



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
September 29-October 3, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
September 29,2014	808	120,860	120,860,064	131,476,444,846
September 30,2014	302	54,600	54,600,000	60,168,659,732
October 1,2014	0	0	0	0
October 2,2014	608	98,888	98,888,184	108,973,417,846
October 3,2014	615	115,571	115,571,290	121,865,801,924
Total	2,333	389,919	389,919,538	422,484,324,348

Source: Central Bank of Nigeria

Figures are for Over-The-Counter Deals Only

Table II: FGN Bond MTM Prices as at October 3,2014

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	4.00% FGN APR 2015	23-Apr-15	0.55	96.23	11.19
2	13.05% FGN AUG 2016	16-Aug-16	1.87	101.00	12.41
3	15.10% FGN APR 2017	27-Apr-17	2.57	105.70	12.43
4	9.85% FGN JUL 2017	27-Jul-07	2.81	93.84	12.50
5	9.35% FGN AUG 2017	31-Aug-17	2.91	92.49	12.50
6	10.70% FGN MAY 2018	30-May-18	3.66	94.71	12.53
7	16.00% FGN JUN 2019	29-Jun-19	4.74	112.05	12.53
8	7.00% FGN OCT 2019	23-Oct-19	5.06	79.53	12.59
9	16.39% FGN JAN 2022	27-Jan-22	7.32	117.83	12.58
10	14.20% FGN MAR 2024	14-Mar-24	9.44	108.90	12.56
11	15.00% FGN NOV 2028	28-Nov-28	14.15	116.04	12.54
12	12.49% FGN MAY 2029	22-May-29	14.63	99.65	12.54
13	8.50% FGN NOV 2029	20-Nov-29	15.13	72.92	12.53
14	10.00% FGN JUL 2030	23-Jul-30	15.80	82.70	12.54
15	12.1493% FGN JUL 2034	18-Jul-34	19.79	97.90	12.43

Source: Financial Markets Dealers Quotation (FMDQ OTC)

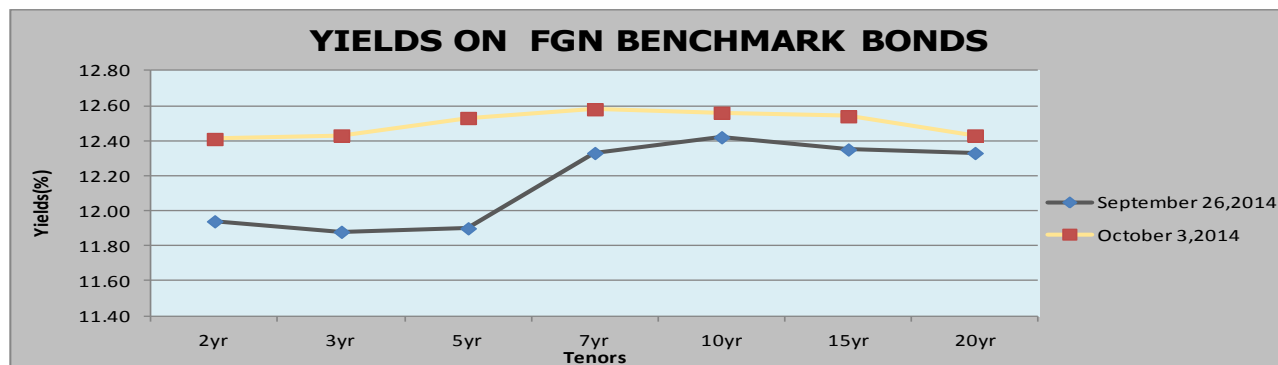
**TTM means Term to Maturity

WOW Change*	
Tenor	Change in yields (BPs)**
2yr	47.00
3yr	55.00
5yr	63.00
7yr	25.00
10yr	14.00
15yr	19.00
20 yr	10.00

*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 29 – October 3, 2014

In the week under review, although, the bond market was closed on Wednesday, October 1, 2014 for Nigeria's independence anniversary, the Total Face Value of FGN Bonds traded increased by 14.19% from ₦341.44bn to ₦389.91bn, while Consideration rose by 10.96% to ₦422.48bn compared to ₦380.73bn in the previous week. Number of Deals on the other hand decreased from 2,772 to 2,333. Yields on the FGN Benchmark Bonds increased further by 10bps to 63bps during the week due partly to reduced liquidity from successive mop-up operations by the Central Bank of Nigeria (CBN) and the additional tapering of the quantitative easing programme of the U.S Federal Reserve Bank adopted by the Federal Open Market Committee at its meeting of September 16, 2014. The latter which resulted in lower USD liquidity and flight to safety may have adversely affected foreign investors participation in FGN Bonds. Meanwhile, Fitch Ratings in its ratings review released during the week, affirmed Nigeria's Long Term Foreign and Local Currency Issuer Default Ratings at BB- and BB respectively with a stable outlook.

Also, in the review week, market liquidity was boosted by FGN Bond and OMO maturities. The Debt Management Office redeemed the ₦100.00bn, 9.25% FGN SEP 2014, which matured on September 28, 2014, while the CBN redeemed a total of ₦308.79bn OMO Bills on October 2, 2014 implying a total injection of ₦408.79bn into the system during the week. To moderate the liquidity in the system arising from these redemptions the CBN sold a total of ₦272.30bn OMO Bills in four OMO Auctions during the week. OMO Bills with tenors ranging from 73-177 Days were offered and sold at Marginal Rates of 10.55% and 10.80%. The combined Subscription at the Auctions was expectedly high, and stood at ₦325.46bn. The surplus liquidity in the system after the mop-ups through OMO caused the Overnight Interbank Rate to drop from 10.75% on September 26, 2014 to 10.50% on October 3, 2014.

