

Latvian government securities market review

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13.09.2013

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)
17.07.2013	364- days	41860	5	8 000 000	24 000 000	8 000 000	3,00	0,298	
14.08.2013	364- days	41878	5	8 000 000	30 900 000	8 000 000	3,86	0,298	
11.09.2013	182-days	33016	4	8 000 000	18 300 000	8 000 000	2,29	0,233	

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

18.07.2013	364- days	41860	4	2 000 000	3 750 000	2 000 000	1,88	0,298	
15.08.2013	364- days	41878	5	2 000 000	5 600 000	2 000 000	2,80	0,298	
12.09.2013	182-days	33016	5	2 000 000	4 270 000	2 000 000	2,14	0,233	

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)
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	
28.08.2013	3 - years	60050	5	4 000 000	13 800 000	4 000 000	3,5	1,163	1,375	

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC BONDS

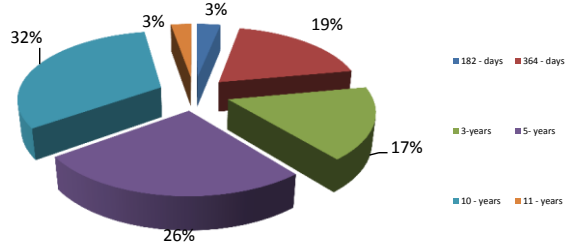
Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
06.09.2012	10 - years	80058	3	2 000 000	1 100 000	2 500 000	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
29.08.2013	3 - years	60050	5	1 000 000	3 800 000	1 000 000	3,8	1,163	1,375	

On Wednesday, 11 September, 6 month domestic government bills with maturity 14 March, 2014 were offered. Total demand for government 6 month T-Bills in competitive multi-price auction achieved 18,3 million lats. Government T-Bills 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 12 September maximum yield rate was set 0,35%, weighted average yield rate was 0,233%. On Thursday, 12 September, non-competitive fixed rate auction took place. In this placement 6 month domestic government bills in a total nominal value of 2 million lats were offered and 2 million lats were sold.

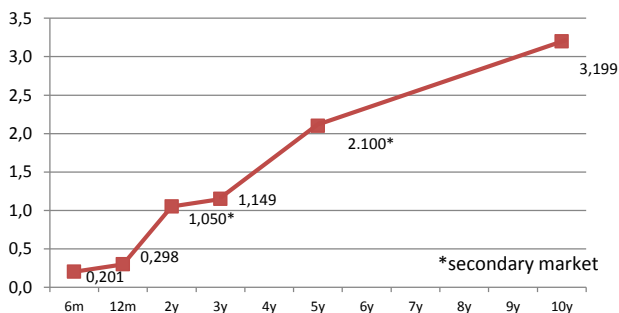
Government securities outstanding after 11 and 12 September auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	19 978 067,94	20 000 000
364 - days T-bills	118 915 553,77	119 494 900
3 - year T-bonds	107 425 758,89	107 439 200
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	629 640 962,18	631 692 900

Government securities outstanding after 11 and 12 September auctions



Government securities yield curve (%)



Government T-Bill weighted average yields

