



GOVERNMENT DEBT MANAGEMENT

Kalkofnsvegi 1 150 Reykjavík Iceland
phone: 569 9600 fax: 569 9604
email: lanamal@lanamal.is
internet: <http://www.lanamal.is>

22 March 2012

Bond price for foreign exchange auction

According to an announcement published by the Central Bank of Iceland on 14 March 2012, the Terms of Auction state that the swap rate for the Bank's purchase of foreign currency in connection with the sale of Treasury bonds in the series RIKS 33 0321 would be published at the close of business on 22 March 2012.

It has been decided that the number of Treasury bond units per euro shall be based on the auction price and the fixed price of the Treasury bonds, which is 100.365188 kr. per Treasury bond unit with accrued interest and indexation (dirty price), assuming a settlement date of 30 March 2012 (yield 3.00%).¹
The formula is as follows: $\text{Swap rate} = \text{auction price} / (\text{bond price} / 100)$.

¹ Clean price of 100.00.