

Latvian government securities market review

Latvian government securities market review

20.09.2013

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)
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	
18.09.2013	364-days	41886	5	12 000 000	28 500 000	12 000 000	2,38	0,327	

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

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	
19.08.2013	364- days	41878	5	3 000 000	3 320 000	3 000 000	1,11	0,327	381 700

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

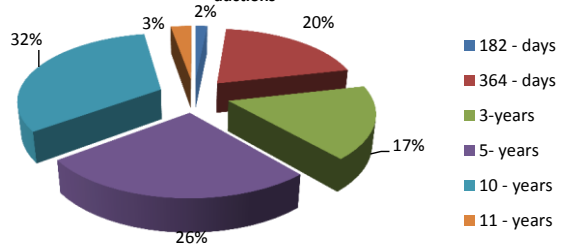
Date of Auction	Term of Security	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to- cover ratio	Average Annual RateYield (%)	Coupon (%)	State Institution Fund Investments (Sold Amount, Ls)
06.09.2012	10 - years	80058	3	2 000 000	1 100 000	2 500 000	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, 18, September month domestic government bills were offered with maturity 19 September, 2014. Total demand for 12 month domestic government bills in competitive multi-price auction achieved 28,5 million lats. Government T-Bonds with the total value of 12 million lats were sold during the government domestic securities competitive multi-price auction. In competitive multi-price auction in 18 September maximum yield rate was set 0,45 %, weighted average yield rate was 0,327%. On Thursday, 19 September, non-competitive fixed rate auction took place. Total demand for 12 month domestic government bills in non-competitive fixed rate auction achieved 3,32 million lats. In this placement 12 month T-Bills in a total nominal value of 3 million lats were sold.

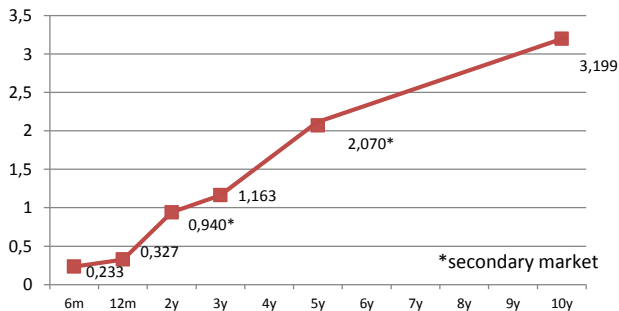
Government securities outstanding after 18 and 19 September auctions

Term of security	Outstanding Amount at Discount Values (Ls)	Outstanding Amount at Nominal Values (Ls)
182 - days T-bills	9 990 534,49	10 000 000
364 - days T-bills	123 967 700,15	124 533 500
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	624 705 575,11	626 731 500

Government securities outstanding after 18 and 19 September auctions



Government securities yield curve (%)



Government T-Bill weighted average yields

