



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
NOVEMBER 19 – NOVEMBER 23, 2012**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦1,033.80
Highest Price	₦1,262.18
Lowest Price	₦747.78
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	10.98% FGN NOV 2013
Highest Traded Volume	54,447,000
Lowest Traded Volume	1,000,000
No. of Bonds Traded	14
No. of Transactions	1,543

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
November 19, 2012	229	32,150	32,150,000	31,305,501.944
November 20, 2012	287	61,981	61,981,000	60,988,800.068
November 21, 2012	236	26,653	26,652,820	26,664,193.349
November 22, 2012	408	57,400	57,400,000	59,286,506.643
November 23, 2012	383	71,776	71,776,500	80,165,111.030
Total	1,543	249,960	249,960,320	258,410,113.034

Table III: FGN Bond MTM Prices as at November 23, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.01	98.47	12.15
2	10.50% FGN MAR 2014	18-Mar-14	1.32	97.63	12.48
3	10.75% FGN MAR 2014	30-Mar-14	1.35	97.83	12.52
4	9.20% FGN JUN 2014	29-Jun-14	1.60	94.93	12.79
5	9.25% FGN SEP 2014	28-Sept-14	1.85	94.67	12.56
6	4.00% FGN APR 2015	23-Apr-15	2.41	80.65	13.67
7	15.10% FGN APR 2017	27-Apr-17	4.43	107.45	12.83
8	9.35% FGN AUG 2017	31-Aug-17	4.77	86.41	13.28
9	10.70% FGN MAY 2018	30-May-18	5.52	90.68	13.12
10	16.00% FGN JUN 2019	29-Jun-19	6.60	114.41	12.70
11	7.00% FGN OCT 2019	23-Oct-19	6.92	74.67	12.59
12	16.39% FGN JAN 2022	27-Jan-22	9.18	121.78	12.35
13	15.00% FGN NOV 2028	28-Nov-28	16.02	117.45	12.46
14	12.49% FGN MAY 2029	22-May-29	16.50	100.15	12.47
15	8.50% FGN NOV 2029	20-Nov-29	17.00	72.19	12.48
16	10.00% FGN JUL 2030	23-Jul-30	17.67	82.38	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**

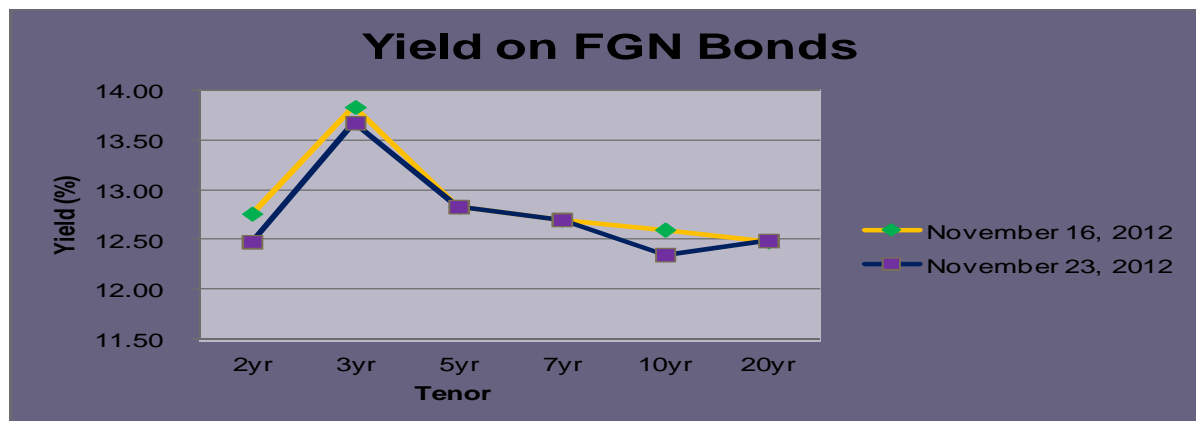
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF NOVEMBER 19 – NOVEMBER 23, 2012.

The Face Value of FGN Bonds traded during the week increased by 88.55% from ₦132.570bn in the previous week (November 12 – November 16, 2012) to ₦249.960bn. Consideration also increased by 84.93% from ₦139.732bn to ₦258.410bn within the same period. 14 Bonds were traded in 1,543 deals versus 9 Bonds traded in 856 deals in the previous week. Trading activities rose during the week after the Monetary Policy Committee (MPC) of the Central Bank of Nigeria (CBN) maintained the current monetary policy stance – Monetary Policy Rate (MPR) retained at 12%, Cash Reserve Ratio (CRR) at 12% and Liquidity Ratio at 30% - and indicated that it considered a reduction in the Monetary Policy Rate (MPR) at its meetings on November 19 and 20, 2012.

On November 21, 2012, the DMO on behalf of the Federal Government offered and sold ₦50.0bn in FGN Bonds to the public in tenors of 7 years (16.00% FGN JUL 2019) and 10 years (16.39% FGN JAN 2022) at Marginal Rates of 12.4900% and 12.0100% respectively. The Bonds closed at yields of 12.51% and 12.29% respectively at the Secondary Market the previous day. Total Subscription was ₦121.009bn or 2.42 times the amount offered. All the Bonds offered at the Auction were re-opening of existing issues.

Also on November 21, 2012, the CBN on behalf of the Federal Government offered and sold ₦116.185bn in Nigeria Treasury Bills (NTBs) with tenors of 91-days, 182-days and 364-days at Marginal Rates of 12.4000%, 12.4500% and 12.5000% respectively. Total subscription was ₦355.915bn or 3.06 times the amount offered. Bid rates ranged between 11.0000% - 14.0150%. At the previous NTBs Auction on November 7, 2012, Bills with the same tenors were sold at Marginal Rates of 12.7500%, 13.0300% and 13.0489% respectively. The total amount raised at the Auction was used to repay maturing obligations.

During the week, the Federation Accounts Allocation Committee (FAAC) released the sum of ₦574.940bn to the three tiers of Government as October, 2012 revenue allocation. The CBN also repaid ₦70.282bn in matured CBN Bills, thus adding to the liquidity in the system. In response to the higher liquidity in the system, the CBN conducted Open Market Operation on November 22, 2012 through which it mopped up ₦246.773bn in liquidity. Overnight Interbank Rate eased from 13.25% on November 16, 2012 to 10.75% on November 23, 2012 as liquidity remained high inspite of the CBN's mop-up. High demand for FGN Bonds pushed Bond yields lower, except for the 5-year (15.10% FGN APR 2017) and 7-year (16.00% FGN JUL 2019) which were unchanged from the previous week.



WOW Change*	
Tenor	Change in yields (BPs)**
2yr	(28)
3yr	(16)
5yr	-
7yr	-
10yr	(25)
20yr	1

*WOW = Week Over Week

**BPs = Basis Point

*** Only Benchmark Bonds were used

***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