



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
SEPTEMBER 17 – SEPTEMBER 21, 2012

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,062.55
Highest Price	₦1,250.06
Lowest Price	₦770.14
Highest Priced Bond	16.39% FGN JAN 2022
Lowest Priced Bond	7.00% FGN OCT 2019
Highest Traded Bond	15.10% FGN APR 2017
Lowest Traded Bond	12.49% FGN MAY 2029
Highest Traded Volume	57,820,000
Lowest Traded Volume	32,667
No. of Bonds Traded	12
No. of Transactions	1,043

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
September 17, 2012	261	49,322	49,322,185	49,173,243.288
September 18, 2012	273	52,380	52,380,400	56,370,494.023
September 19, 2012	119	19,266	19,266,000	18,808,414.098
September 20, 2012	217	35,278	35,277,676	39,948,795.605
September 21, 2012	173	50,900	50,900,000	55,802,481.066
Total	1,043	207,146	207,146,261	220,103,428.080

Table III: FGN Bond MTM Prices as at September 21, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.19	97.48	12.83
2	10.50% FGN MAR 2014	18-Mar-14	1.49	96.74	12.97
3	10.75% FGN MAR 2014	30-Mar-14	1.52	96.98	12.99
4	9.20% FGN JUN 2014	29-Jun-14	1.77	93.98	13.10
5	9.25% FGN SEP 2014	28-Sept-14	2.02	93.62	12.94
6	4.00% FGN APR 2015	23-Apr-15	2.59	79.84	13.48
7	15.10% FGN APR 2017	27-Apr-17	4.60	106.95	13.03
8	9.35% FGN AUG 2017	31-Aug-17	4.95	87.94	12.71
9	10.70% FGN MAY 2018	30-May-18	5.69	91.82	12.76
10	16.00% FGN JUN 2019	29-Jun-19	6.77	113.38	12.96
11	7.00% FGN OCT 2019	23-Oct-19	7.09	74.45	12.54
12	16.39% FGN JAN 2022	27-Jan-22	9.36	117.95	13.01
13	15.00% FGN NOV 2028	28-Nov-28	16.20	116.71	12.55
14	12.49% FGN MAY 2029	22-May-29	16.68	99.77	12.52
15	8.50% FGN NOV 2029	20-Nov-29	17.18	72.01	12.49
16	10.00% FGN JUL 2030	23-Jul-30	17.85	82.63	12.44

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*

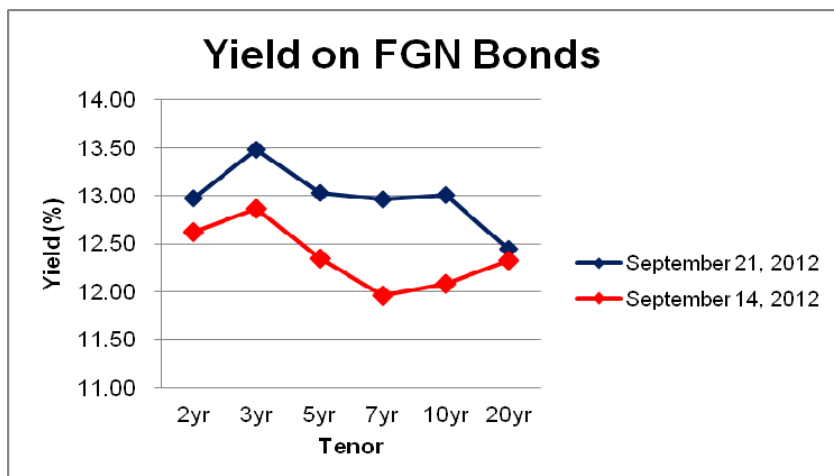
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF SEPTEMBER 17 - 21, 2012.

The Face Value of FGN Bonds traded during the week decreased marginally by 3.42% from ₦214.473bn in the previous week (September 10 - 14, 2012) to ₦207.146bn. However, Consideration rose by 5.18% from ₦209.272bn to ₦220.103bn within the same period due to higher average bond prices in the current week. Bond prices moderated at the end of the week, closing below prior week levels. 12 bonds exchanged hands during the week (same as the previous week) in 1,043 deals compared to 878 deals last week.

The Monetary Policy Committee (MPC) of the Central Bank of Nigeria (CBN), after its two day Meeting on September 17 – 18, 2012 maintained the current stance of monetary policy – Monetary Policy Rate (MPR) retained at 12%, Cash Reserve Ratio (CRR) at 12% and Liquidity Ratio at 30% - and indicated that monetary policy measures would remain tight for the foreseeable future. The MPC's hawkish bias rallied bond yields across the board.

On September 19, 2012, the Federal Government sold N101.221bn in Nigeria Treasury Bills (NTBs) with tenors of 91 and 182 days at Marginal Rates of 12.0000% and 12.6000% respectively. Total subscription was N220.884bn or 2.18 times the amount offered. Bid rates ranged between 11.4500% and 15.0000%. At the NTBs auction on September 5, 2012, 91 and 182-day Bills sold at 13.6400% and 13.8000% respectively. The lower Marginal Rates at the auction were consistent with the declining trends in rates at the NTB and FGN Bond Auctions. The amount raised from NTBs sales was used to refinance maturing obligations. Also on September 21, 2012, the DMO, on behalf of the Federal Government issued N60bn in Bonds to the public made up of N30bn of the 5-year Benchmark Bond (15.10% FGN APR 2017) and N30bn of the 7-year Benchmark Bond (16.00% FGN JUN 2019) at Marginal Rates of 12.9330% and 12.9000% respectively (marginally higher than their Secondary Market yields of 12.4100% and 12.29% respectively); thus adding to the supply of the two Benchmark Bonds.

On September 21, 2012, the Federation Accounts Allocation Committee (FAAC) released the sum of ₦570bn to the three tiers of Government as August 2012 revenue allocation. The funds from FAAC added to the liquidity in the market and eased Overnight Interbank Rate from 17.00% on September 14, 2012 to 12.00% on September 21, 2012.



WOW Change**

Tenor	Change in yields (BPs)***
2yr	35
3yr	62
5yr	68
7yr	100
10yr	93
20yr	12

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