



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS

HIGHLIGHTS FOR THE WEEK
July 14 - 18, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
July 14,2014	208	55,800	55,800,000	58,112,616,555
July 15,2014	208	26,600	26,600,000	30,291,905,672
July 16,2014	355	75,950	75,950,220	80,872,118,756
July 17,2014	220	35,801	35,801,390,	38,708,363,365
July 18,2014	348	137,517	31,517,658	138,934,201,223
Total	1,339	325,669	325,669,268	346,919,205,570

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

Table II FGN Bond MTM Prices as at July 18, 2014

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	9.25% FGN SEP 2014	28-Sept-14	0.20	99.63	10.30
2	4.00% FGN APR 2015	23-Apr-15	0.76	95.13	10.79
3	13.05% FGN AUG 2016	16-Aug-16	2.08	103.45	11.13
4	15.10% FGN APR 2017	27-Apr-17	2.78	109.10	11.18
5	9.85% FGN JUL 2017	27-Jul-07	3.03	96.79	11.13
6	9.35% FGN AUG 2017	31-Aug-17	3.12	96.39	11.13
7	10.70% FGN MAY 2018	30-May-18	3.87	98.52	11.17
8	16.00% FGN JUN 2019	29-Jun-19	4.95	117.45	11.29
9	7.00% FGN OCT 2019	23-Oct-19	5.27	83.25	11.30
10	16.39% FGN JAN 2022	27-Jan-22	7.53	121.75	11.93
11	14.20% FGN MAR 2024	14-Mar-24	9.66	111.15	12.20
12	15.00% FGN NOV 2028	28-Nov-28	14.36	118.15	12.18
13	12.49% FGN MAY 2029	22-May-29	14.84	102.02	12.19
14	8.50% FGN NOV 2029	20-Nov-29	15.34	74.63	12.19
15	10.00% FGN JUL 2030	23-Jul-30	16.01	84.40	12.24

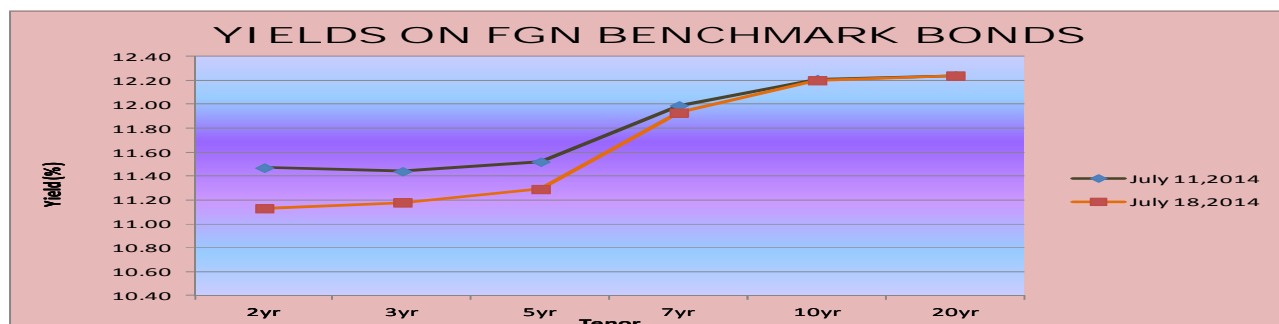
Source: Financial Markets Dealers Quotation (FMDQ OTC)
** TTM means Term to Maturity

WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(34.00)
3yr	(26.00)
5yr	(23.00)
7yr	(6.00)
10yr	(1.00)
20yr	0.00

*WOW = Week Over Week

***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
July 14 – July 18, 2014

Total Face Value of FGN Bonds traded at ~~N~~325.66bn and Consideration at ~~N~~346.91bn increased by 61.52% and 49.00% respectively from the levels of ~~N~~201.62bn and ~~N~~232.82bn in the week of July 7-11, 2014. Number of Deals on the other hand fell by 10.49% from 1,496 to 1,339 in the same period, while Yields on the FGN Benchmark Bonds declined by 1 to 34 bps week on week, except for the 20 Year Benchmark 10.00% FGN JUL 2030.

During the week, the Debt Management Office (DMO) held its monthly FGN Bond Auction at which it offered N100.00bn. At the Auction, the DMO reopened the 13.05% FGN AUG 2016 (2-Year Benchmark) and the 14.20% FGN MAR 2024 (10-Year Benchmark) and also, issued a new 20-Year Bond. Total Subscription at the Auction was ~~N~~263.91bn or 2.63 times the Offer Amount. Marginal Rates at the Auction for the 2 and 10 Year Benchmarks were 11.00% and 12.19% respectively, which were slightly lower than the 11.35% and 12.24% recorded at last Auction in June 2014. The New 20-Year Bond was issued at a Marginal Rate of 12.1493%. The fairly sharp drop of 35bps in the Marginal Rate of the 2-Year Benchmark may be due to high demand (~~N~~47.87bn) relative to the Offer amount of ~~N~~15.00bn and the short tenor of the Bond.

There were no OMO and Nigerian Treasury Bills Auctions during the week. This, together with the release of about ~~N~~795.95bn from the Federal Accounts Allocation Committee (FAAC) , being the June 2014 allocation to the 3 tiers of Government may, have also contributed to the high demand for FGN Bonds, lower Marginal Rates and the drop in secondary market Yields. There was however no change in the Overnight Interbank Rates, which remained flat at 10.62% week on week.