



**DEBT MANAGEMENT OFFICE
NIGERIA**

**FGN BONDS
HIGHLIGHTS FOR THE WEEK
JANUARY 14, 2013 – JANUARY 18, 2013**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,119.20
Highest Price	₦1,355.57
Lowest Price	₦826.04
Highest Priced Bond	16.39% FGN JAN 2022
Lowest Priced Bond	7.00% FGN OCT 2019
Highest Traded Bond	16.39% FGN JAN 2022
Lowest Traded Bond	15.00% FGN NOV 2028
Highest Traded Volume	36,245,025
Lowest Traded Volume	100,000
No. of Bonds Traded	10
No. of Transactions	1,105

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
January 14, 2013	275	37,029	37,029,000	40,343,644.079
January 15, 2013	190	27,248	27,248,240	30,823,754.710
January 16, 2013	142	26,524	26,523,765	27,464,305.892
January 17, 2013	253	41,010	41,010,000	47,427,044.837
January 18, 2013	245	31,617	31,617,500	36,849,779.390
Total	1,105	163,428	163,428,505	182,908,528.908

Table III: FGN Bond MTM Prices as at January 18, 2013

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN MAR 2014	18-Mar-14	1.16	99.01	11.40
2	10.75% FGN MAR 2014	30-Mar-14	1.19	99.26	11.40
3	9.20% FGN JUN 2014	29-Jun-14	1.44	97.09	11.43
4	9.25% FGN SEP 2014	28-Sept-14	1.69	96.80	11.36
5	4.00% FGN APR 2015	23-Apr-15	2.26	85.41	11.50
6	15.10% FGN APR 2017	27-Apr-17	4.27	113.83	10.95
7	9.35% FGN AUG 2017	31-Aug-17	4.62	93.89	11.07
8	10.70% FGN MAY 2018	30-May-18	5.36	98.38	11.10
9	16.00% FGN JUN 2019	29-Jun-19	6.45	121.26	11.27
10	7.00% FGN OCT 2019	23-Oct-19	6.76	80.80	11.11
11	16.39% FGN JAN 2022	27-Jan-22	9.03	128.68	11.25
12	15.00% FGN NOV 2028	28-Nov-28	15.87	120.83	12.02
13	12.49% FGN MAY 2029	22-May-29	16.35	102.84	12.08
14	8.50% FGN NOV 2029	20-Nov-29	16.85	74.17	12.13
15	10.00% FGN JUL 2030	23-Jul-30	17.52	84.15	12.21

**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**

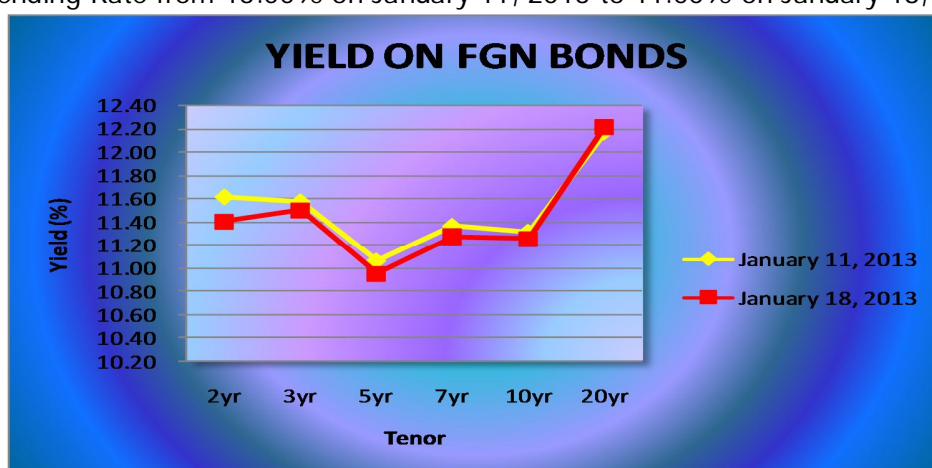
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF JANUARY 14, 2013 – JANUARY 18, 2013.

The Face Value of FGN Bonds traded during the week decreased by 42.74% from ₦285.400bn in the previous week (January 7, 2013 – January 11, 2013) to ₦163.428bn. Consideration also decreased by 44.50% from ₦329.589bn to ₦182.909bn within the same period. 10 Bonds were traded in 1,105 deals versus 14 Bonds traded in 1,829 deals in the previous week. Trading slowed down due to mixed expectations about the Monetary Policy Committee Meeting due to hold on January 21, 2013.

During the week, the Debt Management Office (DMO) released the 2013 First Quarter Issuance Calendar which showed an increase in issuance size. The Q1, 2013 Calendar also showed that the DMO would issue 20-year Bond which had not been offered for about 2 years.

On January 15, 2013, the Federation Accounts Allocation Committee (FAAC) released the sum of ₦567.710bn to the three tiers of Government as December, 2012 revenue allocation, which is typically short term and therefore impacts more on Money Market rates. The release of FAAC funds and OMO maturities of ₦147.00bn prompted a mop-up of ₦303.672bn by the CBN through OMO. At the OMO Auction, CBN Bills with tenors of 34, 48, 55, 62 and 128 days were sold at Marginal Rates of 12.800%, 12.876%, 12.899%, 12.900% and 13.030% respectively. Bid rates ranged between 12.470% and 13.240%. Also on January 18, 2013, the National Bureau of Statistics released the December 2012 Consumer Price Index (CPI) Report which showed a decline in inflation from 12.3% in November, 2012 to 12.00%.

The continued demand for FGN Bonds particularly from the pension sector and foreign investors and lower inflation drove Bond yields lower across all tenors except for the 20-year (10.00% FGN JUL 2030) Benchmark Bond. The increase in the Yield of the 20-year Bond may be due to the expected re-opening of the Bond with a ₦15.00bn issuance as shown in the Q1 2013 FGN Bond Auction Calendar. The net liquidity increase of ₦411.00bn in the system eased the Overnight Interbank Lending Rate from 13.00% on January 11, 2013 to 11.00% on January 18, 2013.



WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(21)
3yr	(7)
5yr	(11)
7yr	(9)
10yr	(6)
20yr	5

*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