

Government Debt Securities Issues and Auction Calendar for 2017

Bonds

Existing lines of bonds

(as of 1.1.2017):

SD 223 (SK4120008871) maturing November 15th, 2024 (available for sale EUR 201 mil.).

SD 227 (SK4120009762) maturing January 16th, 2029 (available for sale EUR 745 mil.).

SD 228 (SK4120010430) maturing January 21st, 2027 (available for sale EUR 688 mil.).

SD 229 (SK4120011420) maturing January 21st, 2031 (available for sale EUR 1,507 mil.).

SD 230 (SK4120011636) maturing November 13th, 2023 (available for sale EUR 463 mil.).

SD 231 (SK4120012220) maturing May 22nd, 2026 (available for sale EUR 991 mil.).

Planned new lines of bonds

The gross funding needs (bond redemptions and deficit of state budget) will reach EUR 6.5 bn. in 2017 (government bonds, treasury bills and government loans). This amount is based on Act on State Budget for 2017 and in line with the Act on State Debt and Guarantees.

ARDAL intends to open at least 3 new lines of government bonds via syndicated sale or auction in 2017. The following lines will be opened depending on the market conditions and the investors' demand:

- new line with issue size of EUR 3.0 bn. in spring 2017, with maturity according to market conditions;
- new line with issue size of EUR 3.0 bn. in autumn 2017, with maturity according to market conditions;
- possible new line with issue size of EUR 1.5 bn. – 3.0 bn. during 2017, with maturity according to market conditions – with the possibility to be sold together with other new line via dual tranche.

The total amount to be sold via syndicated sale is supposed to reach maximum EUR 3.0 bn. regardless of the number of transactions.

Other lines of bonds can be opened based on debt management requirements and investor's demand.

Government Bonds Auctions

The bond auctions will take place once per month – usually on the third Monday of a month. Based on liquidity requirements, debt management and demand of investors, more bonds can be auctioned in one auction day. Similarly to 2016, it is expected that auction of 1 - 3 bonds will take place in each auction day. Due to flexibility, all auctions are stated as “for decision” in the auction calendar. The decision about the auctioning bonds will be mainly based on previous communication with Primary dealers (PD). Settlement day of trades resulting from auction is D+2. July, August and December auctions are not planned but can be carried out based on PD request and on agreement with the Debt and Liquidity Management Agency (ARDAL).

The non-competitive part of the auction will take place after the competitive part at the same auction day. Based on “The Rules” and “The Rights and Duties”, Primary dealer whose bids were accepted in the competitive part, has the right to participate in the non-competitive part. Based on market conditions and debt management requirements, ARDAL can decide not to conduct the non-competitive part of the auction.

Month	Auction date	Settlement date	Offered Bonds
1	16.01.2017	18.01.2017	For decision
2	20.02.2017	22.02.2017	For decision
3	20.03.2017	22.03.2017	For decision
4	18.04.2017	20.04.2017	For decision
5	15.05.2017	17.05.2017	For decision
6	19.06.2017	21.06.2017	For decision
7	17.07.2017	19.07.2017	For decision
8	21.08.2017	23.08.2017	For decision
9	18.09.2017	20.09.2017	For decision
10	16.10.2017	18.10.2017	For decision
11	20.11.2017	22.11.2017	For decision
12	18.12.2017	20.12.2017	For decision

Auction dates are binding. However, in case of any unexpected circumstances ARDAL reserves the right of a change that will be announced early in advance to all PD's and investors.

Treasury Bills

One T-Bill auction a month will take place in the first 3 months of 2017. T-Bill line 15 (issue size EUR 1.5 bn., issued into own portfolio on November, 28th 2016) maturing on November, 27th 2017 will be sold in the auctions.

Month	Auction date	Settlement date	Offered T- Bills
1	09.01.2017	11.01.2017	T-Bill 15
2	13.02.2017	15.02.2017	T-Bill 15
3	13.03.2017	15.03.2017	T-Bill 15

ARDAL can continue with the T-Bill auctions in the following months based on debt requirements and market conditions.