



DEBT MANAGEMENT OFFICE
NIGERIA
FGN BONDS
HIGHLIGHTS FOR THE WEEK
AUGUST 15 – AUGUST 19, 2011

Table I: Summary of Trading Report*

Description	Details
Average Price	₦916.85
Highest Price	₦1,029.88
Lowest Price	₦803.07
Highest Priced Bond	10.50% FGN MAR 2014
Lowest Priced Bond	4.00% FGN APR 2015
Highest Traded Bond	4.00% FGN APR 2015
Lowest Traded Bond	10.50% FGN NOV 2013
Highest Traded Volume	31,600,000
Lowest Traded Volume	4,600,000
No. of Bonds Traded	8
No. of Transactions	728

NB: Price is per 1000 Units of the Bond

Table II: Trading Statistics*

Date	No of Deals	Volume'000	Value ₦'000	Consideration ₦'000
August 15, 2011	129	58,400	58,400,000	51,812,189.25
August 16, 2011	88	11,500	11,500,000	11,060,176.55
August 17, 2011	83	8,500	8,500,000	7,660,753.70
August 18, 2011	264	30,000	30,000,000	27,756,860.81
August 19, 2011	164	26,387	26,387,000	25,289,796.74
Total	728	134,787	134,787,000	123,579,777.05

Table III: FGN Bond MTM Prices as at August 19, 2011**

S/N	Description	Maturity	TTM(Years)***	Price (₦)	Yields (%)
1	9.45% FGN JAN 2013	25-Jan-13	1.44	99.43	9.88
2	5.50% FGN FEB 2013	19-Feb-13	1.51	93.98	9.92
3	10.50% FGN NOV 2013	28-Nov-13	2.28	100.20	10.38
4	10.50% FGN NOV 2014	18-Mar-14	2.58	99.59	10.68
5	10.75% FGN MAR 2014	30-Mar-14	2.61	100.36	10.58
6	9.20% FGN JUN 2014	29-Jun-14	2.86	96.30	10.73
7	9.25% FGN SEP 2014	28-Sept-14	3.11	95.77	10.88
8	4.00% FGN APR 2015	23-Apr-15	3.68	78.72	11.22
9	9.35% FGN AUG 2017	31-Aug-17	6.04	91.37	11.36
10	10.70% FGN MAY 2018	30-May-18	6.78	96.73	11.40
11	7.00% FGN OCT 2019	23-Oct-19	8.18	76.66	11.47
12	15.00% FGN NOV 2028	28-Nov-28	17.29	122.31	11.92
13	12.49% FGN MAY 2029	22-May-29	17.77	103.99	11.94
14	8.50% FGN NOV 2029	20-Nov-29	18.27	74.45	11.97
15	10.00% FGN JUL 2030	23-Jul-30	18.94	85.13	12.00

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**

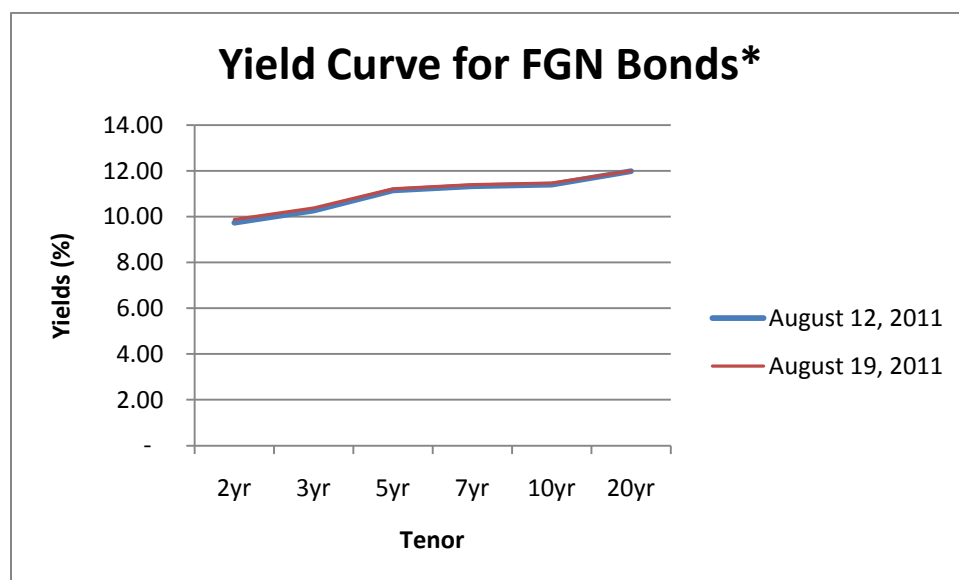
**** Bonds with less than 1year to maturity and/or less than N30bn in issue are not included**

*****TTM means Term to Maturity**

SUMMARY OF THE TRADING HIGHLIGHTS FOR THE WEEK OF AUGUST 15 – AUGUST 19, 2011

Trading declined in the week under review compared to the preceding week (week ended August 12, 2011). Volume traded declined by 21.18% from N171bn to N135bn in 728 deals (versus 1,137 deals in the prior week).

Yields were flat across the board despite a noticeable uptick in interest rate. The decline in volume can be attributed to the attractive discount offered by Treasury Bills at the last auction. The Central Bank of Nigeria (CBN) conducted Open Market Operations (OMO) on August 11, 2011 where it offered N100bn at a discount of 8.6% with maturities of 10 – 15 days. The discount is only 128bps below the yield on two year FGN Bond (9.88%). This spread averaged over 300bps since the beginning of the year. The market expects the spread between Tbills and bonds to continue to narrow as the CBN continues to mop up liquidity to control inflation in the economy.



WOW Change**

Tenor	Change in yields (BPs)***
2yr	1.50
3yr	1.20
5yr	0.80
7yr	0.80
10yr	0.70
20yr	0.10

*** Only Benchmark Bonds were used**

****WOW = Week Over Week**

*****BPs = Basis Points**