



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
JANUARY 21, 2013 – JANUARY 25, 2013**

Table I: Summary of Trading Report*

| Description | Details |
|-----------------------|---------------------|
| Average Price | ₦1,130.27 |
| Highest Price | ₦1,360.61 |
| Lowest Price | ₦825.60 |
| 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 | 10.98% FGN NOV 2013 |
| Highest Traded Volume | 36,282,700 |
| Lowest Traded Volume | 500,000 |
| No. of Bonds Traded | 15 |
| No. of Transactions | 888 |

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

| Date | No of Deals | Volume'000 | Value ₦'000 | Consideration ₦'000 |
|------------------|-------------|----------------|--------------------|------------------------|
| January 21, 2013 | 240 | 32,417 | 32,417,502 | 36,377,668.987 |
| January 22, 2013 | 191 | 40,080 | 40,080,000 | 42,557,854.445 |
| January 23, 2013 | 236 | 33,980 | 33,980,000 | 38,133,334.278 |
| January 24, 2013 | 0 | 0 | 0 | 0 |
| January 25, 2013 | 221 | 60,733 | 60,733,245 | 71,923,914.152 |
| Total | 888 | 167,210 | 167,210,747 | 188,992,771.862 |

Table III: FGN Bond MTM Prices as at January 25, 2013

| S/N | Description | Maturity | TTM(Years)** | Price (₦) | Yields (%) |
|-----|---------------------|------------|--------------|-----------|------------|
| 1 | 10.50% FGN MAR 2014 | 18-Mar-14 | 1.14 | 98.19 | 11.24 |
| 2 | 10.75% FGN MAR 2014 | 30-Mar-14 | 1.18 | 99.45 | 11.23 |
| 3 | 9.20% FGN JUN 2014 | 29-Jun-14 | 1.42 | 97.43 | 11.19 |
| 4 | 9.25% FGN SEP 2014 | 28-Sept-14 | 1.67 | 97.06 | 11.21 |
| 5 | 4.00% FGN APR 2015 | 23-Apr-15 | 2.24 | 86.30 | 11.05 |
| 6 | 15.10% FGN APR 2017 | 27-Apr-17 | 4.25 | 114.48 | 10.75 |
| 7 | 9.35% FGN AUG 2017 | 31-Aug-17 | 4.60 | 94.19 | 10.99 |
| 8 | 10.70% FGN MAY 2018 | 30-May-18 | 5.35 | 98.64 | 11.04 |
| 9 | 16.00% FGN JUN 2019 | 29-Jun-19 | 6.43 | 121.88 | 11.14 |
| 10 | 7.00% FGN OCT 2019 | 23-Oct-19 | 6.75 | 80.85 | 11.10 |
| 11 | 16.39% FGN JAN 2022 | 27-Jan-22 | 9.01 | 128.46 | 11.28 |
| 12 | 15.00% FGN NOV 2028 | 28-Nov-28 | 15.85 | 120.75 | 12.03 |
| 13 | 12.49% FGN MAY 2029 | 22-May-29 | 16.33 | 102.84 | 12.08 |
| 14 | 8.50% FGN NOV 2029 | 20-Nov-29 | 16.83 | 74.13 | 12.14 |
| 15 | 10.00% FGN JUL 2030 | 23-Jul-30 | 17.50 | 84.16 | 12.21 |

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

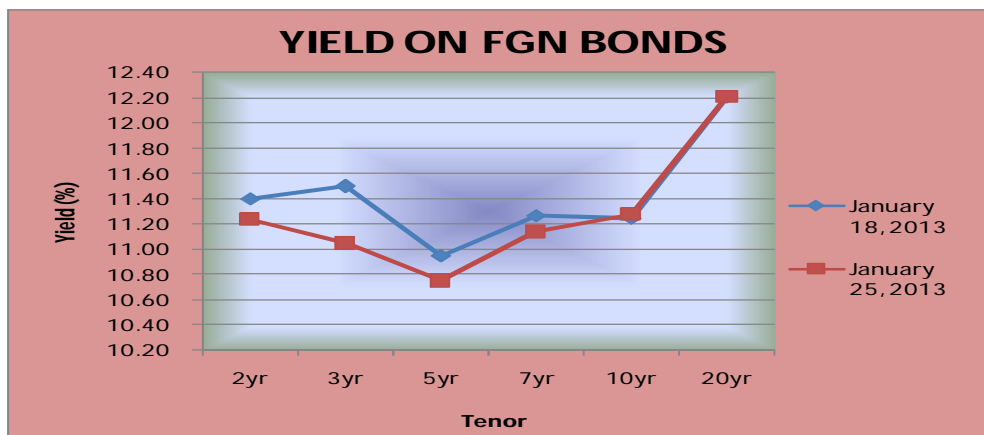
SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF JANUARY 21, 2013 – JANUARY 25, 2013

In the week under review, Yields fell across board for majority of the FGN Bonds with a corresponding increase in their Price. 15 FGN Bonds were traded in 888 Deals, while Total Face Value and Consideration stood at ₦167.21bn and ₦188.99bn respectively. Compared to the previous week, Total Face Value and Consideration for FGN Bonds increased by 2.31% and 3.32% from their respective figures of ₦163.42bn and ₦182.90bn, despite the fact that it was a 4-day trading week due to the Public Holidays.

Activities in the FGN Bond Secondary Market were affected by a number of factors including the January 2013 FGN Bond Auction. At the Auction, the DMO offered ₦110.00bn FGN Bonds of the 5-Year, 7-Year and 10-Year Benchmarks. Marginal Rates for all 3 Bonds were lower than their respective Marginal Rates at the last Auction (December 2012). Subscription Rate remained high (202%) due to sustained demand by off-shore and local investors, as well as, the fact that ₦150.00bn FGN Bonds were redeemed during the week.

The FGN through the CBN issued ₦164.88bn Nigerian Treasury Bills (NTBs) in tenors of 91, 182, and 364 Days on January 23, 2013; this was ₦70.00bn higher than NTB's that were redeemed on the same day. In addition to the net outflow of funds from the NTB Auction, the CBN mopped up ₦103.09 through OMO when it offered ₦178.71bn compared to ₦75.62bn that matured. The CBN action may have been informed by the liquidity of ₦150.00bn from the redemption of FGN Bonds. The total net outflow from redemptions and new issues of FGN Bonds, NTBs and CBN Bills amounted to ₦133.09bn and its immediate impact was an increase in interbank rates. Overnight Rate rose to 12.50% from 11.00% the previous week.

At the Meeting of the CBN's Monetary Policy Committee on January 21, 2013, all monetary indices were left unchanged.



| WOW Change* | |
|-------------|--------------------------|
| Tenor | Change in yields (BPs)** |
| 2yr | (16.00) |
| 3yr | (45.00) |
| 5yr | (20.00) |
| 7yr | (13.00) |
| 10yr | 3.00 |
| 20yr | - |

*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 |