



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
June 10, 2013 – June 14, 2013

Table I: Summary of Trading Report*

Description	Details
Average Price	1,122.26
Highest Price	1,204.56
Lowest Price	762.94
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	7.00% FGN OCT 2019
Highest Traded Volume	99,243,300
Lowest Traded Volume	3,245,000
No. of Bonds Traded	7
No. of Transactions	1,179

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume '000	Value N'000	Consideration N'000
June 10, 2013	290	46,707	46,707,090	51,443,984,204.55
June 11, 2013	254	43,366	43,366,345	48,386,635,048.50
June 12, 2013	81	18,762	18,761,670	22,847,005,818.13
June 13, 2013	293	45,743	45,743,100	51,109,009,215.57
June 14, 2013	261	29,456	29,456,000	32,747,361,727.54
Total	1,179	184,034	184,034,205	206,533,996,014.29

Table III: FGN Bond MTM Prices as at June 14, 2013

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	9.20% FGN JUN 2014	29-Jun-14	1.04	96.06	13.37
2	9.25% FGN SEP 2014	28-Sept-14	1.29	95.21	13.39
3	4.00% FGN APR 2015	23-Apr-15	1.86	84.94	13.41
4	15.10% FGN APR 2017	27-Apr-17	3.87	104.53	13.54
5	9.35% FGN AUG 2017	31-Aug-17	4.22	86.77	13.56
6	10.70% FGN MAY 2018	30-May-18	4.96	89.74	13.61
7	16.00% FGN JUN 2019	29-Jun-19	6.04	108.13	13.96
8	7.00% FGN OCT 2019	23-Oct-19	6.36	74.50	13.01
9	16.39% FGN JAN 2022	27-Jan-22	8.63	112.53	13.85
10	15.00% FGN NOV 2028	28-Nov-28	15.47	111.09	13.29
11	12.49% FGN MAY 2029	22-May-29	15.95	94.95	13.26
12	8.50% FGN NOV 2029	20-Nov-29	16.45	68.71	13.21
13	10.00% FGN JUL 2030	23-Jul-30	17.12	78.65	13.16

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**

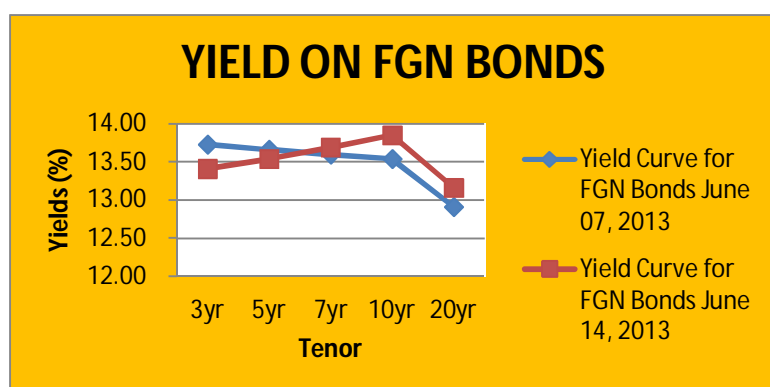
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF June 10, 2013 – June 14, 2013

The Face Value of FGN Bonds traded during the week decreased by 30.03% from N239.27bn in the previous week (June 03-June 07, 2013), to N184.03bn. Consideration also decreased by 32.79% from N273.29bn to N206.53bn within the same period. 7 FGN Bonds were traded in 1,179 deals versus 1,076 deals in the last week. The decrease in trading activities was a reflection of the volatility in the international market triggered by expectations of a reduction in monetary easing by the U.S. Federal Reserve Bank. This expectation resulted in sell-offs in FGN Securities by some foreign investors.

The reduced trading activity in FGN Bonds and lower participation by foreign investors impacted the FGN Bond Auction for N85bn held during the week. Whereas, 2 of the 3 Bonds offered (15.10% FGN April 2017 and 10% FGN July 2030) were oversubscribed, the Bid Rates were relatively high reflecting prevailing secondary market rates in some cases, and expectations in others. Consequently, the Marginal Rates for the 3, 5 and 20-year Benchmark Bonds offered at the Auction were 12.25%, 13.00% and 13.50% which were higher than the respective rates of 11.60%, 12.25% and 12.799% at the May 2013 Auction. Thus, FGN Benchmark Bond prices (except the 3 and 5-year Benchmark Bonds) closed lower.

The CBN conducted only one (1) OMO Auction during the week (June 10, 2013) in which it sold N13.50bn of 136-day Bills at 12.10%. Although, the total Bids received was N68.747bn, the range of Bid Rates (12.10-13.89%) was high which may explain the relatively small amount sold. When viewed against the background of N230.016bn which matured during the week, the CBN injected N216.516bn into the system.

Part of the increased liquidity was mopped up through Foreign Exchange sale (WDAS – USD600mn) and the withdrawal by the Nigerian National Petroleum Corporation (NNPC) of N50bn resulting in higher Overnight Interbank rate of 13.0% at the close of the week compared to 11.00% the previous week.



WOW Change*	
Tenor	Change in yields (BPs)**
3yr	(32.00)
5yr	(12.00)
7yr	9.00
10yr	31.00
20yr	25.00

*WOW = Week Over Week

**BPs = Basis Point

*** Only Benchmark Bonds were used

***BENCHMARK FGN BONDS	
Bond Name	Tenor Benchmark
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