



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
FEBRUARY 11, 2013 – FEBRUARY 15, 2013**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,181.41
Highest Price	₦1,301.17
Lowest Price	₦880.37
Highest Priced Bond	16.39% FGN JAN 2022
Lowest Priced Bond	4.00% FGN APR 2015
Highest Traded Bond	16.39% FGN JAN 2022
Lowest Traded Bond	10.50% FGN MAR 2014
Highest Traded Volume	55,130,800
Lowest Traded Volume	800,000
No. of Bonds Traded	9
No. of Transactions	836

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
February 11, 2013	237	37,200	37,200,000	45,766,232.738
February 12, 2013	119	16,369	16,369,292	19,682,676.804
February 13, 2013	199	33,960	33,960,000	39,451,581.339
February 14, 2013	130	25,235	25,234,800	29,363,932.184
February 15, 2013	151	57,494	57,494,800	66,881,631.466
Total	836	170,259	170,258,892	201,146,054.531

Table III: FGN Bond MTM Prices as at February 15, 2013

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN MAR 2014	18-Mar-14	1.08	99.65	10.83
2	10.75% FGN MAR 2014	30-Mar-14	1.12	99.90	10.83
3	9.20% FGN JUN 2014	29-Jun-14	1.39	97.96	10.83
4	9.25% FGN SEP 2014	28-Sept-14	1.62	97.75	10.79
5	4.00% FGN APR 2015	23-Apr-15	2.18	86.98	10.84
6	15.10% FGN APR 2017	27-Apr-17	4.20	114.78	10.63
7	9.35% FGN AUG 2017	31-Aug-17	4.54	96.00	10.48
8	10.70% FGN MAY 2018	30-May-18	5.29	100.63	10.53
9	16.00% FGN JUN 2019	29-Jun-19	6.37	123.78	10.74
10	7.00% FGN OCT 2019	23-Oct-19	6.69	82.99	10.61
11	16.39% FGN JAN 2022	27-Jan-22	8.95	131.68	10.78
12	15.00% FGN NOV 2028	28-Nov-28	15.79	131.45	10.80
13	12.49% FGN MAY 2029	22-May-29	16.27	112.75	10.80
14	8.50% FGN NOV 2029	20-Nov-29	16.77	82.30	10.80
15	10.00% FGN JUL 2030	23-Jul-30	17.44	93.75	10.80

Sources: 1. Central Securities Clearing System (Tables I and II)
2. Financial Markets Dealers Association (Table III)

*Figures are for Over-The-Counter Deals Only

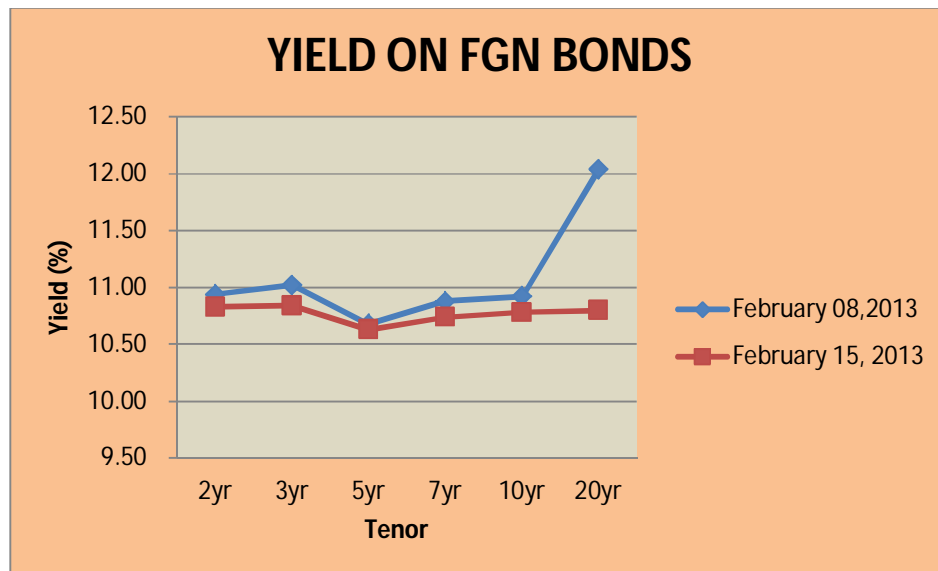
**TTM means Term to Maturity

SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF FEBRUARY 11, 2013 – FEBRUARY 15, 2013

In the week under review, Face value of FGN Bonds traded decreased by 3.53% from N176.49bn in the previous week (February 04, 2013-February 08, 2013) to N170.26bn. Consideration also decreased by 2.52% from N206.34bn to N201.15bn. 9 FGN Bonds were traded (same as in the previous week) in 836 deals. Yields fell across board for all the FGN Bond Benchmarks with a corresponding increase in their Price.

The DMO offered and sold N105bn of FGN Bonds in tenors of 5, 7, 10 and 20-years at Marginal Rates of 10.68%, 10.96%, 10.80% and 10.90% respectively. Total subscription was N251.91bn or 2.39 times the amount offered. All offers were re-openings of existing issues. It was the first time in about 2 years that the DMO was issuing the 20-year Bond; the high demand for the Bond (subscription of N78.53bn compared to the N15bn on offer-5.24 times) confirms that investors are looking for longer dated assets. The Marginal Rate of 10.90% on the Bond impacted the Yield in the Secondary Market as it fell by 124bps. Marginal Rates on the 5, 7, and 10-year tenors were lower than at the last auction in January 2013(10.80%, 11.00% and 11.34%). The strong demand for the FGN Bonds from local and foreign investors may have been further strengthened by the expected liquidity from the N490bn FGN Bonds to be redeemed on February 19, 2013.

N195.26bn CBN Bills were redeemed within the week. However, this inflow was not enough to make up for the already tight market (as a result of the OMO and NTB outflow of N146.68bn the previous week). The short market resulted in the increase in Overnight Interbank rates from 13.75% on February 8, 2013 the previous week, to 15.00% on February 15, 2013. We expect Market Liquidity to improve over the next week from the release of FAAC Funds and redemption of the N490bn 5.50% FGN Feb.2013.



WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(11.00)
3yr	(18.00)
5yr	(5.00)
7yr	(14.00)
10yr	(14.00)
20yr	(124.00)

*WOW = Week Over Week

**BPs = Basis Point

*** Only Benchmark Bonds were used

***BENCHMARK FGN BONDS	
Bond Name	Tenor Benchmark
10.50% FGN MAR 2014	2yr
4.00% FGN APR 2015	3yr
15.10% FGN APR 2017	5yr
16.00% FGN JUN 2019	7yr
16.39% FGN JAN 2022	10yr
10.00% FGN JUL 2030	20yr