784 to 1,482.

On Wednesday, August 6, 2014, the Central Bank of Nigeria (CBN) on behalf of the Federal Government offered and allotted ₦195.18bn Nigerian Treasury Bills (NTBs) with tenors of 91, 182 and 364 Days at Marginal Rates of 10.00%, 10.20% and 10.31% respectively. The Auction amount was the same as the Face Value of NTBs which matured and were redeemed during the week. The Marginal Rates were higher than those of the Auction on July 23, 2014 where ₦134.00bn NTBs with the same tenors of 91, 182 and 364 Days were offered and sold at Marginal Rates of 9.84%, 10.10% and 10.14% respectively. The higher Marginal Rates at the August 6, 2014 Auction may have been due to lower liquidity in the system due to the CBN's mop up operations in previous weeks. The tighter liquidity was reflected in the lower level of Subscription of ₦256.81bn (1.31 times) at the Auction compared to ₦305.86bn (2.26 times) at the last Auction.

In the week under review, movements on the Yields on FGN Benchmark Bonds, were mixed and closed the week relatively flat when compared to the previous week. The Yields on the 3 and 5-Year Benchmarks increased by 2 and 3bps respectively, while those of the 2, 10 and 20-Year benchmarks decreased by 1-6bps. The 10-Year Benchmark Bond remained flat at 12.20%. Also, Overnight Interbank Rates closed the week lower at 10.87% from 11.41% in the previous week. The relatively small movements in FGN Bond Yields and the drop in Overnight Interbank Rate was driven by the redemption of about ₦300.38bn OMO Bills on Thursday, August 7, 2014 which injected liquidity into the system.