



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
JULY 16 – JULY 20, 2012**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦954.11
Highest Price	₦1,082.04
Lowest Price	₦635.99
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	12.49% FGN MAY 2029
Highest Traded Volume	33,600,000
Lowest Traded Volume	533
No. of Bonds Traded	11
No. of Transactions	786

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
July 16, 2012	76	15,100	15,100,000	14,926,823.899
July 17, 2012	111	17,200	17,200,000	16,937,238.447
July 18, 2012	160	17,850	17,850,000	16,566,585.226
July 19, 2012	173	18,500	18,500,000	16,813,670.736
July 20, 2012	266	44,311	18,500,000	42,533,334.862
Total	786	112,961	112,961,333	107,777,653.170

Table III: FGN Bond MTM Prices as at July 20, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.36	94.29	15.29
2	10.50% FGN NOV 2014	18-Mar-14	1.66	93.08	15.34
3	10.75% FGN MAR 2014	30-Mar-14	1.69	93.32	15.35
4	9.20% FGN JUN 2014	29-Jun-14	1.94	89.94	15.38
5	9.25% FGN SEP 2014	28-Sept-14	2.19	88.85	15.42
6	4.00% FGN APR 2015	23-Apr-15	2.76	75.73	15.07
7	15.10% FGN APR 2017	27-Apr-17	4.77	96.96	16.01
8	9.35% FGN AUG 2017	31-Aug-17	5.12	77.02	16.11
9	10.70% FGN MAY 2018	30-May-18	5.86	80.28	16.00
10	16.00% FGN JUN 2019	29-Jun-19	6.95	99.29	16.17
11	7.00% FGN OCT 2019	23-Oct-19	7.26	62.19	15.98
12	16.39% FGN JAN 2022	27-Jan-22	9.53	101.65	16.04
13	15.00% FGN NOV 2028	28-Nov-28	16.37	103.02	14.50
14	12.49% FGN MAY 2029	22-May-29	16.85	87.75	14.44
15	8.50% FGN NOV 2029	20-Nov-29	17.35	62.80	14.37
16	10.00% FGN JUL 2030	23-Jul-30	18.02	72.57	14.27

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

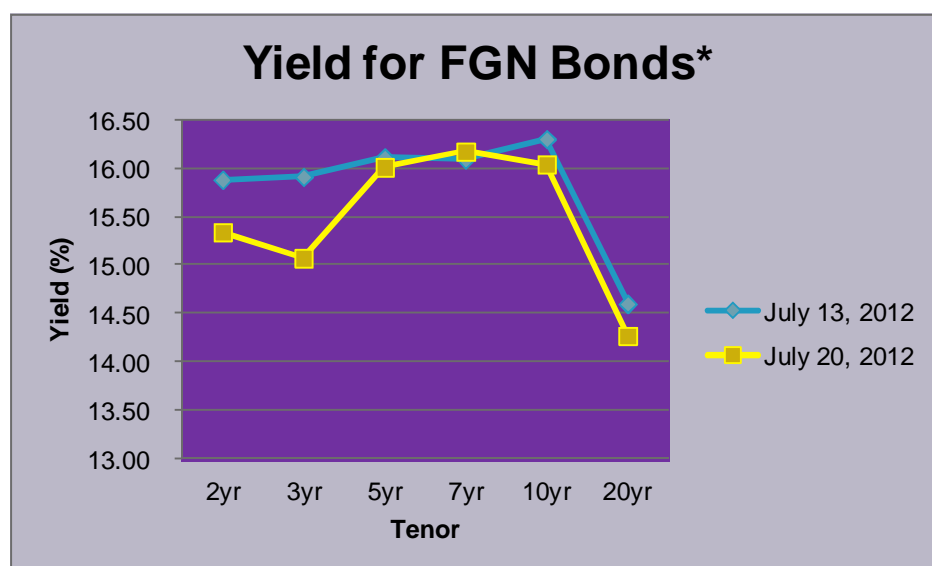
**TTM means Term to Maturity

SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF JULY 16 – JULY 20, 2012.

The Face Value of FGN Bonds traded during the week increased by 24.86% from ₦90.467bn in the previous week (July 9 - 13, 2012) to ₦112.961bn. Consideration also increased by 27.35% from ₦84.630bn to ₦107.777bn within the same period. 11 bonds were traded in 786 deals versus 8 bonds traded in 629 deals last week. The higher trading activity during the week was influenced by demand for the 16.39% FGN JAN 2022 (33.6m units or 30% of total volume traded) after the DMO released a tentative Calendar for Bond Switches indicating that the Bond will no longer be offered as a Destination Bond at the proposed Bond Switches. Demand also rose for short-tenored Bonds, resulting in a decline in Bond yields across tenors.

The DMO on behalf of the Federal Government offered and sold ₦75bn in FGN Bonds to the public in three tenors; 5-year (15.10% FGN APR 2017), 7-year (16.00% FGN JUN 2019) and 10-year (16.39% FGN JAN 2022) at Marginal Rates of 16.1990%, 16.5900% and 16.3031% respectively. Total subscription was N120.60bn or 1.61 times the amount offered. All three Bonds were re-openings of existing issues. At the June 2012 FGN Bond Auction, the same Bonds were issued at Marginal Rates of 15.8590%, 16.0000% and 16.2149% respectively. Demand from the non-banking sector was partly responsible for the lower Marginal Rates at the June 2012 Auction.

The Overnight Interbank Lending Rate rose from 14.50% on July 13, 2012 to 15.00% on July 20, 2012 due to the liquidity squeeze occasioned by the withdrawal of an estimated ₦200bn from the Money Market by the Nigerian National Petroleum Corporation (NNPC) to fund its contribution to the Federation Account and the sale of ₦75bn in FGN Bond.



WOW Change **

Tenor	Change in yields (BPs) ***
2yr	(54)
3yr	(84)
5yr	(10)
7yr	8
10yr	(26)
20yr	(33)

* Only Benchmark Bonds were used
 **WOW = Week Over Week
 ***BPs = Basis Point