

# Latvian government securities market review

## Latvian government securities market review

11.01.2013

### 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)
24.10.2012	182- days	32984	3	8 000 000	15 550 000	8 000 000	1,94	0,315	
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	

### 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 (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
25.10.2012	182- days	32984	3	2 000 000	5 000 000	2 000 000	2,50	0,315		
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		

### 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)
25.04.2012	10 - years	80058	7	8 000 000	33 400 000	8 000 000	4,2	5,303	5,250	
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	

### 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)
26.04.2012	10 - years	80058	9	2 000 000	17 000 000	2 000 000	8,5	5,303	5,250	
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	

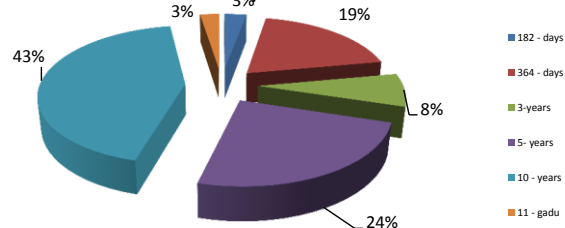
On Wednesday, 9 January, three year domestic government bonds were offered with maturity 11 January, 2016. Total demand for government 3 year T-Bonds in competitive multi-price auction achieved 37,1 million lats. Government T-Bonds with the total value of 8,0 million lats were sold during the government domestic securities competitive multi-price auction. In competitive multi-price auction in 9 January maximum yield rate was set 1,5%, weighted average yield rate was 1,421% (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 14 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 9 and 10 January auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	19 966 437,21	20 000 000
364 - days T-bills	129 817 358,94	131 397 000
3 - year T-bonds	51 928 643,75	52 362 900
5 - year T-bonds	167 038 609,12	167 161 700
10 - year T-bonds	295 759 547,23	296 995 800
11-year T-bonds	16 972 517,23	17 179 200
<b>Total</b>	<b>681 483 113,48</b>	<b>685 096 600</b>

#### Government securities outstanding after 9 and 10 January auctions



#### Government securities yield curve

