



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
AUGUST 20 – AUGUST 24, 2012**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,016.31
Highest Price	₦1,053.42
Lowest Price	₦679.60
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	9.35% FGN AUG 2017
Highest Traded Volume	48,427,674
Lowest Traded Volume	25,945
No. of Bonds Traded	14
No. of Transactions	770

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
August 20, 2012			PUBLIC HOLIDAY	
August 21, 2012			PUBLIC HOLIDAY	
August 22, 2012	272	49,864	49,864,036	50,078,812.116
August 23, 2012	300	50,869	50,869,274	51,850,130.300
August 24, 2012	198	42,033	42,033,110	43,165,543.564
Total	770	142,766	142,766,420	145,094,485.980

Table III: FGN Bond MTM Prices as at August 24, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.26	94.58	15.35
2	10.50% FGN NOV 2014	18-Mar-14	1.56	93.42	15.37
3	10.75% FGN MAR 2014	30-Mar-14	1.60	93.63	15.37
4	9.20% FGN JUN 2014	29-Jun-14	1.85	90.33	15.39
5	9.25% FGN SEP 2014	28-Sept-14	2.10	89.30	15.41
6	4.00% FGN APR 2015	23-Apr-15	2.66	75.73	15.45
7	15.10% FGN APR 2017	27-Apr-17	4.68	97.99	15.70
8	9.35% FGN AUG 2017	31-Aug-17	5.02	78.29	15.77
9	10.70% FGN MAY 2018	30-May-18	5.77	81.50	15.68
10	16.00% FGN JUN 2019	29-Jun-19	6.85	102.52	15.38
11	7.00% FGN OCT 2019	23-Oct-19	7.17	63.28	15.72
12	16.39% FGN JAN 2022	27-Jan-22	9.43	105.51	15.26
13	15.00% FGN NOV 2028	28-Nov-28	16.27	104.23	14.31
14	12.49% FGN MAY 2029	22-May-29	16.75	88.87	14.24
15	8.50% FGN NOV 2029	20-Nov-29	17.25	63.71	14.17
16	10.00% FGN JUL 2030	23-Jul-30	17.92	73.52	14.08

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**

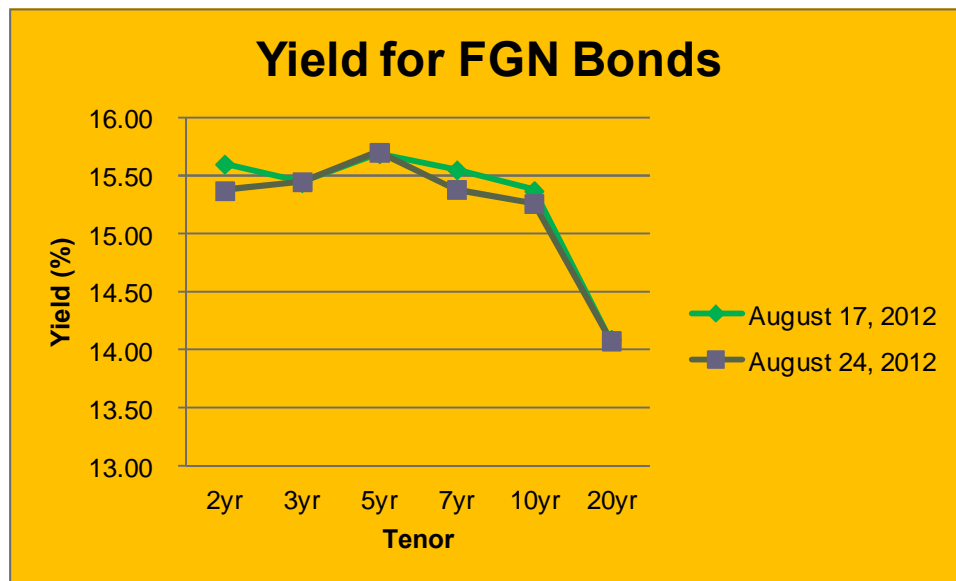
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF AUGUST 20 – AUGUST 24, 2012.

The Face Value of FGN Bonds traded during the week increased by 10.90% from ₦128.739bn in the previous week (August 13 - 17, 2012) to ₦142.766bn. Consideration also increased by 18.70% from ₦122.228bn to ₦145.094bn within the same period. 14 bonds were traded in 770 deals versus 13 bonds traded in 704 deals last week. The market was closed on August 20 and 21, 2012 for the Eid-al-Fitri holidays. Trading activity increased during the week due to improved liquidity in the system and demand for the Benchmark Bonds proposed for inclusion in the J.P. Morgan's Government Bond Index – Emerging Markets (GBI-EM).

N116bn of Central Bank of Nigeria (CBN) Bills from the Open Market Operation (OMO) matured during the week, helping lift liquidity in the system.

On August 22, 2012, the Central Bank of Nigeria (CBN) on behalf of the Federal Government offered and sold N50.648bn in Nigerian Treasury Bills (NTBs) in tenors of 91 and 182-days at rates of 14.00% and 15.08% respectively. Total Subscription was N136.924bn or 2.70 times the amount offered. Bid rates ranged between 12.50% and 18.00%. Proceeds from the Auction were used to refinance maturing obligation. At the previous Auction on August 9, 2012, NTBs with tenors of 91, 182 and 364-days were offered and sold at Marginal Rates of 14.50%, 15.30% and 15.38% respectively. Total Subscription was N330.029bn or 1.92 times the amount offered. The decline in the Marginal Rates and the relatively higher subscription level at the August 22, 2012 NTBs Auction were indications of higher liquidity in the system.

The higher liquidity level eased Overnight Interbank Lending Rate from 31.00% on August 17, 2012 to 19.00% on August 24, 2012. Demand for the three Bonds proposed for inclusion in the J.P. Morgan's Government Bond Index – Emerging Markets (GBI-EM) (2-year 10.75% FGN MAR 2014, 7-year 16.00% FGN JUNE 2019 and 10-year 16.39% FGN JAN 2022) rose during the week, pushing their yields lower.



WOW Change**

Tenor	Change in yields (BPs)***
2yr	(23)
3yr	1
5yr	1
7yr	(17)
10yr	(11)
20yr	(1)

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