



DEBT MANAGEMENT OFFICE

NIGERIA

FGN BONDS

HIGHLIGHTS FOR THE WEEK

November 17-21, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
November 17,2014	548	96,691	96,691,652	104,255,222,819
November 18,2014	438	70,974	70,974,400	77,036,386,729
November 19,2014	630	93,368	93,368,200	101,172,135,499
November 20,2014	662	95,411	95,411,400	102,524,059,727
November 21,2014	6	600	600,000	631,410,941
Total	2,284	357,045	357,045,652	385,619,215,716

Source: Central Bank of Nigeria

Figures are for Over-The-Counter Deals Only

Table II: FGN Bond MTM Prices as at November 21, 2014

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%) 21/11/2014	Yields (%) 14/11/2014
1	4.00% FGN APR 2015	23-Apr-15	0.42	96.22	13.47	11.16
2	13.05% FGN AUG 2016	16-Aug-16	1.74	99.00	13.68	12.98
3	15.10% FGN APR 2017	27-Apr-17	2.43	102.60	13.79	13.27
4	9.85% FGN JUL 2017	27-Jul-07	2.68	91.28	13.83	13.38
5	9.35% FGN AUG 2017	31-Aug-17	2.78	89.93	13.83	13.38
6	10.70% FGN MAY 2018	30-May-18	3.52	91.58	13.79	13.37
7	16.00% FGN JUN 2019	29-Jun-19	4.60	107.50	13.74	13.30
8	7.00% FGN OCT 2019	23-Oct-19	4.92	76.50	13.72	13.35
9	16.39% FGN JAN 2022	27-Jan-22	7.18	112.70	13.55	13.21
10	14.20% FGN MAR 2024	14-Mar-24	9.31	102.50	13.71	13.18
11	15.00% FGN NOV 2028	28-Nov-28	14.02	110.13	13.38	12.90
12	12.49% FGN MAY 2029	22-May-29	14.50	94.63	13.34	12.87
13	8.50% FGN NOV 2029	20-Nov-29	15.00	69.19	13.29	12.84
14	10.00% FGN JUL 2030	23-Jul-30	15.67	77.50	13.48	13.01
15	12.1493% FGN JUL 2034	18-Jul-34	19.66	92.35	13.25	13.02

Source: Financial Markets Dealers Quotation (FMDQ OTC)

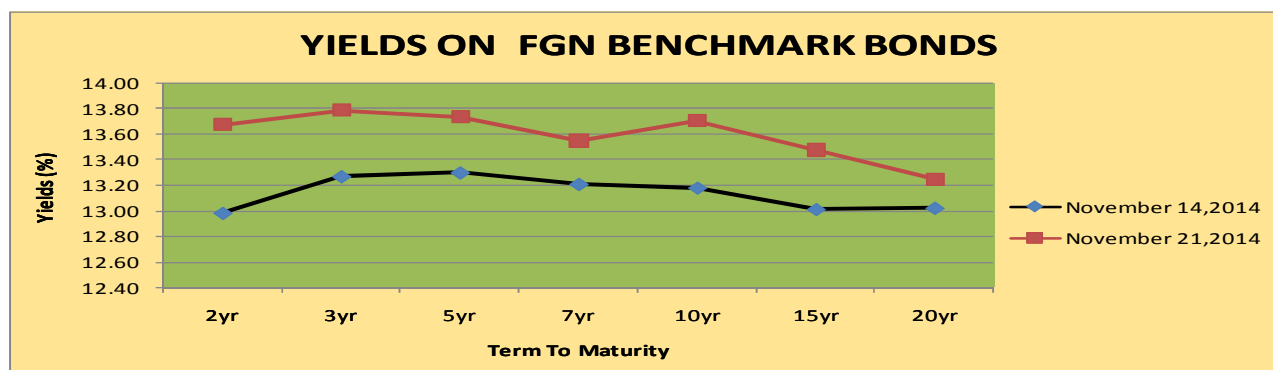
**TTM means Term to Maturity

WOW Change*	
Tenor	Change in yields (BPs)**
2yr	70.00
3yr	52.00
5yr	44.00
7yr	34.00
10yr	53.00
15yr	47.00
20 yr	23.00

*Week Over Week

** 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	15 yr
12.1493% FGN JUL 2034	20 yr



SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF November 17-21, 2014

In the week under review, total Face Value of FGN Bonds traded decreased by 43.27% from ~~₦629.46bn~~ to ~~₦339.30bn~~, while Consideration declined by 42.49% to ~~₦385.82bn~~ compared to ~~₦670.59bn~~ in the previous week. Number of Deals also fell from 3,422 to 2,284. The especially low volume of activity recorded on Friday, November 21, 2014 was due to system challenges on the Central Bank of Nigeria's (CBN) Scripless Securities System (S4), therefore, trading activities for that day were not fully captured. The other reason for the lower level of trading was the cautious approach of traders during the week, largely due to speculations about the likely policy decisions on the Exchange Rate and Interest Rate to be taken at the Monetary Policy Committee Meeting scheduled for November 24-25, 2014. This reflected in the Yields of the FGN Benchmark Bonds which rose for the second week in a row, increasing by 23-70bps, week-on-week. However, on an intra-week basis, FGN Bond Yields dropped slightly towards the end of the week due to increased demand from the domestic Pension Funds. From trading at levels of 13.78% - 14.08%, the FGN Benchmark Bonds were trading between 13.25%-13.79% by the end of the week.

~~₦119.94bn~~ Nigerian Treasury Bills (NTBs or Bills) were offered at the NTB Auction on November 19, 2014. At the Auction, ~~₦32.44bn~~ 91-Day Bills, ~~₦22.82bn~~ 182-Day Bills and ~~₦64.68bn~~ 364-Day Bills were sold to refinance NTBs of the same amount. The Marginal Rates for the 91, 182 and 364-Day Bills were 9.99%, 10.80% and 12.49% respectively as against rates of 9.70%, 10.50% and 11.20% for the 91, 182 and 364-Day Bills at the last Auction held on November 5, 2014. Total Subscription at the Auction stood at ~~₦165.85bn~~ or 1.38 times the amount offered and was lower than the Subscription of 1.85 times recorded at the last Auction. The lower demand for NTBs was due to reduced liquidity in the system, which was the resultant effect from OMO mop-ups of over ~~₦800.00bn~~ in the past 2 weeks, also there were no liquidity inflows from OMO maturities during the week.

Market liquidity position, however, improved by the end of the week due to statutory disbursements of ~~₦593.337bn~~ to the three tiers of Government by the Federal Accounts Allocation Committee. This caused Overnight Interbank Rate to fall from 10.91% on November 14, 2014 to 10.50% on November 21, 2014.