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## 1. T – Bills auctions

There were four T- Bills auctions realized in July. In year 2010 was already sold EUR 2,272.2 million of T- Bills with average interest rate 1.051 % p.a. by total demand EUR 5,378.0 millions.

T-Bills	ISIN	Auction date	Maturity	Bid amount [EUR million]	Accepted amount [EUR million]	Accepted interest rate [% p. a.]	Auction type
ŠPP 04	SK6120000048	2.7.2010	19.1.2011	107.2	52.2	0.9601	Dutch
ŠPP 05	SK6120000055	12.7.2010	14.7.2011	807.2	247.2	1.5000	Dutch
ŠPP 04	SK6120000048	19.7.2010	19.1.2011	132.0	97.0	1.2000	Dutch
ŠPP 05	SK6120000055	26.7.2010	14.7.2011	389.6	133.6	1.6000	Dutch
<b>Sum</b>				<b>1 436.0</b>	<b>530.0</b>		

## 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 2.56 billion in nominal value.

T-Bills	ISIN	Issue date	Maturity	Sold [EUR millions]	MFSR account [EUR millions]	Total amount [EUR millions]
ŠPP 04	SK6120000048	20.1.2010	19.1.2011	1,060.6	939.4	2,000.0
ŠPP 05	SK6120000055	12.7.2010	14.7.2011	380.8	1,619.2	2,000.0
<b>Sum</b>				<b>1,441.4</b>	<b>2,558.6</b>	<b>4,000.0</b>

Redemption of ŠPP 03 was realized on July 14<sup>th</sup>, 2010.

## 3. Government bonds auctions

There were no auctions realized in July. Total amount of sold bonds is EUR 3,906.7 millions in year 2010.

Till the end of year has to take place 8 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
<b>Sum</b>	<b>13</b>	<b>7</b>
Auction for decision	2	1

#### 4. Government bonds outstanding

There are 4 bond lines open for further auctions at the end of July, 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
<b>Sum</b>					<b>4,293,199,750</b>

#### 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	1,441.400000
Government loans	878.760807
<b>SUM</b>	<b>23,326.448041</b>

#### 7. State budget balance

State budget expenditures were bigger than revenues approximately of EUR 2,407.9 million on July 31<sup>st</sup>, 2010.

#### 8. Outlook for August

In August there is redemption of bond ŠD133 in value EUR 236.3 millions. There are two auctions of bonds and one auction of T – Bills planed in August.

Date		Bond	ISIN	Auction type (competitive)	Available for sale [EUR million]	Supposed sale [EUR million]
auction	settlement					
16.8.2010	18.8.2010	ŠD 213	SK4120007071	American	2,283.0	150
23.8.2010	25.8.2010	ŠPP 05	SK6120000055	Dutch	1,619.2	200
30.8.2010	2.9.2010	ŠD 214	SK4120007204	American	1,500.0	200

Status data are as of July 30<sup>st</sup>, 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:

- + The growth in manufacturing remained strong in May. The industrial production index (seasonally adjusted) grew by 3.3% month-on-month in May. With the positive contribution of the base effect, the year-on-year growth jumped to 31.0%. The industrial production (seasonally adjusted) thus reached its pre-crisis level recorded in the first half of 2008.
- + Nominal wages in selected sectors (almost two thirds of total employment) continued to grow on a year-on-year basis in May, with the growth reaching 3.5%.
- + The stabilization of the labor market continues. The rate of registered disposable unemployment decreased for three months in a row and reached 12.2%. Although the employment in selected sectors has fallen by 5% compared to the previous year, the fall is gradually levelling off due to only moderate month-on-month decreases of the number of employees.
- + The year-on-year growth in export of goods by 30% continues to confirm growing foreign demand. Stronger growth in imports (by 33%) hints at the recovery of the investment activity.

### Negative news:

- Retail sales recorded a drop by -3.1% year-on-year while stagnating relative to the previous month.
- The economic sentiment in Germany measured by the ZEW and IFO indicators decreased slightly for two months in a row.
- The year-on-year drop of car registrations by 40.6% is caused mainly by the car scrapping scheme, which positively influenced the numbers in the previous year.

### Main message

Monthly indicators imply a positive trend for Slovak industrial production in the upcoming period. However, the job creation remains subdued for now.