



DEBT MANAGEMENT OFFICE
NIGERIA

FGN BONDS
HIGHLIGHTS FOR THE WEEK
DECEMBER 12 – DECEMBER 16, 2011

Table I: Summary of Trading Report*

| Description | Details |
|-----------------------|---------------------|
| Average Price | ₦848.72 |
| Highest Price | ₦1,114.80 |
| Lowest Price | ₦725.56 |
| Highest Priced Bond | 15.00% FGN NOV 2028 |
| Lowest Priced Bond | 7.00% FGN OCT 2019 |
| Highest Traded Bond | 10.50% FGN MAR 2014 |
| Lowest Traded Bond | 9.25% FGN SEP 2014 |
| Highest Traded Volume | 29,718,000 |
| Lowest Traded Volume | 30,000 |
| No. of Bonds Traded | 16 |
| No. of Transactions | 871 |

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

| Date | No of Deals | Volume'000 | Value ₦'000 | Consideration ₦'000 |
|-------------------|-------------|----------------|--------------------|---------------------------|
| December 12, 2011 | 177 | 19,100 | 19,100,000 | 17,146,123,571.04 |
| December 13, 2011 | 102 | 10,787 | 10,787,600 | 9,576,502,365.75 |
| December 14, 2011 | 233 | 24,800 | 24,800,000 | 21,466,990,209.72 |
| December 15, 2011 | 190 | 30,650 | 30,650,000 | 25,712,412,501.84 |
| December 16, 2011 | 169 | 35,337 | 35,337,000 | 28,517,439,615.18 |
| Total | 871 | 120,674 | 120,674,600 | 102,419,468,263.53 |

Table III: FGN Bond MTM Prices as at December 16, 2011**

| S/N | Description | Maturity | TTM(Years)*** | Price (₦) | Yields (%) |
|-----|---------------------|------------|---------------|-----------|------------|
| 1 | 9.45% FGN JAN 2013 | 25-Jan-13 | 1.11 | 94.02 | 15.50 |
| 2 | 5.50% FGN FEB 2013 | 19-Feb-13 | 1.18 | 89.63 | 15.47 |
| 3 | 10.50% FGN NOV 2013 | 28-Nov-13 | 1.95 | 92.48 | 15.09 |
| 4 | 10.50% FGN NOV 2014 | 18-Mar-14 | 2.25 | 91.57 | 15.02 |
| 5 | 10.75% FGN MAR 2014 | 30-Mar-14 | 2.29 | 92.15 | 14.90 |
| 6 | 9.20% FGN JUN 2014 | 29-Jun-14 | 2.54 | 88.53 | 14.78 |
| 7 | 9.25% FGN SEP 2014 | 28-Sept-14 | 2.79 | 87.97 | 14.65 |
| 8 | 4.00% FGN APR 2015 | 23-Apr-15 | 3.35 | 73.15 | 14.36 |
| 9 | 9.35% FGN AUG 2017 | 31-Aug-17 | 5.71 | 81.49 | 14.18 |
| 10 | 10.70% FGN MAY 2018 | 30-May-18 | 6.46 | 80.39 | 15.63 |
| 11 | 7.00% FGN OCT 2019 | 23-Oct-19 | 7.86 | 64.36 | 14.83 |
| 12 | 15.00% FGN NOV 2028 | 28-Nov-28 | 16.96 | 111.18 | 13.32 |
| 13 | 12.49% FGN MAY 2029 | 22-May-29 | 17.44 | 94.64 | 13.28 |
| 14 | 8.50% FGN NOV 2029 | 20-Nov-29 | 17.94 | 67.79 | 13.24 |
| 15 | 10.00% FGN JUL 2030 | 23-Jul-30 | 18.61 | 78.06 | 13.19 |

*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*

*** Bonds with less than 1 year to maturity and/or less than N30bn in issue are not included*

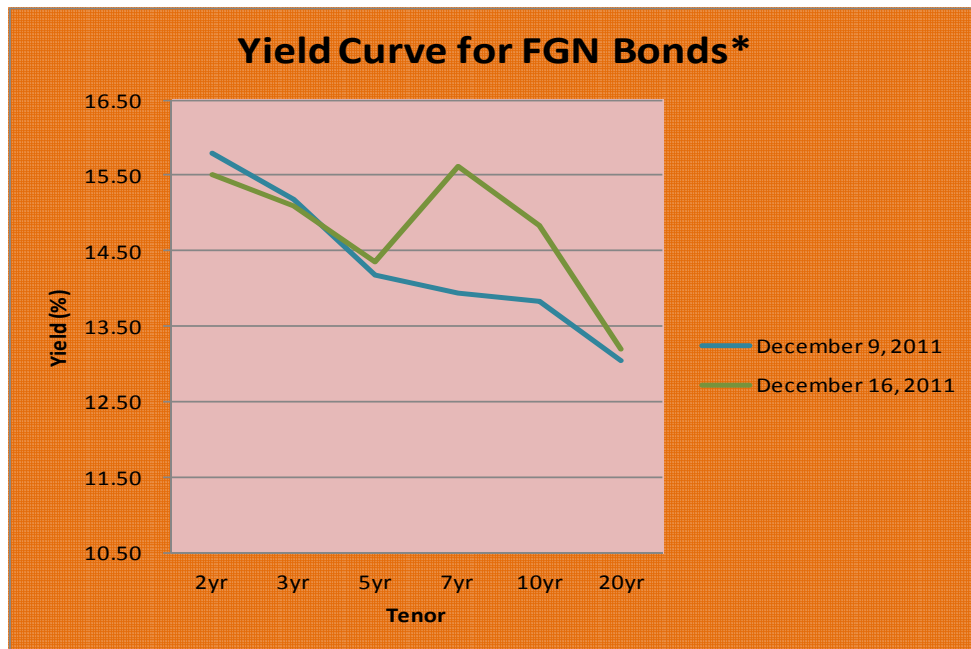
****TTM means Term to Maturity*

SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF DECEMBER 12 – DECEMBER 16, 2011.

The Face Value of FGN bonds traded during the week rose by 15.13% to N120.674bn from N104.820bn last week (the week of December 5-9, 2011). Consideration also increased by 9.04% to N102.419bn from N93.928bn within the same period. Number of transactions was virtually unchanged at 871 (was 875 last week) with 16 bonds exchanging hands (same as last week).

Bond yields moved slightly except at the mid range of the curve where yields on the 7-year and 10-year benchmarks (10.70% FGN MAY 2018 and 7.00% FGN OCT 2019 respectively) adjusted upwards to the result of the Primary Auctions held by the DMO during the week. At the auction, the DMO sold the 10.70% FGN MAY 2018 at 15.93% and the 7.00% FGN OCT 2019 at 15.00%. The bonds had closed on Friday, December 9, 2011 with yields of 13.94% (10.70% FGN May 2018) and 13.84% (7.00% FGN Oct 2019). Investors pushed up the yields at the Auction on the expectation of rising medium term rates.

The Central Bank of Nigeria (CBN) carried out Open Market Operation (OMO) during the week (December 13, 2011) where it auctioned N56.538bn in CBN Bills at rates ranging between 15.45% and 16.39%. The tenors were for 135, 289, and 317 days. Total subscription was N127.876bn and bid rates ranged between 15.45% and 18.14%. Bid rates at OMO were slightly higher than previous week when rates ranged between 14.95% - 17.50%, perhaps due to the impact of the liquidity mop up.



WOW Change**

| Tenor | Change in yields (BPs)*** |
|-------|---------------------------|
| 2yr | (30) |
| 3yr | (10) |
| 5yr | 19 |
| 7yr | 169 |
| 10yr | 99 |
| 20yr | 15 |

* Only Benchmark Bonds were used

**WOW = Week Over Week

***BPs = Basis Points