



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
AUGUST 6 – AUGUST 10, 2012

Table I: Summary of Trading Report*

Description	Details
Average Price	₦937.52
Highest Price	₦1,017.65
Lowest Price	₦639.46
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	27,932,400
Lowest Traded Volume	200,000
No. of Bonds Traded	9
No. of Transactions	762

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
August 6, 2012	205	37,230	37,230,000	35,020,046
August 7, 2012	98	22,072	22,072,400	21,104,366
August 8, 2012	175	19,297	19,297,000	17,850,776
August 9, 2012	126	13,350	13,350,000	12,349,041
August 10, 2012	158	18,450	18,450,000	17,177,304
Total	762	110,399	110,399,400	103,501,533

Table III: FGN Bond MTM Prices as at August 10, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.29	93.47	16.27
2	10.50% FGN NOV 2014	18-Mar-14	1.59	92.17	16.24
3	10.75% FGN MAR 2014	30-Mar-14	1.63	92.37	16.24
4	9.20% FGN JUN 2014	29-Jun-14	1.88	88.99	16.22
5	9.25% FGN SEP 2014	28-Sept-14	2.13	87.84	16.23
6	4.00% FGN APR 2015	23-Apr-15	2.69	74.19	16.19
7	15.10% FGN APR 2017	27-Apr-17	4.71	96.15	16.28
8	9.35% FGN AUG 2017	31-Aug-17	5.05	77.25	16.10
9	10.70% FGN MAY 2018	30-May-18	5.60	79.98	16.13
10	16.00% FGN JUN 2019	29-Jun-19	6.88	97.88	16.51
11	7.00% FGN OCT 2019	23-Oct-19	7.20	61.38	16.30
12	16.39% FGN JAN 2022	27-Jan-22	9.46	100.28	16.33
13	15.00% FGN NOV 2028	28-Nov-28	16.30	100.75	14.87
14	12.49% FGN MAY 2029	22-May-29	15.78	85.90	14.77
15	8.50% FGN NOV 2029	20-Nov-29	17.28	61.60	14.66
16	10.00% FGN JUL 2030	23-Jul-30	17.95	71.35	14.52

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

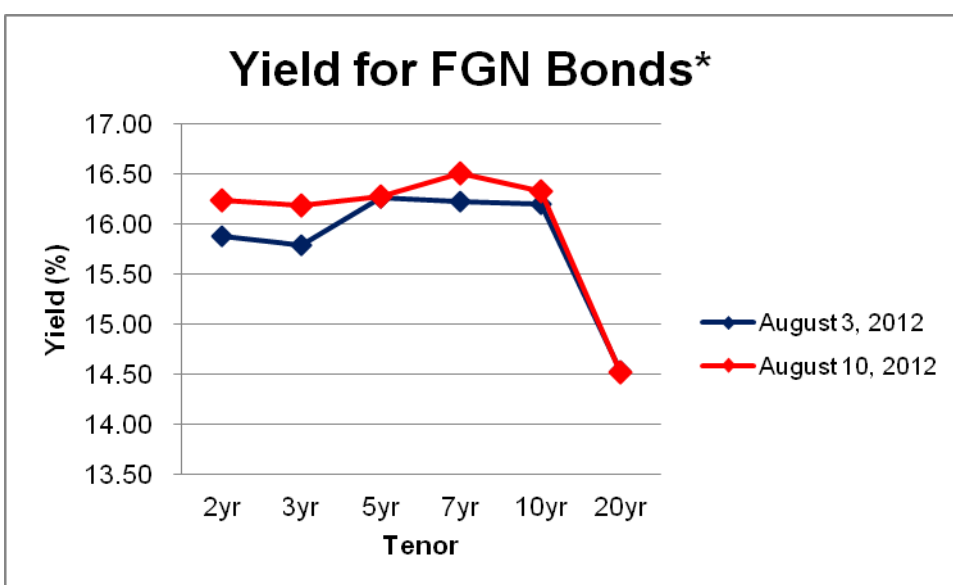
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF AUGUST 6 – 10, 2012.

The Face Value of FGN Bonds traded during the week decreased by 23% from N143.385bn in the previous week (July 30 – August 3, 2012) to N110.399bn. Consideration also decreased by 23.92% from N136.047bn to N103.501bn within the same period. 9 Bonds traded in 762 deals versus 8 Bonds traded in 1,006 deals last week. Trading declined during the week due to continued liquidity squeeze in the market.

The Central Bank of Nigeria (CBN) on behalf of the Federal Government offered and sold N172.057bn in Nigerian Treasury Bills (NTBs) for tenors of 91-days, 182-days and 364-days at Marginal Rates of 14.5000%, 15.3000% and 15.3800% respectively. Total subscription was N330.029bn or 1.92 times the amount offered - lower than the Total subscription of N448.41bn at the previous auction. Bid rates ranged between 12.0000% - 23.5000%. At the previous auction on July 26, 2012 the same tenors were offered and sold at Marginal Rates of 13.9475, 14.9400% and 15.6000% respectively. The lower subscription amount and higher Marginal Rates when compared to the previous auction, reflect lower liquidity in the system due to the movement of funds to the CBN for compliance with the new 12% Cash Reserve Ratio. N142.057bn of the amount sold at the auction was used to refinance matured obligations, while the balance of N30bn represented new borrowing by the Government.

Also last week, the CBN sold USD 318m at its bi-weekly foreign exchange auction. Many Banks avoided the CBN Repo window to access liquidity due to CBN's new rule restricting banks from trading funds from its Repo in the Interbank market and foreign exchange auction. Interbank Call Rate rose as high as 40.0000% on August 8, 2012 (the highest in about 2 years) before closing at 23.0000% on August 10, 2012. Overnight Call Rate ranged between 14.0000% - 19.5000% during the week of July 30, 2012.

Reduced system liquidity which resulted in a higher short term rates extended to the Bond Market and was more pronounced in the 2 and 3 year tenor brackets.



WOW Change**

Tenor	Change in yields (BPs)***
2yr	36
3yr	40
5yr	2
7yr	28
10yr	13
20yr	(1)

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