



Auction results in July 2019

	Type	Bond	Amount of bids m.kr.	Amount allocated m.kr.	Yield/Price/ Simple interest
5 July	Auction	RIKB 28 1115	4,255	1,800	3.88
30 July	Auction	RIKV 20 0205	5,900	4,600	3.90

Treasury bond issuance in Q3/2019

Bond series

Amounts in b.kr.	Maximum	Actual
New 2 year bond	8	0.0
RIKS 26 0216	6	0.0
RIKB 28 1115	8	2.0

Treasury bond issuance as of 31 July 2019

Amounts in b.kr.	Sales value
RIKB 25 0612	4.4
RIKB 28 1115	8.6
RIKS 21 0414	2.1
RIKS 26 0216	8.1
Total issued this year	23.3

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The information in this publication is from the Central Bank of Iceland and from data vendors that are considered reliable.

The information is as of the last month-end unless otherwise specified.

Government Debt Management cannot be held liable for possible errors, typographical or otherwise, that may appear in Market Information. Comments on the contents of this publication may be submitted to lanamal@sedlabanki.is.

Benchmark issues, attributes

Domestic marketable debt

Issues	ISIN	Date of issue (d.m.y)	Maturity date	Interest, %	Type of bond	Duration*	Years to maturity
<i>T - bills</i>							
RIKV 19 1115	IS0000031102	1.4.2019	15.11.2019	0.00	Bullet	0.30	0.29
RIKV 20 0205	IS0000031292	1.7.2019	5.2.2019	0.00	Bullet	0.53	0.48
<i>Nominal T-bonds</i>							
RIKB 20 0205	IS0000024453	5.2.2014	5.2.2020	6.25	Bullet	0.52	0.52
RIKB 22 1026	IS0000020717	26.10.2011	26.10.2022	7.25	Bullet	2.87	3.24
RIKB 25 0612	IS0000019321	12.6.2009	12.6.2025	8.00	Bullet	4.96	5.87
RIKB 28 1115	IS0000028249	15.11.2016	15.11.2028	5.00	Bullet	7.49	9.29
RIKB 31 0124	IS0000020386	24.1.2011	24.1.2031	6.50	Bullet	8.56	11.49
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	IS0000020014	14.4.2010	14.4.2021	3.80	Bullet	1.67	1.71
RIKS 26 0216	IS0000030732	16.2.2018	16.2.2026	1.50	Bullet	6.25	6.55
RIKS 30 0701	IS0000020576	1.7.2011	1.7.2030	3.25	Bullet	9.54	10.92
RIKS 33 0321	IS0000021251	21.3.2012	21.3.2033	3.00	Bullet	11.57	13.64
Average of benchmark series						5.8	6.9

* Macaulay.

Foreign marketable debt

Issues	ISIN	Date of issue	Maturity date	Interest, %	Type of bond	Duration*	Years to maturity
	US451029AE22						
USD 5,875% 11 May 2022	USX34650AA31	11.5.2012	11.5.2022	5.875	Bullet	2.62	2.78
EUR 2,5% 15 Jul 2020	XS1086879167	15.7.2014	15.7.2020	2.500	Bullet	0.96	0.96
EUR 0,5% 20 Dec 2022	XS1738511978	13.12.2017	20.12.2022	0.500	Bullet	3.36	3.39
EUR 0,1% 20 Jun 2024	XS2015295814	20.6.2019	20.6.2024	0.100	Bullet	4.88	4.89
Average of benchmark series						3.4	3.4

* Macaulay.



Government debt

Domestic central government debt 31 July 2019 in m.kr.

Issues	Nominal amount, beg. of month	Inflation compensation	Issue/ buybacks nominal	Inc. inflation compensation, end of month	Years to maturity	Market value	% of domestic debt
<i>T-bills</i>							
RIKV 19 1115	10,759			10,759	0.29	10,641	1.6
RIKV 20 0205	0		4,728	4,728	0.52	4,635	0.7
Total	10,759			15,487	0.36	15,276	2.3
<i>Nominal T-bonds</i>							
RIKB 20 0205	76,135			76,135	0.52	76,992	11.1
RIKB 22 1026	81,059			81,059	3.24	89,327	11.8
RIKB 25 0612	91,648			91,648	5.87	111,549	13.3
RIKB 28 1115	61,002		1,800	62,802	9.29	68,209	9.1
RIKB 31 0124	94,026			94,026	11.49	116,780	13.7
Total	403,870			405,670	6.17	462,857	59.0
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	62,171	18,556		80,727	1.71	84,456	11.7
RIKS 26 0216	17,533	893		18,425	6.55	19,153	2.7
RIKS 30 0701	73,727	17,991		91,718	10.92	114,647	13.3
RIKS 33 0321	34,172	7,027		41,200	13.64	51,951	6.0
Total	187,603	44,466		232,070	7.85	270,208	33.8
Other central government debt*				34,162	6.55		5.0
Total domestic debt				687,388	6.63		100.0

* Mostly government indexed debt due to the National Power Company, (Landsvirkjun) and assumed gov. Guarantees.

Foreign central government debt

Issues	Issued nominal amount (millions)	Remaining nominal amount	Nominal amount ISK (m.kr.)	Years to maturity
<i>Foreign bonds</i>				
USD 5,875% 11 May 2022	1,000	92	11,123	2.78
EUR 2,5% 15 Jul 2020	750	292	39,324	0.96
EUR 0,5% 20 Dec 2022	500	500	67,350	3.39
EUR 0,1% 20 Jun 2024	500	500	67,350	4.89
Total			185,147	3.38
Total foreign debt			185,147	3.38



Central government debt, total in m.kr.

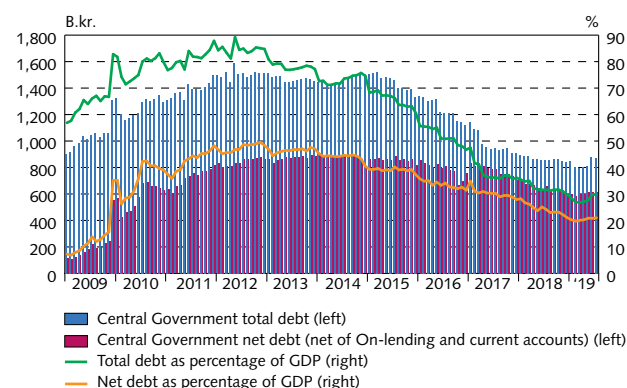
	Nominal inc./ inflation compensation	Weighted time to maturity
Nominal debt	421,157	5.96
Inflation-linked debt	266,232	7.68
Foreign currency debt	185,147	3.38
Total	872,536	5.94
Total debt as percentage of GDP*		29.7

* GDP is from the latest edition of *Monetary Bulletin* published by Central bank of Iceland.

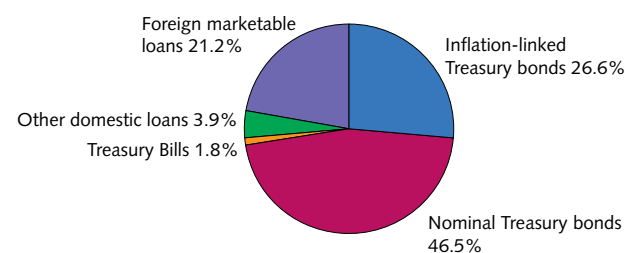
Net debt in m.kr.

On-lending and cash at the Central bank	Nominal incl./ inflation compensation end of month
Nominal on - lending	17,889
Inflation-linked on - lending	37,204
FX linked on - lending	5,974
Cash ISK	46,664
Cash FX	147,811
Total	255,543
Net debt	
Nominal debt	356,604
Inflation-linked debt	229,027
Foreign currency debt	31,362
Net central government debt	616,993
Total net debt as percentage of GDP	21.0

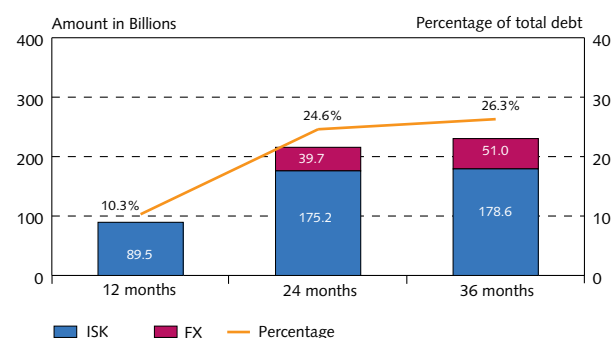
Changes in central government debt



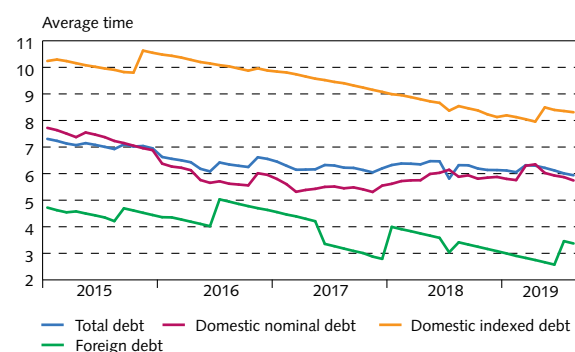
Total market value of benchmark issues



Percentage of debt maturing next;



Average Time to Maturity



Swaps

31 July 2019

Inflation swaps in ISK (m.kr.)

Year	New		Expired		Outstanding at year-end	
	Number of contracts	Nominal amount	Number of contracts	Nominal amount	Number of contracts	Nominal amount
2018	22	28,000	0	0	22	28,000
2019	0	0	0	0	22	28,000
2020	0	0	0	0	22	28,000
2021	0	0	20	26,000	2	2,000
2022	0	0	0	0	2	2,000
2023	0	0	0	0	2	2,000
2024	0	0	0	0	2	2,000
2025	0	0	2	2,000	0	0
2026	0	0	0	0	0	0

Interest rate swap in foreign currency

Maturity	Treasury pays	Treasury receives, %	Nominal amount (m. EUR)	Nominal amount (m. ISK)
15.7.2020	6M Euribor	0.791 p.a.	250	33,675

Interest rate type (m.kr.)

	Without swaps		With swaps	
	Nominal amount with accrued indexation (ISK)	Proportion, %	Nominal value with accrued indexation (ISK)	Proportion, %
Icelandic fixed interest rates	405,670	46	405,670	47
Icelandic indexed interest rates	266,233	31	237,434	27
Icelandic floating interest rates	15,487	2	43,487	5
Foreign fixed interest rates	185,147	21	151,472	17
Foreign floating interest rates	0	0	33,675	4
Total	872,537	100	871,738	100

Effect of swaps on Treasury debt (m.kr.)

	Nominal amount with accrued indexation (ISK)	Market value (ISK)	Proportion, %	Duration
<i>Government debt</i>				
Nominal debt	421,157	491,879	48	4.95
Inflation-linked debt	266,233	309,714	31	7.12
Foreign currency debt	185,147	193,892	21	3.35
Total	872,537	995,485	100	5.31
<i>Government debt with swaps</i>				
Nominal debt	449,157	519,968	52	4.69
Inflation-linked debt	237,434	280,224	27	7.61
Foreign currency debt	185,147	193,522	21	3.26
Total	871,738	993,714	100	5.24



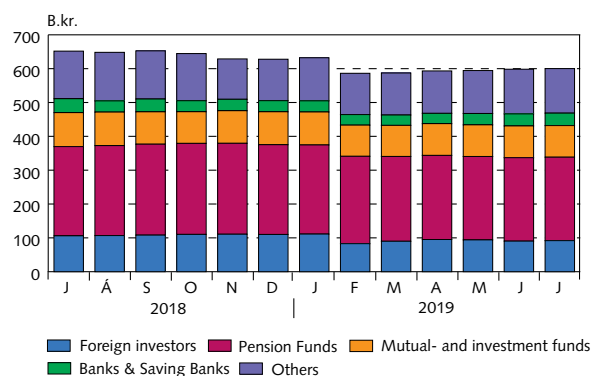
Investors

Owners of T-bonds and bills 31 July 2019*

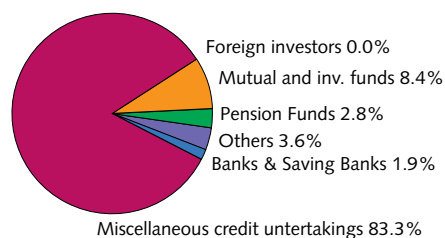
Nominal value in m.kr.	RIKB 20	RIKB 22	RIKB 25	RIKB 28	RIKB 31	RIKS 21	RIKS 26	RIKS 30	RIKS 33	Total	Bills total
Domestic investors											
Banks & Saving Banks	6,086	10,135	4,729	6,606	4,904	2,657	776	853	64	36,810	300
Miscellaneous credit undertakings	14,108	3,904	0	0	0	16,692	3,970	12,150	12,590	63,414	12,900
Mutual and inv. funds	17,508	12,725	8,395	7,367	4,505	17,705	7,346	12,684	5,179	93,414	1,307
Pension Funds	16,985	26,786	46,654	31,080	49,786	15,083	2,944	46,277	10,975	246,571	427
Firms	5,551	5,530	8,521	4,528	6,505	2,537	2,858	900	1,083	38,012	208
Households	960	1,835	978	524	114	3,607	581	746	1,469	10,813	292
Others	3,305	4,336	2,747	1,815	2,087	2,095	613	1,574	825	19,397	54
Foreign investors											
	11,632	16,343	19,943	12,004	27,035	2,877	0	2	1,969	91,803	0
Total	76,135	81,594	91,967	63,923	94,936	63,253	19,088	75,186	34,152	600,234	15,487

* Included securities lending from the issuer to the primary dealers.

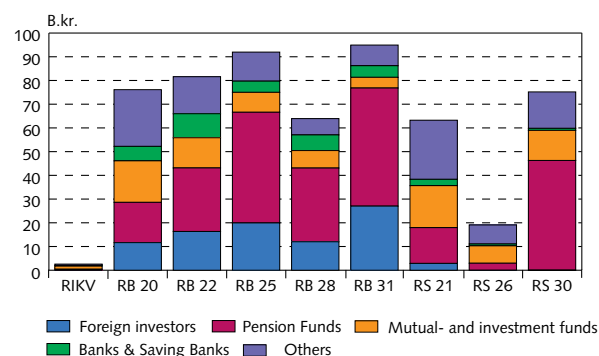
Owners of T-bonds 31 July 2019*



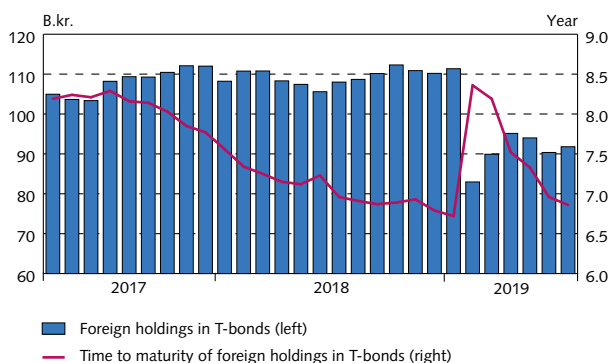
Owners of T-bills 31 July 2019*



Owners of marketable T-bonds and bills 31 July 2019*



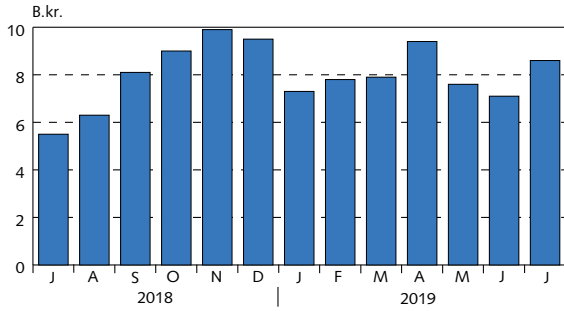
Time to maturity of non-residents' holdings in T-bond and -bills 31 July 2019*



* Information on this page is based on the most recent data from the Icelandic Securities Depository and banks.

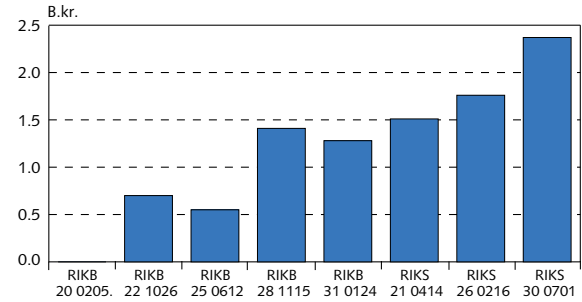
Securities lending facility, redemption profile and turnover

Average amount in the security lending facility* of GDM at market value

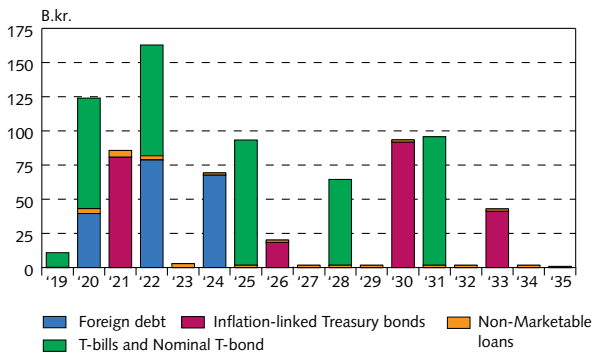


* Calculated at market price.

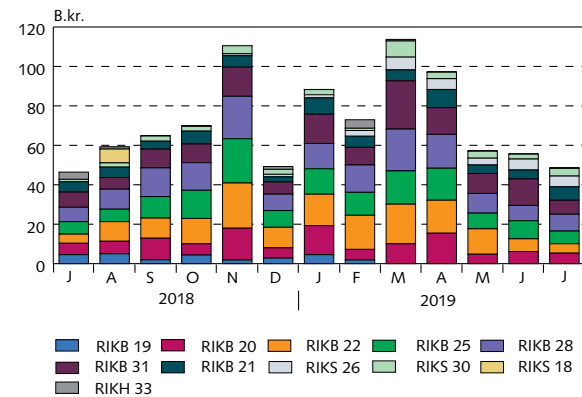
Outstanding amount in the securities lending facility* by series at the end of last month



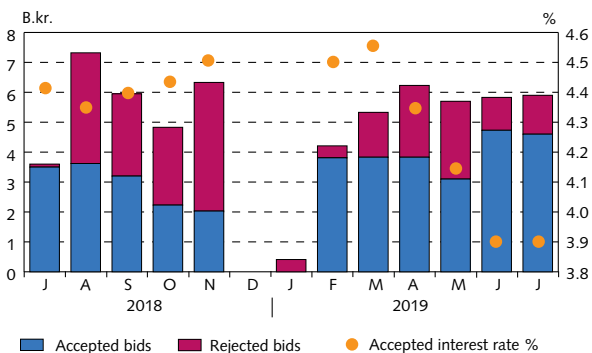
Redemption profile of government debt



Monthly trading volume in T-Bonds on NASDAQ Iceland Exchange

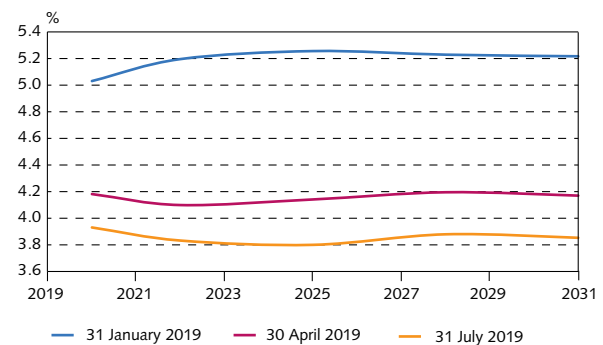


Auction of Treasury bills



Yield curves

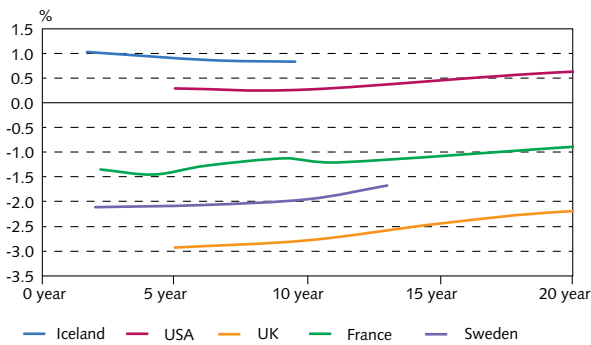
Nominal yield curves



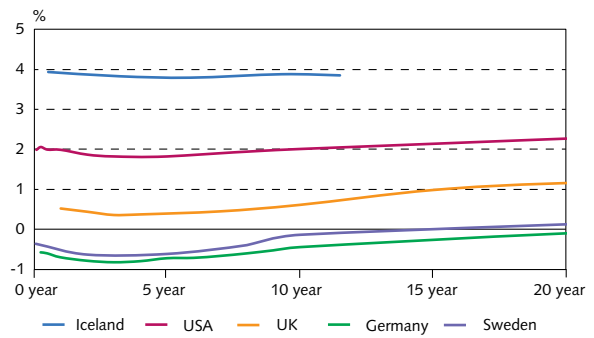


Market Information

Yield curve inflation-linked T-bonds

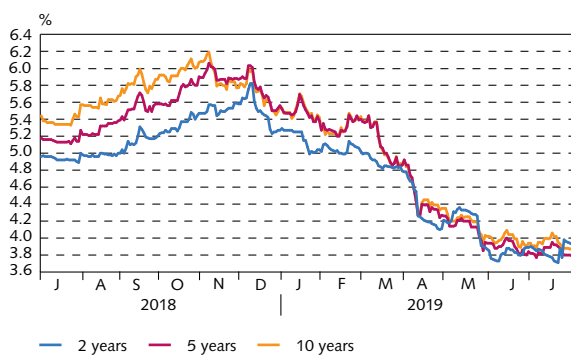


Yield curve Treasury bills and nominal T-bonds

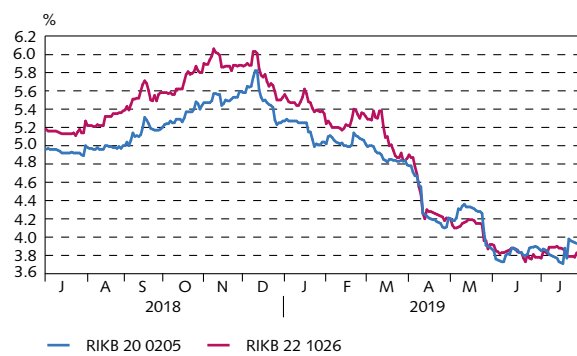


Yield for Treasury bonds

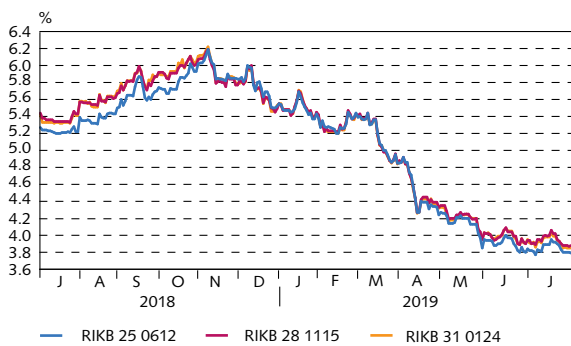
Generic Yield



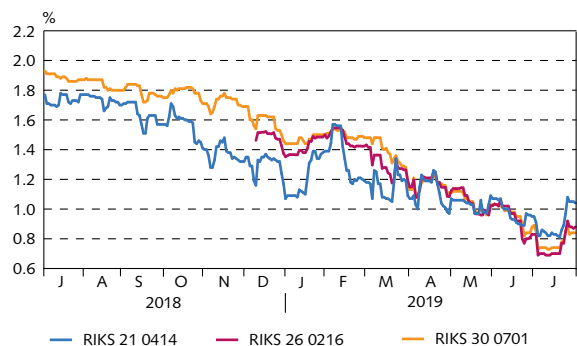
Yield for short and medium term nominal T-bonds



Yield for long term nominal T-bonds



Yield for inflation linked T-bonds





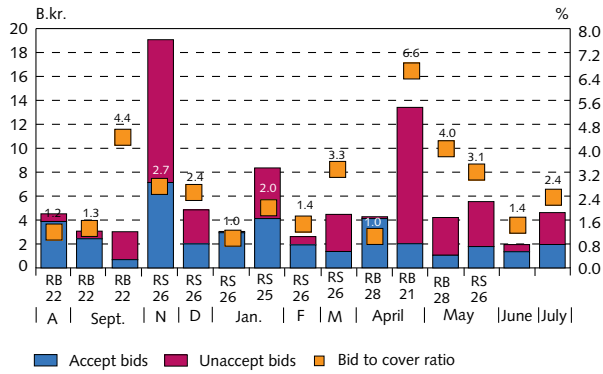
Auctions of Treasury bonds and bills

Auction in 2019, in m.kr.

Date		Offers		No. of bids	No. of acc. bids	Yield %	Acc. bids		Non comp. auction nominal v.	Total value
		Market value	Nominal value				Market value	Nominal value		
Nominal T-Bonds										
25.01.19	RIKB 25 0612	8,355	7,305	42	16	5.27	4,123	3,605	280	4,443
05.04.19	RIKB 28 1115	4,268	4,088	25	23	4.42	4,111	3,938	145	4,263
10.05.19	RIKB 28 1115	4,212	3,985	29	13	4.26	1,057	1,000	0	1,057
07.06.19	RIKB 28 1115	1,948	1,800	11	5	3.94	1,353	1,250	0	1,353
05.07.19	RIKB 28 1115	4,622	4,255	26	13	3.88	1,955	1,800	0	1,955
Total		23,405	21,433				12,599	11,593	425	13,071
Indexed T-Bonds										
										Indexed value
11.01.19	RIKS 26 0216	3,046	3,029	17	16	1.42	2,941	2,829	0	2,941
21.02.19	RIKS 26 0216	2,615	2,600	22	14	1.41	1,924	1,850	0	1,924
22.03.19	RIKS 26 0216	4,473	4,390	34	8	1.21	1,371	1,300	120	1,498
12.04.19	RIKS 21 0414	13,415	12,770	26	2	1.22	2,022	1,500	38	2,072
24.05.19	RIKS 26 0216	5,542	5,350	27	9	0.95	1,785	1,650	0	1,785
Total		29,091	28,139				10,044	9,129	158	10,221
										Total value
										23,292
T-Bills										
30.01.19	RIKV 19 0515	0	406	6	0	0.00	0	0		
22.02.19	RIKV 19 0618	4,153	4,211	14	11	4.50	3,758	3,811		
28.03.19	RIKV 19 1115	5,176	5,325	18	14	4.56	3,718	3,825		
29.04.19	RIKV 19 1115	6,088	6,233	14	9	4.35	3,744	3,833		
29.05.19	RIKV 19 1115	5,595	5,701	16	12	4.15	3,043	3,101		
27.06.19	RIKV 20 0205	5,693	5,828	12	10	3.90	4,618	4,728		
30.07.19	RIKV 20 0205	5,782	5,900	11	7	3.90	4,508	4,600		
Total		32,486	33,604				23,390	23,898		

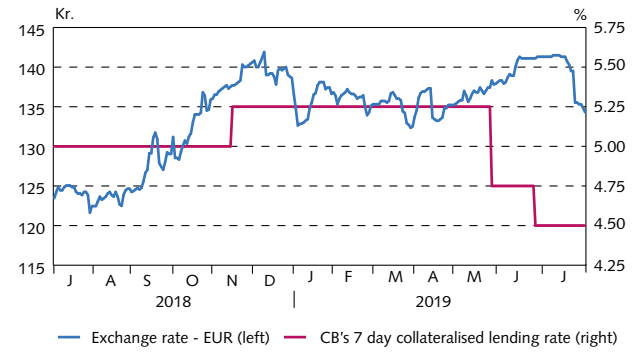
Auctions of Treasury bonds

Latest auction results of Treasury bonds at market value



Exchange rate development

Euro exchange rate versus 7 days collateralised lending rate



Primary dealers

Primary dealers in

government securities

Telephone

Bloomberg

Íslandsbanki

+354 440 4000

ISLA

Arion banki

+354 444 6000

ARIO

Kvika banki hf.

+354 540 3200

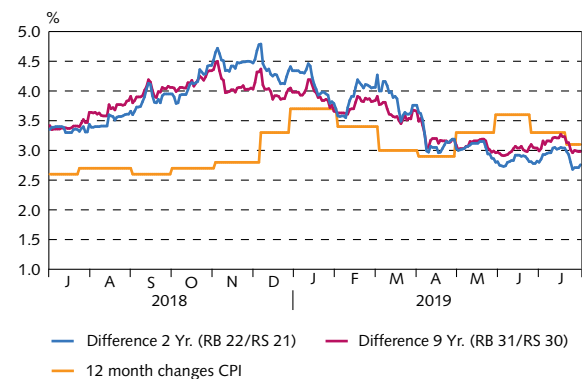
KVIK

Landsbankinn

+354 410 4000

LAIS

Inflation premium nominal T-bonds



Auctions of the month

- 23 August 2019 Auction of Treasury bonds
- 28 August 2019 Central Bank Policy Rate
- 29 August 2019 CPI announcement
- 29 August 2019 Auction of Treasury bills

Iceland Sovereign Credit Rating

	Confirm	Foreign currency		Domestic currency		Outlook
		Long-Term	Short-Term	Long-Term	Short-Term	
Moody's	July 2018	A3		A3		Positive
S&P	May 2019	A	A-1	A	A-1	Stable
Fitch	May 2019	A	F-1+	A	F-1+	Stable

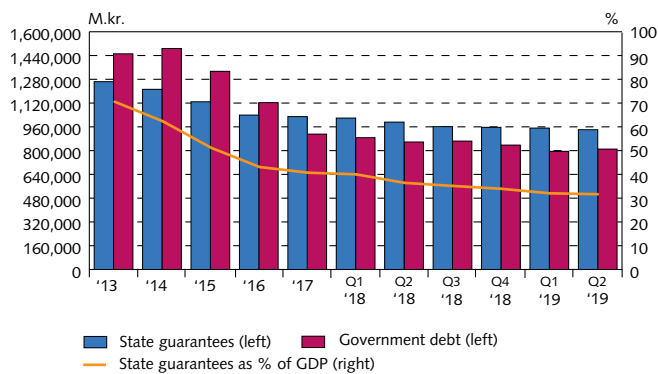


State guarantees

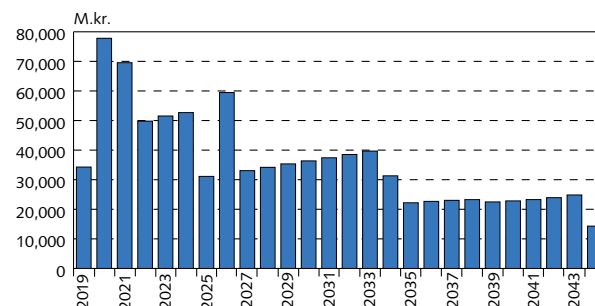
State guarantees 2015–2019

M.kr.	Q2	Q1	Outstanding end of year			
	2019	2019	2018	2017	2016	2015
Lending agencies	841,084	848,316	849,610	865,609	830,231	855,054
Housing Financing Fund	767,440	774,913	777,716	794,068	821,180	844,130
Regional Development Fund	13,707	13,981	11,569	9,970	9,051	10,923
Icelandic Student Loan Fund	59,937	59,422	60,325	61,572	0	0
Co-operative and Limited Partnerships	96,934	100,694	104,596	163,766	207,073	271,548
National Power Company sf.	91,359	89,393	93,430	152,567	195,048	257,155
RARIK ohf. (Iceland State Electricity)	992	1,088	1,069	1,242	1,483	1,786
Farice ehf.	0	5,656	5,508	5,547	5,652	7,214
Isavia ohf.	1,085	1,065	1,123	1,213	1,401	1,749
RUV ohf. (National Broadcasting Service)	3,049	3,055	3,012	2,573	2,886	3,011
Other	449	437	454	624	603	633
Industries/Municipalities	2,768	2,690	2,603	2,450	1,872	2,229
NIB - Nordic Investment Bank	2,768	2,690	2,603	2,450	1,862	2,209
Other	0	0	0	0	10	20
State Guarantees total	940,786	951,700	956,809	1,031,825	1,039,177	1,128,831

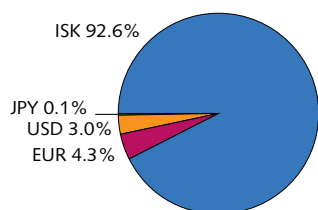
State guarantees - government debt and GDP 2013-2019



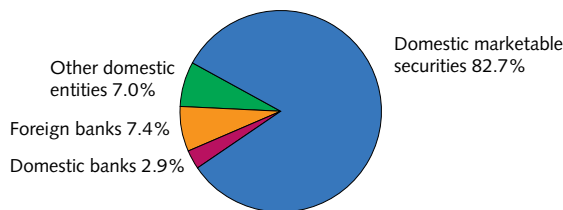
State guarantees - Maturity profile



Currency ratio



Type of lenders



Interest rate type

