



DEBT MANAGEMENT OFFICE NIGERIA

HIGHLIGHTS OF SOME OF DMO'S MAJOR ACHIEVEMENTS FOR 2012 AND FIRST HALF OF 2013

KEY ACHIEVEMENTS FOR 2012/2013

- i. DMO's developmental initiatives in the domestic capital market received a boost with the international recognition by two reputable financial institutions - **JP Morgan and Barclays Capital** that have included FGN bonds in their emerging markets Bond Indices in October, 2012, and March, 2013 respectively.
- ii. As a means of further deepening the domestic debt market, approval has been secured for the implementation of Securities Lending and Bond Switches in the FGN securities market, aimed also at enhancing market liquidity and liability management.
- iii. Successfully securitized the payment of a backlog of local contractors' arrears through a private sector driven resolution model.
- iv. Appointed a Government Stockbroker, as a means of promoting trading of FGN Bonds on the floors of The Nigerian Stock Exchange in order to encourage retail investors to participate in the FGN Bond market.
- v. Further strengthened the capacity building initiatives at the sub-national level.
- vi. Articulated and developed the DMO's Third Strategic Plan, 2013 – 2017.
- vii. Concluded the 2013 Debt Sustainability Analysis (DSA) exercise and published the report, meant to provide guidance to Government, in its borrowing decisions, taking into account associated costs and risks.

- viii. The Federal Government approved the Implementation of the Medium-Term Debt Management Strategy (MTDS) 2012 – 2013, which is aimed at achieving an optimal composition of external and domestic debt structure, to ensure low cost of Government debt with prudent level of risk.
- ix. Conducted road shows in UK, Germany and US in June culminating in the successful issuance of USD 1 billion Eurobond in the International Capital Market (ICM) in July, 2013 – USD 500 million (10 – year) and USD 500 million (5-year) instruments. Apart from creating two (2) additional benchmark instruments in the ICM for future borrowing by other economic agents, the exercise was also aimed at further sensitizing and updating the foreign investors with Nigeria's credit story supportive of Foreign Direct Investment (FDI).
- x. Concluded and published the outcome of the Debt Data Reconstruction exercise of the States in the Federation and the FCT. Thus, for the first time, Nigeria now has a comprehensive and reliable domestic debt data of all the 36 States and the FCT, as at end-December, 2011, which forms the baseline data.
- xi. Instituted a framework to ensure regular updates of the States' domestic debt data in a structured manner, going forward, and to further strengthen their technical capacity.
- xii. Concluded the review of the 1st National Debt Management Framework (2008 – 2012), and published the 2nd NDMF, 2013 – 2017.