

Latvian government securities market review

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13.02.2013

COMPETITIVE MULTI - PRICE AUCTION RESULTS FOR DOMESTIC T-BILLS

Date of Auction	Term of Security (Number of Days)	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	State Institution Fund Investments (Sold Amount, Ls)
14.11.2012	364- days	41795	5	8 000 000	14 550 000	8 000 000	1,82	0,649	
28.11.2012	364- days	41803	4	8 000 000	17 000 000	8 000 000	2,13	0,667	
30.01.2013	364- days	41811	8	8 000 000	34 900 000	8 000 000	4,36	0,520	

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC T-BILLS

Date of Auction	Term of Security	ISIN code	Number of participants	State Treasury Offer	Bids Total	Sold Amount	Bid-to- cover ratio	Average Annual RateYield (%)	State Institution Fund Investments (Sold Amount, Ls)
15.11.2012	364- days	41795	3	2 000 000	4 600 000	2 000 000	2,30	0,649	998 300
29.11.2012	364- days	41803	2	2 000 000	2 500 000	2 000 000	1,25	0,667	
31.01.2013	364- days	41811	4	2 000 000	7 200 000	2 000 000	3,60	0,520	553 500

COMPETITIVE MULTI - PRICE AUCTION RESULTS FOR DOMESTIC BONDS

Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	Coupon (%)
23.05.2012	10 - years	80058	5	8 000 000	24 460 000	8 000 000	3,1	5,307	5,250
27.06.2012	10 - years	80058	6	5 000 000	18 075 000	4 900 000	3,6	4,752	5,250
25.07.2012	10 - years	80058	6	3 000 000	13 150 000	2 100 000	4,4	4,44	5,250
22.08.2012	10 - years	80058	4	2 500 000	9 025 000	1 750 000	3,6	3,951	5,250
05.09.2012	10 - years	80058	5	2 000 000	4 740 000	900 000	2,4	3,778	5,250
26.09.2012	10 - years	80058	4	2 000 000	5 400 000	500 000	2,7	3,304	5,250
31.10.2012	10 - years	80058	7	2 000 000	5 590 000	2 000 000	2,8	3,199	5,250
09.01.2013	3 - years	60050	5	8 000 000	37 100 000	8 000 000	4,2	1,421	1,375
13.02.2013	3 - years	60050	5	24 000 000	59 555 000	24 000 000	2,5	1,389	1,375

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC BONDS

Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
24.05.2012	10 - years	80058	9	2 000 000	13 297 000	2 000 000	6,6	5,307	5,250	
28.05.2012	10 - years	80058	8	5 000 000	20 550 000	5 000 000	4,1	4,752	5,250	
26.07.2012	10 - years	80058	4	3 000 000	11 000 000	3 000 000	3,7	4,44	5,250	
23.08.2012	10 - years	80058	3	2 500 000	3 125 000	2 500 000	1,3	3,951	5,250	
06.09.2012	10 - years	80058	3	2 000 000	1 100 000	2 500 000	0,6	3,778	5,250	
27.09.2012	10 - years	80058	2	2 000 000	1 500 000	1 500 000	0,8	3,304	5,250	
01.11.2012	10 - years	80058	3	2 000 000	2 540 000	2 000 000	1,3	3,199	5,250	
10.01.2013	3 - years	60050	8	2 000 000	14 000 000	2 000 000	8,5	1,421	1,375	
14.02.2013	3 - years	60050	5	6 000 000	29 900 000	6 000 000	5,0	1,389	1,375	

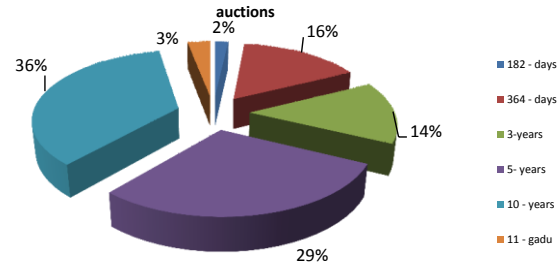
On Wednesday, 13 February, three year domestic government bonds were offered with maturity 11 January, 2016. Total demand for government 3 year T-Bonds in competitive multi-price auction achieved 59,555 million lats. Government T-Bonds with the total value of 24,0 million lats were sold during the government domestic securities competitive multi-price auction. In competitive multi-price auction on 13 February maximum yield rate was set 1,5%, weighted average yield rate was 1,389% (coupon 1,375%). On Thursday, non-competitive fixed rate auction took place. Total demand for 3 year T-Bonds in non-competitive fixed rate auction achieved 29,9 million lats.

In this placement 3 year T-Bonds in a total nominal value of 6,0 million lats were sold.

Government securities outstanding after 13 and 14 February auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	9 984 100,29	10 000 000
364 - days T-bills	90 275 743,38	91 062 400
3 - year T-bonds	81 928 643,75	82 362 900
5 - year T-bonds	167 038 609,12	167 161 700
10 - year T-bonds	202 127 455,23	203 234 900
11-year T-bonds	16 972 517,23	17 179 200
Total	568 327 069,00	571 001 100

Government securities outstanding after 13 and 14 February auctions



Government securities yield curve

