



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
OCTOBER 15 – OCTOBER 19, 2012**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,118.98
Highest Price	₦1,184.17
Lowest Price	₦745.62
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	10.70% FGN MAY 2018
Highest Traded Volume	61,279,770
Lowest Traded Volume	200,000
No. of Bonds Traded	9
No. of Transactions	1,045

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
October 15, 2012	167	26,850	26,850,000	29,985,384.219
October 16, 2012	110	19,250	19,250,000	21,516,607.355
October 17, 2012	226	43,200	43,200,000	46,670,149.085
October 18, 2012	167	23,450	23,450,000	26,144,027.369
October 19, 2012	375	65,276	65,276,070	74,891,969.533
Total	1,045	178,026	178,026,070	199,208,137.561

Table III: FGN Bond MTM Prices as at October 19, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.11	98.52	11.94
2	10.50% FGN MAR 2014	18-Mar-14	1.41	97.71	12.30
3	10.75% FGN MAR 2014	30-Mar-14	1.44	97.94	12.34
4	9.20% FGN JUN 2014	29-Jun-14	1.69	94.87	12.64
5	9.25% FGN SEP 2014	28-Sept-14	1.94	94.53	12.50
6	4.00% FGN APR 2015	23-Apr-15	2.51	80.13	13.61
7	15.10% FGN APR 2017	27-Apr-17	4.52	105.38	13.47
8	9.35% FGN AUG 2017	31-Aug-17	4.87	84.05	13.97
9	10.70% FGN MAY 2018	30-May-18	5.61	87.93	13.86
10	16.00% FGN JUN 2019	29-Jun-19	6.70	110.89	13.47
11	7.00% FGN OCT 2019	23-Oct-19	7.01	74.21	12.66
12	16.39% FGN JAN 2022	27-Jan-22	9.28	116.13	13.30
13	15.00% FGN NOV 2028	28-Nov-28	16.12	115.97	12.65
14	12.49% FGN MAY 2029	22-May-29	16.60	99.21	12.60
15	8.50% FGN NOV 2029	20-Nov-29	17.10	71.75	12.55
16	10.00% FGN JUL 2030	23-Jul-30	17.77	82.32	12.49

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

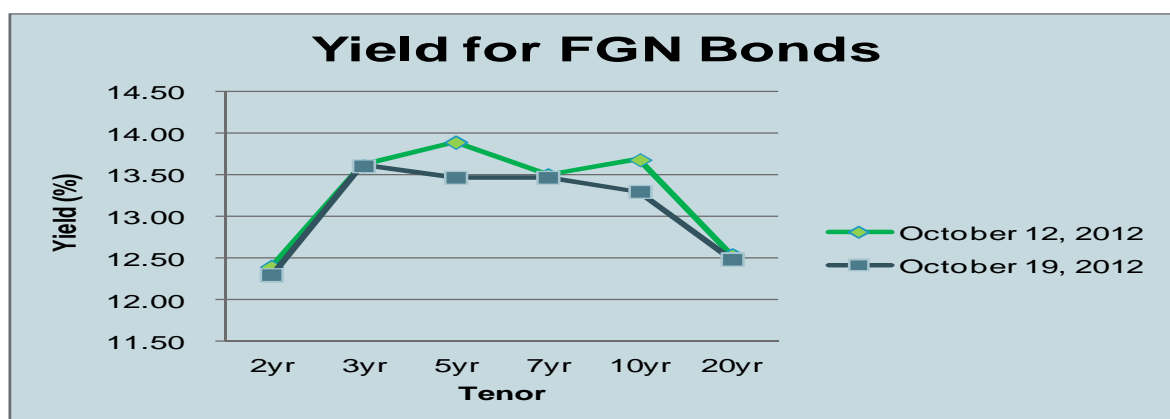
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF OCTOBER 15 – 19, 2012.

The Face Value of FGN Bonds traded during the week decreased by 9.51% from ₦196.745bn in the previous week (October 8 - 12, 2012) to ₦178.026bn. Consideration also decreased by 8.91% from ₦218.700bn to ₦199.208bn within the same period. 9 bonds were traded in 1,045 deals versus 12 bonds traded in 1,242 deals last week. Trading activities were low early in the week as investors awaited the release of September, 2012 Consumer Price Index (CPI) Report and the outcome of FGN Bond Auctions by the DMO.

On October 17, 2012, the DMO on behalf of the Federal Government offered and sold ₦75bn in FGN Bonds to the public in three tenors of 5-year (15.10% FGN APR 2017), 7-year (16.00% FGN JUL 2019) and 10-year (16.39% FGN JAN 2022) at Marginal Rates of 13.6840%, 13.7465% and 13.5000% respectively. The Closing yields on the three Bonds at the Secondary Market on October 16, 2012 were 13.8300%, 13.7200% and 13.6700% respectively. Total subscription was ₦144.313bn or 1.92 times the amount offered. All the three bonds were re-opening of existing issues.

During the week, the National Bureau of statistics (NBS) released the September 2012 CPI Report which showed a decline in inflation from 11.70% in August, 2012 to 11.30%.

On October 19, 2012, the Federation Accounts Allocation Committee (FAAC) released the sum of N566.515bn to the three tiers of Government as September, 2012 revenue allocation. The cash injection from FAAC offset the liquidity mop-up of N273.823bn by the Central Bank of Nigeria (CBN) through Open Market Operations (OMO), resulting in a net positive cash inflow into the system during the week. However, the liquidity injection from FAAC was too late to reverse the rising trend in the Overnight Interbank Lending Rate which closed higher at 12.00% on October 19, 2012 from 11.75% on October 12, 2012. The combination of net liquidity inflow into the system and favourable inflation data pushed Bond yields lower across the board.



WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(10)
3yr	-
5yr	(42)
7yr	(3)
10yr	(38)
20yr	(5)

***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

*WOW = Week Over Week

**BPs = Basis Point

*** Only Benchmark Bonds were used