



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
September 15-19, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
September 15,2014	586	68,848	68,848,950	76,409,051,956
September 16,2014	182	28,200	28,200,000	30,139,617,406
September 17,2014	518	62,800	62,800,000	71,350,451,700
September 18,2014	390	57,400	57,400,000	62,733,896,861
September 19,2014	406	147,702	147,702,000	160,781,459,140
Total	2,082	364,950	364,950,950	401,414,477,063

Source: Central Bank of Nigeria

Figures are for Over-The-Counter Deals Only

Table II: FGN Bond MTM Prices as at September 19,2014

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	9.25% FGN SEP 2014	28-Sept-14	0.02	99.95	10.78
2	4.00% FGN APR 2015	23-Apr-15	0.59	96.06	11.04
3	13.05% FGN AUG 2016	16-Aug-16	1.91	102.25	11.68
4	15.10% FGN APR 2017	27-Apr-17	2.60	107.75	11.55
5	9.85% FGN JUL 2017	27-Jul-07	2.85	95.86	11.58
6	9.35% FGN AUG 2017	31-Aug-17	2.95	94.55	11.58
7	10.70% FGN MAY 2018	30-May-18	3.69	97.32	11.60
8	16.00% FGN JUN 2019	29-Jun-19	4.78	115.70	11.61
9	7.00% FGN OCT 2019	23-Oct-19	5.09	82.24	11.73
10	16.39% FGN JAN 2022	27-Jan-22	7.36	119.90	12.20
11	14.20% FGN MAR 2024	14-Mar-24	9.48	110.40	12.31
12	15.00% FGN NOV 2028	28-Nov-28	14.19	116.19	12.52
13	12.49% FGN MAY 2029	22-May-29	14.67	99.75	12.52
14	8.50% FGN NOV 2029	20-Nov-29	15.17	72.95	12.52
15	10.00% FGN JUL 2030	23-Jul-30	15.84	83.90	12.33
16	12.1493% FGN JUL 2034	18-Jul-34	19.83	98.55	12.34

Source: Financial Markets Dealers Quotation (FMDQ OTC)

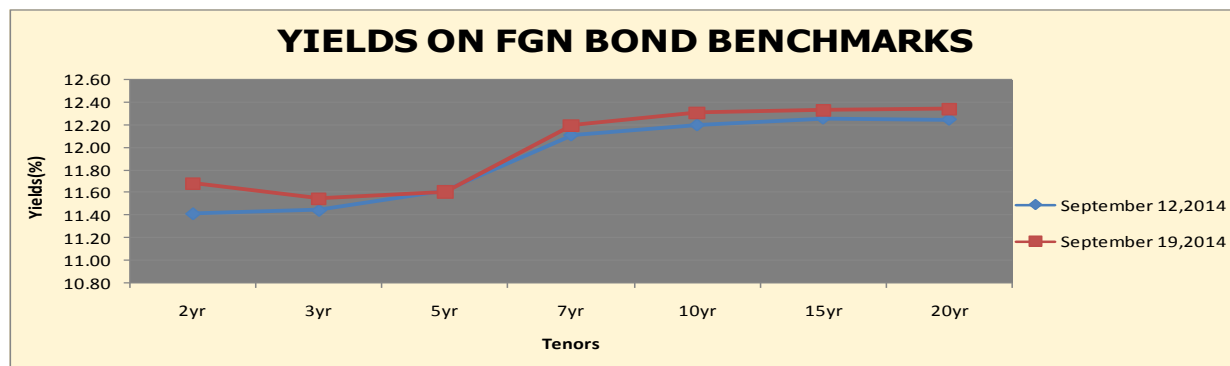
**TTM means Term to Maturity

WOW Change*	
Tenor	Change in yields (BPs)**
2yr	27.00
3yr	11.00
5yr	0.00
7yr	9.00
10yr	11.00
15yr	7.00
20 yr	9.00

*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 September 15 – September 19, 2014

In the week under review, Total Face Value and Consideration stood ₦364.95bn and ₦401.41bn respectively. Compared to the previous week, (September 8-12, 2014), Total Face Value and Consideration increased by 39.44% and 33.57% respectively from ₦261.72 bn and ₦300.50 bn. Number of Deals also increased from 1,932 to 2,082. Although Trading Volumes picked up in the review week, Yields on the FGN Bonds continued to rise. Apart from a tightening in liquidity, Bond Yields may have also been impacted by the increase in the Inflation Rate which had risen for the sixth consecutive month. The National Bureau of Statistics (NBS) released the August 2014 inflation figure which was 8.5% an increase of 0.2% from the July 2014 figure of 8.3%.

On September 17, 2014, the DMO on behalf of the Federal Government offered and sold ₦100bn in FGN Bonds to the public in 3-Year (13.05% FGN AUG 2016), 10-Year (14.20% FGN MAR 2024) and 20-Year (12.1493% FGN JUL 2024) tenors at Marginal Rates of 11.49%, 12.23% and 12.29% respectively. All the Bonds offered at the Auction were re-opening of existing issues. Total Subscription was ₦175.99bn or 1.75 times the amount offered. At the August 2014 FGN Bond Auction, the same Bonds were issued at fairly similar Marginal Rates of 11.12%, 12.22% and 12.38% respectively. Total subscription was ₦174.01bn or 1.74 times the amount offered. The Federal Government also sold ₦83.54bn Nigerian Treasury Bills (NTBs or Bills) with tenors of 91 and 182 Days at Marginal Rates of 9.58% and 10.24% respectively on the same day. Total Subscription was ₦122.02bn or 1.46 times the amount offered. Again these rates were similar to those at the NTBs Auction on September 3, 2014, where the 91 and 182-Day Bills sold at 9.79% and 10.17% respectively.

In addition to the FGN Bond and NTB Auctions, the Central Bank of Nigeria (CBN) held an OMO Auction in which it offered ₦70.00bn OMO Bills but sold ₦167.94bn at a uniform rate of 10.80%. OMO Maturities of ₦397.62bn were also repaid during the week, which boosted liquidity, and resulted in a marginal drop in the Overnight Interbank Rate to 10.71% from 11.00%, in the previous week.

The week closed with the meeting of Monetary Policy Committee (MPC) which took place from September 18-19, 2014. The MPC decided to retain the current stance of monetary policy and the Monetary Policy Rate (MPR) at 12.00% as well as other ratios: Liquidity Ratio (LR) at 30.00%, while Public and Private Sector Cash Reserve Requirement (CRR) were left at 75.00% and 15.00% respectively.