

FGN SAVINGS BONDS (FGNSBs)

What is the FGNSBs?

The Federal Government of Nigeria Savings Bonds (FGNSBs) is a retail sovereign debt instrument issued by the Debt Management Office (DMO) on behalf of the Federal Government of Nigeria.

The FGNSBs is a safe and secure savings bond or product, fully guaranteed by the Government of Nigeria to help Nigerians reach their savings goal.

The Savings Bond will serve as a catalyst for economic growth through the mobilization of funds required by government to develop key sectors of the economy.

Features of the FGNSBs

- Auction Date: March 13, 2017 (All subsequent auctions would hold 1st Monday of every month)
- Tenor: 2 and 3 years
- Coupon/Interest Rate: To be announced on or before the offer date
- Coupon/Interest Payment: Coupons or interest would be paid quarterly
- Minimum subscription Amount: ₦5,000.00 (additional investments in multiples of ₦1,000.00)
- Maximum Subscription: ₦50,000,000.00
- Offer Period: The Bond issue would be open for 5 working days from the date of announcement
- Liquidity: The Bond will be listed on the Nigeria Stock Exchange for trading and would provide liquidity for investors who want to exit the bond before maturity

Benefits to the Investor

- Guarantee: Principal and returns are backed by the full faith and credit of the Federal Republic of Nigeria.
- Attractive Rate: The coupon rate is competitive and higher when compared to banks' savings deposit rates
- Steady Income: Interest would be paid quarterly into the bondholder's bank account
- Collateral: Acceptable as a security for a loan
- Tax Exemption: Returns on investment are exempted from tax
- Diversification: Opportunity to invest in a distinct asset class
- Liquidity: Can be sold for cash in the secondary market before maturity (subject to the volatility in the market)
- Transfer of Ownership: The bonds will be traded, and therefore, transferable to another investor
- No Transaction Charges: Investments at the primary market auction would not attract charges, however this does not apply to secondary market trades

How to get started?

- Complete the FGN Savings Bond Subscription Form (Form attached or visit our website www.cardinalstone.com)
- Submit the completed Subscription form along with a cheque in favour of CardinalStone Securities Limited or your evidence of transfer into any of our designated banks shown below;

Account Name	CardinalStone Securities Limited	
Bank & Account Number	United Bank for Africa Plc	1020108488
Bank & Account Number	Zenith Bank Plc	1015009738
Bank & Account Number	Guaranty Trust Bank Plc	0215052723

- For more information or enquiries, please send an email to sales@cardinalstone.com or call on 01-7100433

CardinalStone Securities Limited

Lagos Office

5 Okotie Eboh Street
Off Awolowo Road, Ikoyi
Lagos | Nigeria
+234 1 7100433, 7100444 | www.cardinalstone.com

Abuja Office

12 Dar Es Salaam Street
Off Aminu Kano Crescent,
Wuse II, Abuja | Nigeria