

Latvian government securities market review

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02.08.2013

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)
08.05.2013	364- days	41852	5	10 000 000	39 500 000	10 000 000	3,95	0,300	
12.06.2013	182- days	33008	5	8 000 000	30 000 000	8 000 000	3,75	0,201	
17.07.2013	364- days	41860	5	8 000 000	24 000 000	8 000 000	3,00	0,201	

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

Date of Auction	Term of Security	ISIN code	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)
09.05.2013	364- days	41852	5	2 000 000	6 300 000	2 000 000	3,15	0,300		
13.06.2013	182- days	33008	5	2 000 000	4 975 000	2 000 000	2,49	0,201		
18.07.2013	364- days	41860	4	2 000 000	3 750 000	2 000 000	1,88	0,298		

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 (%)	State Institution Fund Investments (Sold Amount, Ls)
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	
26.03.2013	3 - years	60050	5	8 000 000	30 000 000	8 000 000	3,8	1,226	1,375	
24.04.2013	3 - years	60050	5	16 000 000	48 600 000	16 000 000	3,0	1,189	1,375	42 362 900
29.05.2013	3 - years	60050	5	8 000 000	27 400 000	8 000 000	3,4	1,094	1,375	
19.06.2013	3 - years	60050	4	8 000 000	12 500 000	8 000 000	1,6	1,109	1,375	
31.07.2013	3 - years	60050	5	8 000 000	14 050 000	8 000 000	1,8	1,149	1,375	

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC BONDS

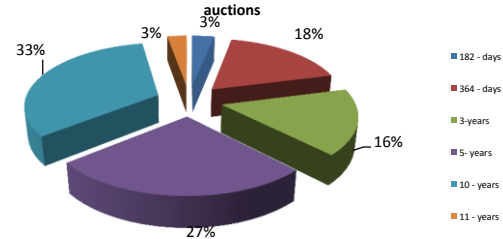
Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to-cover ratio	Average Annual RateYield (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
06.09.2012	10 - years	80058	3	2 000 000	1 100 000	2 500 000	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	
13.02.2013	3 - years	60050	5	6 000 000	29 900 000	6 000 000	5,0	1,389	1,375	
26.03.2013	3 - years	60050	4	2 000 000	6 400 000	2 000 000	3,2	1,226	1,375	1 162 000
25.04.2013	3 - years	60050	5	4 000 000	16 500 000	4 000 000	4,1	1,189	1,375	656 800
30.05.2013	3 - years	60050	5	2 000 000	6 550 000	2 000 000	3,3	1,094	1,375	126 000
20.06.2013	3 - years	60050	5	2 000 000	2 650 000	2 000 000	1,3	1,109	1,375	
01.08.2013	3 - years	60050	5	2 000 000	1 710 000	1 710 000	0,9	1,149	1,375	322 600

On Wednesday, 31 July, three year domestic government bonds with maturity 11 January, 2016 were offered. Total demand for government 3 year T-Bonds in competitive multi-price auction achieved 14,05 million lats. Government T-Bonds with the total value of 8,0 million lats were sold during the government domestic securities competitive multi-price auction. In competitive multi-price auction in 31 July maximum yield rate was set 1,30%, weighted average yield rate was 1,149% (coupon 1,375%). On Thursday, 1 August, non-competitive fixed rate auction took place. In this placement three-year domestic government bonds in a total nominal value of 2 million lats were offered and 1,71 million lats were sold.

Government securities outstanding after 31 July and 1 August auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	19 977 372,01	20 000 000
364 - days T-bills	108 945 618,46	109 494 900
3 - year T-bonds	102 425 758,89	102 439 200
5 - year T-bonds	164 221 609,12	164 344 700
10 - year T-bonds	202 127 455,23	203 234 900
11-year T-bonds	16 972 517,23	17 179 200
Total	614 670 330,94	616 692 900

Government securities outstanding after 31 July and 1 August auctions



Government securities yield curve

