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1. T – Bills auctions

In year 2010 was already sold EUR 2,420.7 millions of T-Bills with average interest rate 1.082 % p.a. by total demand EUR 5,834.9 millions. On October 18th, 2010 the first T- Bills buy back auction was realized.

T-Bills buy-back	ISIN	Auction date	Maturity	Amount [EUR million]		Averaged interest rate [% p. a.]	Auction type
				Offers	Accepted		
ŠPP 04	SK6120000048	18.10.2010	19.01.2011	260.0	150.0	0.9115	American
Sum				260.0	150.0		

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 2.571 billion in nominal value.

T-Bills	ISIN	Issue date	Maturity	Sold [EUR millions]	MFSR account [EUR millions]	Total amount [EUR millions]
ŠPP 04	SK6120000048	20.01.2010	19.01.2011	899.6	939.4	2,000.0
ŠPP 05	SK6120000055	14.07.2010	13.07.2011	529.3	1,470.7	2,000.0
Sum				1,428.9	2,571.1	4,000.0

3. Government bonds auctions

There were two bond auctions realized in October and sale of one bond realized through syndication. Total amount of sold bonds is EUR 6,763.8 millions in year 2010.

Bond	ISIN	Settlement date	Maturity	Coupon interest [% p.a.]	Nominal amount [EUR million]		Accepted yields (price) to maturity [% p.a. (%)]		
					Bids	Accept	Min.	Average	Max.
ŠD 215	SK4120007543	14.10.2010	14.10.2013	1.206	600.3	149.3	98,17	98,259	98,406
ŠD 216	SK4120007528	14.10.2010	14.10.2025	4.350	4,300.0	2,000.0	4.373	4.373	4.373
ŠD 212	SK4120006990	28.10.2010	27.01.2012	0.000	411.7	125.2	1.618	1.627	1.650
Sum					5,312.0	2,274.5			

Till the end of year has to take place 2 auctions of bonds.

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

Status data are as of October 31, 2010

ŠD 212 - original maturity 2 years and zero coupon	5	0
ŠD 213 - original maturity 6 years and fix interest rate coupon	6	1
ŠD 214 - original maturity 10 years and fix interest rate coupon	2	0
ŠD 215 - original maturity 3 years and float interest rate coupon	1	0
ŠD 216 - original maturity 15 years and fix interest rate coupon	1	0
Sum	20	2
Auction for decision	4	0

4. Government bonds outstanding

There are 5 bond lines open for further auctions at the end of October. Total nominal value of bonds ready for sale on primary market is EUR 5,936.1 millions.

Bond	ISIN	Issue date	Maturity	Outstanding [million EUR]	Available for sale [million EUR]
ŠD 206	SK4120004987	10.05.2006	10.05.2026	1,049.8	278.0
ŠD 213	SK4120007071	24.02.2010	24.02.2016	1,057.0	1,943.0
ŠD 214	SK4120007204	27.04.2010	27.04.2020	1,635.6	1,364.4
ŠD 215	SK4120007543	14.10.2010	14.10.2013	149.3	1,350.7
ŠD 216	SK4120007528	14.10.2010	14.10.2025	2,000.0	1,000.0
Total				5,891.7	5,936.1

5. Government loans

No loan was drawdown in October.

6. State financial liabilities

Financial liabilities of Slovakia are presented without financial sources from State Treasury and money market loans and deposits. Data as of October 31, 2010.

Financial liability type	Financial liability value [EUR million]
Government bonds	23,627.1
T- Bills	1,428.9
Government loans	835.1
SUM	25,891.1

7. State budget balance

State budget expenditures were bigger than revenues approximately of EUR 3,373.4 millions on October 31, 2010.

8. Outlook for November

In November there is no redemption of government financial liabilities coming from state bonds and T-Bills.

There are two auctions of bonds planed in November and no auction of T-Bills.

Date		Bond	ISIN	Auction type (competitive)	Available for sale [EUR million]	Supposed sale [EUR million]
auction	settlement					
08.11.2010	10.11.2010	ŠD213	SK4120007071	American	1,943.0	150.0
22.11.2010	24.11.2010	ŠD216	SK4120004987	American	278.0	100.0

Slovak economy as of October 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 seasonally adjusted **industrial production index** grew in August by 2.3% compared to July. Looking at a 3 months moving average, the automobile industry grew on a monthly basis by 1%, while the electronics industry fell by 5.1% and metallurgy by 1.9%.
- + The annual wages growth accelerated in August. **Nominal wages in selected sectors** grew on a year-on-year basis by 5.0% compared to 4.0% in July. Average nominal salary reached in August 710.44 euro. Seasonally adjusted wages grew on a monthly basis by 0.2%.
- + The **stock of loans** grew for four months in a row and in August recorded a month-on-month growth by 0.8%.
- + The year-on-year growth in **export of goods** by 20.1% (seasonally adjusted monthly growth by 1.8%) continues to confirm growing foreign demand.
- + The **car registrations** grew by 9.3% (year-on-year) for the first time since the end of the scrapping scheme.

Negative news:

- The seasonally adjusted **retail sales** continued to fall. In August they recorded a drop of 0.5% against July. On a year-on-year basis this represents a drop of 1.8%.
- The positive economic development still shows no influence on the **labor market**. The **employment in selected sectors** (60% of total employment) in August fell by 0.2% compared to July and by 2.2% compared to August 2009.
- The economic sentiment in Germany measured by the **ZEW and IFO indicators** decreased for a fifth month in a row, indicating negative expectations for our largest trading partner for the second half of 2010.
- The sentiment in the economy (measured by the economic sentiment indicator) has deteriorated slightly for the first time in almost a year.

Main message

Monthly indicators imply a positive trend for Slovak industrial production in the upcoming period, even though there are increasing risks for the German economy as our largest trading partner (ZEW index). However, the job creation remains subdued for now.