



**DEBT MANAGEMENT OFFICE**  
**NIGERIA**  
**FGN BONDS**

**HIGHLIGHTS FOR THE WEEK**  
July 28 – August 1, 2014

Table I

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
July 28,2014	Public Holiday			
July 29,2014				
July 30,2014	274	42,886	42,886,368	48,816,997,909
July 31,2014	200	57,126	57,126,200	64,479,015,538
Aug 01,2014	310	51,111	51,110,600	57,287,586,846
<b>Total</b>	<b>784</b>	<b>151,123</b>	<b>151,123,168</b>	<b>170,583,600,293</b>

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

Table II: FGN Bond MTM Prices as at August 1, 2014

S/N	Description	Maturity	TTM(Years) **	Price (₦)	Yields (%)
1	9.25% FGN SEP 2014	28-Sept-14	0.16	99.74	10.60
2	4.00% FGN APR 2015	23-Apr-15	0.73	95.43	10.68
3	13.05% FGN AUG 2016	16-Aug-16	2.04	103.35	11.16
4	15.10% FGN APR 2017	27-Apr-17	2.74	109.15	11.11
5	9.85% FGN JUL 2017	27-Jul-07	2.99	96.95	11.08
6	9.35% FGN AUG 2017	31-Aug-17	3.08	95.65	11.09
7	10.70% FGN MAY 2018	30-May-18	3.83	98.53	11.17
8	16.00% FGN JUN 2019	29-Jun-19	4.91	117.10	11.35
9	7.00% FGN OCT 2019	23-Oct-19	5.23	83.09	11.37
10	16.39% FGN JAN 2022	27-Jan-22	7.49	120.75	12.10
11	14.20% FGN MAR 2024	14-Mar-24	9.62	111.10	12.20
12	15.00% FGN NOV 2028	28-Nov-28	14.33	118.99	12.16
13	12.49% FGN MAY 2029	22-May-29	14.81	102.19	12.16
14	8.50% FGN NOV 2029	20-Nov-29	15.30	74.80	12.16
15	10.00% FGN JUL 2030	23-Jul-30	15.98	84.60	12.21
16	12.1493% FGN JUL 2034	18-Jul-34	19.96	99.82	12.17

Source: Financial Markets Dealers Quotation (FMDQ OTC)

\*\*TTM means Term to Maturity

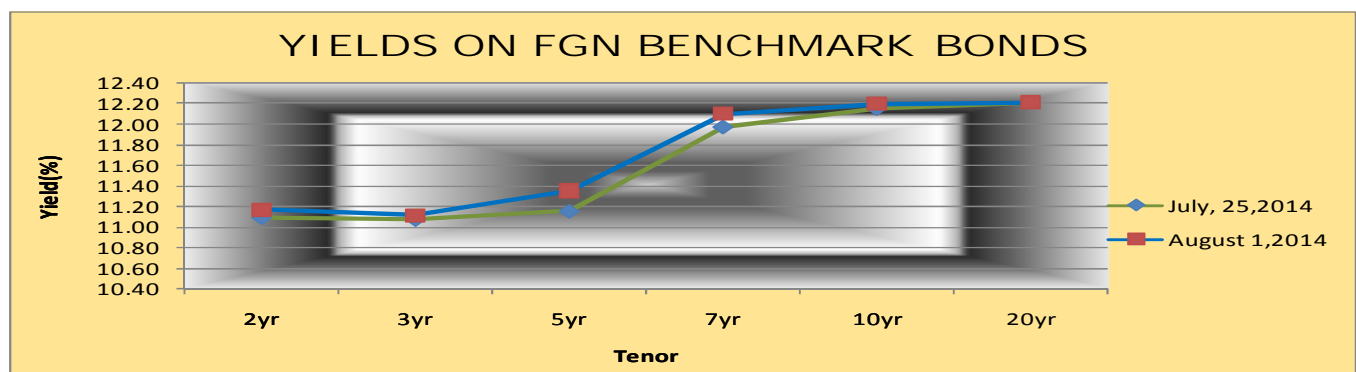
WOW Change*	
Tenor	Change in yields (BPs) **
2yr	5.00
3yr	4.00
5yr	20.00
7yr	13.00
10yr	5.00
20yr	0.00

\*WOW = Week Over Week

\*\* BPs = 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	20yr*

\*To become the 15 Year Benchmark



## SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF July 28 – August 01, 2014

In the week under review, due to the two-day Eid - el- Fitr Sallah public holidays, trading activity in FGN Bonds dropped compared to the previous week of July 21-25, 2014. Total Face Value of FGN Bonds traded and Consideration fell by 55.30% and 57.08% respectively from ₦338.11bn and ₦397.48bn to ₦151.12bn and ₦170.58bn. Number of Deals also fell from 2,174 to 784. Unlike the past two weeks when the Yields on FGN Bond across the various maturities recorded modest declines or were flat, in the review week, Yields of the 2-10 Year FGN Benchmark Bonds increased by 5-20bps, while the 20-Year was flat. The general rise in FGN Bond Yields which was also reflected in the Inter-bank market (Overnight Interbank Rate rose from 10.45% in the previous week to 11.41% in the review week) can be attributed to lower liquidity in the system brought about by the CBN's mop-up of ₦415.15bn through OMO Bills in the previous week and a further mop-up of ₦151.63bn also through OMO in the current week.

On July 31, 2014, 2 FGN Bonds; the 15.10% FGN APR 2017 (3-Year Benchmark) and the 16.39% FGN JAN 2022 (7-Year Benchmark) were priced at Yields of 11.35% and 12.25% respectively in the International Capital Market. The Bonds will be issued in Global Depository Note Format at settlement on August 7, 2014.

In the review week, the CBN offered ₦50.00bn 134-Day OMO Bills, but sold ₦151.63bn at a Marginal Rate of 10.80% due to the high Subscription of ₦153.63bn that was received. Although, there were also OMO Maturities of ₦113.99bn during the week, the inflow did not ease the liquidity pressure that had been created from the mop-up of a total of ₦566.78bn through OMO Auctions in the previous and current week.