

Latvian government securities market review

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28.03.2013

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)
20.02.2013	364- days	41829	5	8 000 000	29 500 000	8 000 000	3,69	0,440	
06.03.2013	182- days	32992	5	8 000 000	28 500 000	8 000 000	3,56	0,247	
20.03.2013	364- days	41837	5	8 000 000	28 750 000	8 000 000	3,59	0,419	

FIXED RATE (UNCOMPETITIVE) 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)
21.02.2013	364- days	41829	5	2 000 000	6 450 000	2 000 000	3,23	0,440	
07.03.2013	182- days	32992	4	2 000 000	5 500 000	2 000 000	2,75	0,247	
21.03.2013	364- days	41837	5	2 000 000	6 750 000	2 000 000	3,38	0,419	

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)
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	
26.03.2013	3 - years	60050	5	8 000 000	30 000 000	8 000 000	3,8	1,226	1,375	

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC BONDS

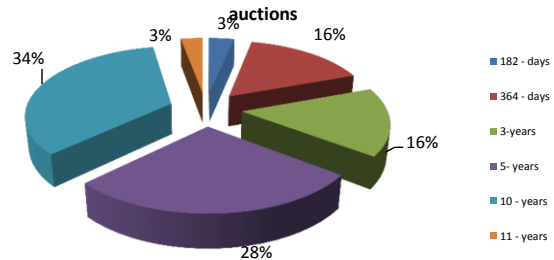
Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
28.05.2012	10 - years	80058	8	5 000 000	20 550 000	5 000 000	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	
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

On Tuesday, 26 March, 3 year government T-bonds with maturity 11 January 2016 were offered. Total demand for government T-bonds in competitive multi-price auction achieved 30,0 million lats. Government 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 on 26 March maximum yield rate for 3 year T-bonds was set 1,45 %, weighted average yield rate was 1,226%. On Wednesday, 27 March, non-competitive fixed rate auction took place. Total demand for 3 year T-bonds in non-competitive fixed rate auctions achieved 6,4 million lats. In this placement 3 year T-bonds in a total nominal value of 2,0 million lats were sold.

Government securities outstanding after 26 and 27 March auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	19 971 633,74	20 000 000
364 - days T-bills	94 858 909,70	95 494 900
3 - year T-bonds	93 552 443,75	93 986 700
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	591 704 568,77	594 240 400

Government securities outstanding after 26 and 27 March auctions



Government securities yield curve

