

1. T – Bills auctions	1
2. T – Bills outstanding	1
3. Government bonds auctions	1
4. Government bonds outstanding	2
5. Government loans	2
6. Financial liabilities	2
7. State budget balance	2
8. Outlook for July	2
9. Slovak economy as of June 15th, 2010 (monthly indicators)	3

1. T – Bills auctions

There were realized two T- Bills auctions in June. In year 2010 was already sold EUR 1,742.2 million of T- Bills with average interest rate 0.940 % p.a. by total demand EUR 3,942.5 million.

T-Bills	ISIN	Auction date	Maturity	Amount [EUR milion]		Accepted interest rate [% p. a.]	Auction type
				Bids	Accepted		
ŠPP 04	SK6120000048	7.6.2010	19.1.2011	268.5	150.0	0.9631	Dutch
ŠPP 04	SK6120000048	21.6.2010	19.1.2011	169.0	118.0	0.9399	Dutch
Sum				437.5	268.0	0.9529	

2. T – Bills outstanding

Total nominal amount issued equals to EUR 4 billion. For repo trades and auction sale on secondary market is available approximately EUR 1.91 billion in nominal value.

T-Bills	ISIN	Issue date	Maturity	Sold	MF SR account	Total amount
				[EUR mio.]	[EUR mio.]	
ŠPP 03*	SK6120000030	15.7.2009	14.7.2010	1,183.5	816.5	2,000.0
ŠPP 04	SK6120000048	20.1.2010	19.1.2011	911.4	1,088.6	2,000.0
Sum				2,094.9	1,905.1	4,000.0

*A small buyback of ŠPP 03 was realized in amount of EUR 8 million on June 17th 2010.

3. Government bonds auctions

There was two competitive auctions realized in June and accepted amount was EUR 175.6 million from demanded amount EUR 314.3 million (data in nominal value).

Bond	Auction date	Maturity	Coupon interest [% p.a.]	Nominal amount [EUR million]		Accepted yields (price) to maturity [% p.a. (%)]		
				Bids	Accept	Min.	Average	Max.
ŠD 213	14.6.2010	24.2.2016	3.50	220.0	110.0	3.2500	3.3724	3.4497
ŠD 206	28.6.2010	10.5.2026	4.50	94.3	65.6	4.5800	4.6110	4.6345
Sum				314.3	175,6			

Total amount of sold bonds is EUR 3,906.7 millions in year 2010.

Till the end of year has to take place 9 auctions, one of them can be replaced by a syndicate.

Auctions of government bonds in year 2010	Realized	Remained
ŠD 206 - original maturity 20 years and fix interest rate coupon	3	1
ŠD 210 - original maturity 6 years and float interest rate coupon	2	0
ŠD 212 - original maturity 2 years and zero coupon	3	2
ŠD 213 - original maturity 6 years and fix interest rate coupon	4	3
ŠD 214 - original maturity 10 years and fix interest rate coupon	1	1
Sum	13	7
Auction for decision	2	2

4. Government bonds outstanding

There are 4 bond lines open for further auctions at the end of May, because the rest of ŠD 211 in nominal value EUR 50 million is left on MFSR property account for secondary market support in the frame of „last resort lending“ to primary dealers. Total nominal value of bonds ready for sale on primary market is EUR 4,293.2 million.

Bond	ISIN	Issue date	Maturity	Outstanding [EUR]	Available for sale [EUR]
ŠD 206	SK4120004987	10.05.2006	10.05.2026	1,049,760,250	277,999,750
ŠD 212	SK4120006990	27.01.2010	27.01.2012	767,800,000	232,200,000
ŠD 213	SK4120007071	24.02.2010	24.02.2016	717,000,000	2,283,000,000
ŠD 214	SK4120007104	27.04.2010	27.04.2020	1,500,000,000	1,500,000,000
Sum					4,293,199,750

5. Government loans

No loan was drawdown in June.

6. State financial liabilities

Financial liabilities of Slovakia are presented without financial sources from State Treasury and money market loans and deposits.

Financial liability type	Financial liability value [EUR million]
Government bonds	21,006.287234
T- Bills	2,094.900000
Government loans	882.764943
SUM	23,983.952177

7. State budget balance

State budget expenditures were bigger than revenues approximately of EUR 2,439.3 million on June 30th 2010.

8. Outlook for July

In July there is redemption of T-Bills namely ŠPP03 in value 1,183.5 EUR. There are two auctions of T – Bills planed in July.

Date		Bond	ISIN	Auction type (competitive)	Available for sale [EUR million]	Supposed sale [EUR million]
auction	settlement					
02.07.2010	07.07.2010	ŠPP 04	SK6120000048	Holandská	1, 088.6	100+
12.07.2010	14.07.2010	ŠPP 05	SK61200000xx	Holandská	2,000.0	300+

Status data are as of June 30st, 2010

9. Slovak economy as of June 15th, 2010 (monthly indicators)

Inštitút finančnej politiky, MF SR

(Detailed information on web site: <http://www.finance.gov.sk/en/Default.aspx?CatID=547>)

The overview is compiled by the 15th day of the month as most of the indicators are available at this time (a lag of one and half month).

Positive news:

- ◆ Manufacturing continued on an upbeat note in April, with 2.3% month-on-month growth on the seasonally adjusted basis. Due to the positive contribution of the base effect, industrial production index grew by 21.0% year-on-year. The gap versus the pre-crisis level is narrowing at a moderate pace and reached 4% in April.
- ◆ Growth of nominal wages in selected sectors (almost two thirds of total employment) accelerated to 4.7% year-on-year in April. Recorded wage figures in first four months create a positive risk for the household consumption in this year.
- ◆ The turnaround in the labour market continued also in April. The rate of registered disposable unemployment decreased for two months in a row and reached 12.5%. Employment in selected sectors has fallen by 6.2% compared to the previous year, but the fall is gradually levelling off.

Negative news:

- ◆ Retail sales recorded a drop by -5.4% year-on-year in April, as well as a slight decrease from March.
- ◆ The credit growth remained sluggish in April and reached a minuscule growth of 0.5% year on year. This indicates a stagnation of investment activity.
- ◆ Car registrations showed a significant fall by 41.8% year-on-year. This drop reflects the car scrapping scheme effect, which supported the growth in 2Q2009.

Main message

Monthly indicators imply a positive trend for Slovak industrial production in the upcoming period. In contrast, investment activity and job creation have remained subdued for now.