

Latvian government securities market review

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07.03.2014

COMPETITIVE MULTI - PRICE AUCTION RESULTS FOR DOMESTIC T-BILLS

Date of Auction	Original Term to Maturity (days)	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to-cover ratio	Redemptions in the auction (Ls)	Average Annual Yield (%)	Currency on the auction date
20.02.2013	364	41829	5	8 000 000	29 500 000	8 000 000	3,7		0,440	LVL
06.03.2013	182	32992	5	8 000 000	28 500 000	8 000 000	3,6		0,247	LVL
20.03.2013	364	41837	5	8 000 000	28 750 000	8 000 000	3,6		0,419	LVL
10.04.2013	364	41845	5	10 000 000	37 250 000	10 000 000	3,7		0,356	LVL
08.05.2013	364	41852	5	10 000 000	39 500 000	10 000 000	4,0		0,300	LVL
12.06.2013	182	33008	5	8 000 000	30 000 000	8 000 000	3,8		0,201	LVL
17.07.2013	364	41860	5	8 000 000	24 000 000	8 000 000	3,0		0,298	LVL
14.08.2013	364	41878	5	8 000 000	30 900 000	8 000 000	3,9		0,298	LVL
11.09.2013	182	33016	4	8 000 000	18 300 000	8 000 000	2,3		0,233	LVL
18.09.2013	364	41886	5	12 000 000	28 500 000	12 000 000	2,4		0,327	LVL
09.10.2013	364	41894	5	9 000 000	22 000 000	9 000 000	2,4		0,353	LVL
30.10.2013	364	41902	5	10 000 000	24 000 000	10 000 000	2,4		0,376	LVL
13.11.2013	364	41910	5	10 000 000	24 000 000	10 000 000	2,4		0,386	LVL
04.12.2013	182	33024	5	8 000 000	27 500 000	8 000 000	3,4		0,228	LVL
11.12.2013	364	41928	5	10 000 000	33 100 000	10 000 000	3,3		0,372	LVL
12.02.2014	364	41936	5	12 000 000	37 400 000	12 000 000	3,1		0,374	EUR
05.03.2014	182	33032	5	12 000 000	41 000 000	12 000 000	3,4		0,219	EUR

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

Date of Auction	Original Term to Maturity (days)	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to-cover ratio	State Institution Fund Investments (Sold Amount, Ls)	Average Annual Yield (%)	Currency on the auction date
21.02.2013	364	41829	5	2 000 000	4 650 000	2 000 000	2,3		0,440	LVL
07.03.2013	182	32992	4	2 000 000	5 500 000	2 000 000	2,8		0,247	LVL
21.03.2013	364	41837	5	2 000 000	6 750 000	2 000 000	3,4		0,419	LVL
11.04.2013	364	41845	5	2 000 000	4 850 000	2 000 000	2,4		0,356	LVL
09.05.2013	364	41852	5	2 000 000	6 300 000	2 000 000	3,2		0,300	LVL
13.06.2013	182	33008	5	2 000 000	4 975 000	2 000 000	2,5		0,201	LVL
18.07.2013	364	41860	4	2 000 000	3 750 000	2 000 000	1,9		0,298	LVL
15.08.2013	364	41878	5	2 000 000	5 600 000	2 000 000	2,8		0,298	LVL
12.09.2013	182	33016	5	2 000 000	4 270 000	2 000 000	2,1		0,233	LVL
19.09.2013	364	41886	5	3 000 000	3 320 000	3 000 000	1,1	381 700	0,327	LVL
10.10.2013	364	41894	5	1 000 000	1 170 000	1 000 000	1,2		0,353	LVL
31.10.2013	364	41902	5	2 000 000	3 750 000	2 000 000	1,9		0,376	LVL
14.11.2013	364	41910	5	2 000 000	4 220 000	2 000 000	2,1		0,386	LVL
05.12.2013	182	33024	5	2 000 000	5 160 000	2 000 000	2,6		0,228	LVL
12.12.2013	364	41928	4	2 000 000	6 100 000	2 000 000	3,1		0,372	LVL
13.02.2014	364	41936	4	3 000 000	6 000 000	3 000 000	2,0		0,374	EUR
06.03.2014	182	33032	4	3 000 000	6 060 000	3 000 000	2,0		0,219	EUR

COMPETITIVE MULTI - PRICE AUCTION RESULTS FOR DOMESTIC BONDS

Date of Auction	Original Term to Maturity (years)	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to-cover ratio	Redemptions in the auction (Ls)	Average Annual Yield (%)	Coupon (%)	Currency on the auction date
26.03.2013	3	60050	5	8 000 000	30 000 000	8 000 000	3,8		1,226	1,375	LVL
24.04.2013	3	60050	5	16 000 000	48 600 000	16 000 000	3,0		1,189	1,375	LVL
29.05.2013	3	60050	5	8 000 000	27 400 000	8 000 000	3,4	42 362 900	1,094	1,375	LVL
19.06.2013	3	60050	4	8 000 000	12 500 000	8 000 000	1,6		1,109	1,375	LVL
31.07.2013	3	60050	5	8 000 000	14 050 000	8 000 000	1,8		1,149	1,375	LVL
28.08.2013	3	60050	5	4 000 000	13 800 000	4 000 000	3,5		1,163	1,375	LVL
02.10.2013	5	70117	5	8 000 000	22 210 000	8 000 000	2,8		2,216	2,125	LVL
23.10.2013	5	70117	5	9 000 000	22 570 000	9 000 000	2,5		2,294	2,125	LVL
27.11.2013	5	70117	5	8 000 000	34 400 000	8 000 000	4,3		1,959	2,125	LVL
26.02.2014	5	70117	5	16 000 000	59 000 000	16 000 000	3,7		1,790	2,125	EUR

FIXED RATE (UNCOMPETITIVE) AUCTION RESULTS FOR DOMESTIC BONDS

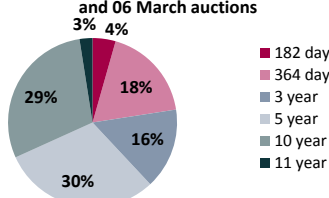
Date of Auction	Original Term to Maturity (years)	ISIN code (LV 00005)	Number of participants	State Treasury Offer (Ls)	Bids Total (Ls)	Sold Amount (Ls)	Bid-to-cover ratio	State Institution Fund Investments (Sold Amount, Ls)	Average Annual Yield (%)	Coupon (%)	Currency on the auction date
27.03.2013	3	60050	5	2 000 000	6 400 000	2 000 000	3,2	1 623 800	1,226	1,375	LVL
25.04.2013	3	60050	5	4 000 000	16 500 000	4 000 000	4,1	656 800	1,189	1,375	LVL
30.05.2013	3	60050	5	2 000 000	6 550 000	2 000 000	3,3	126 000	1,094	1,375	LVL
20.06.2013	3	60050	4	2 000 000	2 650 000	2 000 000	1,3		1,109	1,375	LVL
01.08.2013	3	60050	5	2 000 000	1 710 000	1 710 000	0,9	322 600	1,149	1,375	LVL
29.08.2013	3	60050	5	1 000 000	3 800 000	1 000 000	3,8		1,163	1,375	LVL
03.10.2013	5	70117	5	2 000 000	5 330 000	2 000 000	2,7		2,216	2,125	LVL
24.10.2013	5	70117	5	1 000 000	2 410 000	1 000 000	2,4		2,294	2,125	LVL
28.11.2013	5	70117	5	2 000 000	8 000 000	2 000 000	4,0	1 196 700	1,959	2,125	LVL
27.02.2014	5	70117	4	4 000 000	14 000 000	4 000 000	3,5		1,790	2,125	EUR

On Wednesday, 5 March, 6 month domestic government T-Bills were offered with maturity 5 September, 2014. All offered securities with the total nominal value of 12 million EUR were sold in a competitive multi-price auction. Total demand reached 41,0 million EUR and exceeded the amount offered 3,4 times. The top admissible yield set by the Treasury was 0,35% and the weighted average yield rate was 0,219% (in the 6 month T-Bill auction on 4 December 2013 – 0,228%). On Thursday, 6 March, all offered 6 month T-Bills with the total nominal value of 3 million EUR were sold in a non-competitive fixed rate auction. Total demand reached 6,06 million EUR and exceeded the amount offered 2,02 times.

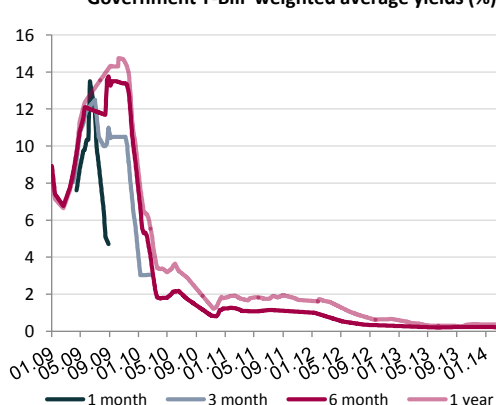
Government securities outstanding after 05 and 06 March auctions

Type of security	Term of security	Outstanding Amount at Discount Values (EUR)	Outstanding Amount at Nominal Values (EUR)
T-bills	182 day	43 457 436,22	43 407 712,56
T-bills	364 day	179 173 368,42	178 529 174,03
T-bonds	3 year	152 872 209,04	152 853 084,06
T-bonds	5 year	298 230 345,86	297 900 691,49
T-bonds	10 year	289 177 210,07	287 601 458,21
T-bonds	11 year	24 443 799,39	24 149 716,33
Total:		987 354 369,00	984 441 836,68

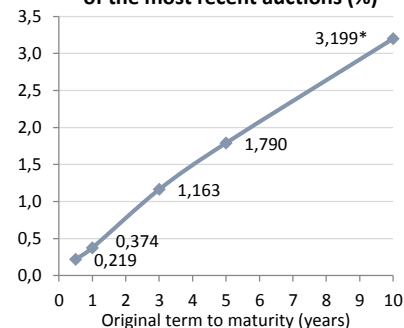
Government securities outstanding after 05 and 06 March auctions



Government T-Bill weighted average yields (%)



Government securities' yield curve derived from the results of the most recent auctions (%)



*10 year T-Bond auction on 01.11.2012.