



**DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
APRIL 23 – APRIL 27, 2012**

Table I: Summary of Trading Report*

Description	Details
Average Price	₦864.10
Highest Price	₦1,087.25
Lowest Price	₦633.08
Highest Priced Bond	16.39% FGN JAN 2022
Lowest Priced Bond	7.00% FGN OCT 2019
Highest Traded Bond	7.00% FGN OCT 2019
Lowest Traded Bond	10.50% FGN MAY 2012
Highest Traded Volume	22,600,000
Lowest Traded Volume	100,000
No. of Bonds Traded	10
No. of Transactions	664

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
April 23, 2012	144	15,500	15,500,000	14,168,420.580
April 24, 2012	62	7,900	7,900,000	6,960,842.104
April 25, 2012	189	20,200	20,200,000	14,733,262.969
April 26, 2012	88	13,000	13,000,000	10,820,751.378
April 27, 2012	181	33,597	33,597,423	31,256,237.088
Total	664	90,197	90,197,423	77,939,514.119

Table III: FGN Bond MTM Prices as at April 27, 2012

S/N	Description	Maturity	TTM(Years)**	Price (₦)	Yields (%)
1	10.50% FGN NOV 2013	28-Nov-13	1.59	93.97	14.89
2	10.50% FGN NOV 2014	18-Mar-14	1.89	92.92	14.91
3	10.75% FGN MAR 2014	30-Mar-14	1.92	93.23	14.91
4	9.20% FGN JUN 2014	29-Jun-14	2.17	89.66	14.93
5	9.25% FGN SEP 2014	28-Sept-14	2.42	88.77	14.94
6	4.00% FGN APR 2015	23-Apr-15	2.99	74.13	15.06
7	9.35% FGN AUG 2017	31-Aug-17	5.35	79.00	15.22
8	10.70% FGN MAY 2018	30-May-18	6.09	82.58	15.17
9	7.00% FGN OCT 2019	23-Oct-19	7.49	63.59	15.34
10	16.39% FGN JAN 2022	27-Jan-22	9.76	104.45	15.48
11	15.00% FGN NOV 2028	28-Nov-28	16.60	103.48	14.44
12	12.49% FGN MAY 2029	22-May-29	17.08	87.97	14.40
13	8.50% FGN NOV 2029	20-Nov-29	17.58	62.71	14.37
14	10.00% FGN JUL 2030	23-Jul-30	18.25	72.23	14.32

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 APRIL 23 – APRIL 27, 2012.

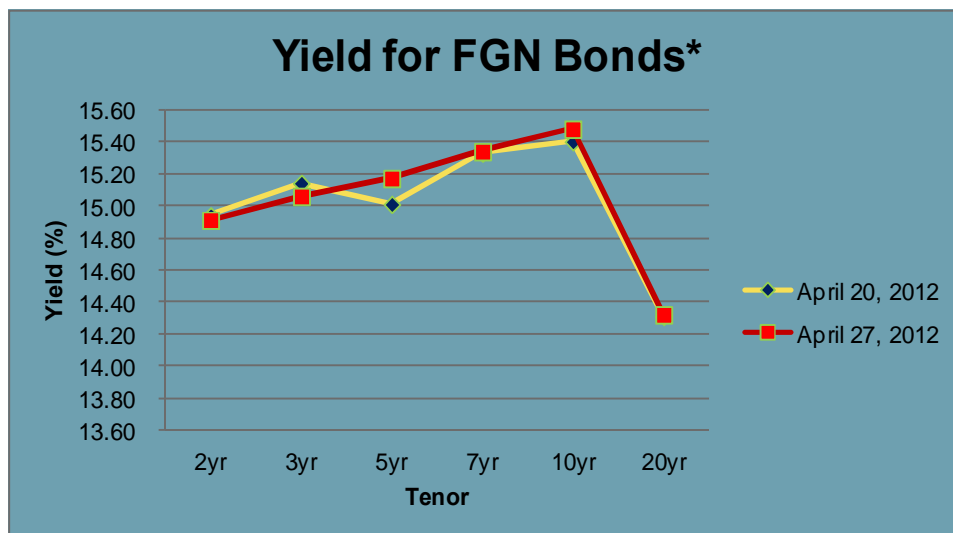
The Face Value of FGN Bonds traded during the week decreased by 37.38% from N144.05bn in the previous week (April 16 – April 20, 2012) to N90.197bn. Consideration also decreased by 36.51% from N122.76bn to N77.94bn within the same period. Number of bonds traded decreased from 13 to 10, while the number of deals fell from 1,056 to 664 within the same period. The decline in trading activities may have been influenced by caution over the anticipated introduction of Bond Switches by the DMO in May 2012.

During the week, the DMO sold N90bn in Bonds to the public in 3, 5 and 10-year tenors at Marginal Rates of 14.95%, 15.10% and 15.47% respectively. All offers were re-openings of existing issues except for the new 5-year issue (15.10% FGN APR 2017).

Also during the week, the Federation Accounts allocation Committee (FAAC) released the sum of N613.697bn to the three tiers of Government as March 2012 revenue allocation. The fund inflow from FAAC added to the liquidity in the market; resulting in the decline of Overnight Interbank Lending Rate from 14.50% on April 20, 2012 to 14.00% on April 27, 2012.

The Central Bank of Nigeria (CBN) conducted Open Market Operations (OMO) where it sold CBN Bills with tenors of 118, 237, 335 and 339 days at rates of 14.08%, 14.34%, 14.50% and 14.40% respectively. Bid rates ranged between 13.70% - 17.00%. In the week of April 9 – 13, 2012, bid rates for 350 and 357 days Nigerian Treasury Bills (NTBs) ranged between 14.80% - 18.50%. Investors may have reduced their bids rates to increase their chances of success at the Auction given the decline in Inter Bank Lending Rate. The CBN took advantage of the low bid rates to mop up more liquidity than it initially intended. Total Subscription at the OMO Auction was N706.93bn and N224.14bn was allotted (more than the N130bn on offer).

Yield on the 9.35% FGN AUG 2017 rose due to the introduction of a new 5 year Bond (15.10% FGN APR 2017) in the market by the DMO. Yields on other Benchmark Bonds changed marginally during the period.



WOW Change**

Tenor	Change in yields (BPs)***
2yr	(3)
3yr	(8)
5yr	16
7yr	1
10yr	8
20yr	1

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