



Auction results in May 2019

	Type	Bond	Amount of bids m.kr.	Amount allocated m.kr.	Yield/Price/ Simple interest
10 May	Auction	RIKB 28 1115	3,985	1,000	4.26
24 May	Auction	RIKS 26 0216	5,350	1,650	0.95
29 May	Auction	RIKV 19 1115	5,701	3,101	4.15

Treasury bond issuance in Q2/2019

Bond series

Amounts in b.kr.	Maximum	Actual
RIKS 21 0414	4	3.9
RIKS 26 0216	8	1.8
RIKB 28 1115	10	5.3

Treasury bond issuance as of 31 May 2019

Amounts in b.kr.	Sales value
RIKB 25 0612	4.4
RIKB 28 1115	5.3
RIKS 21 0414	2.1
RIKS 26 0216	8.1
Total issued this year	20.0

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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.

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Benchmark issues, attributes

Domestic marketable debt

<i>Issues</i>	<i>ISIN</i>	<i>Date of issue (d.m.y)</i>	<i>Maturity date</i>	<i>Interest, %</i>	<i>Type of bond</i>	<i>Duration*</i>	<i>Years to maturity</i>
<i>T - bills</i>							
RIKV 19 0618	IS0000030997	26.2.2019	18.6.2019	0.00	Bullet	0.05	0.05
RIKV 19 1115	IS0000031102	1.4.2019	15.11.2019	0.00	Bullet	0.47	0.46
<i>Nominal T-bonds</i>							
RIKB 20 0205	IS0000024453	5.2.2014	5.2.2020	6.25	Bullet	0.68	0.68
RIKB 22 1026	IS0000020717	26.10.2011	26.10.2022	7.25	Bullet	3.04	3.41
RIKB 25 0612	IS0000019321	12.6.2009	12.6.2025	8.00	Bullet	4.81	6.03
RIKB 28 1115	IS0000028249	15.11.2016	15.11.2028	5.00	Bullet	7.65	9.46
RIKB 31 0124	IS0000020386	24.1.2011	24.1.2031	6.50	Bullet	8.70	11.65
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	IS0000020014	14.4.2010	14.4.2021	3.80	Bullet	1.84	1.87
RIKS 26 0216	IS0000030732	16.2.2018	16.2.2026	1.50	Bullet	6.42	6.72
RIKS 30 0701	IS0000020576	1.7.2011	1.7.2030	3.25	Bullet	9.44	11.09
RIKS 33 0321	IS0000021251	21.3.2012	21.3.2033	3.00	Bullet	11.71	13.81
Average of benchmark series						5.8	7.1

* Macaulay.

Foreign marketable debt

<i>Issues</i>	<i>ISIN</i>	<i>Date of issue</i>	<i>Maturity date</i>	<i>Interest, %</i>	<i>Type of bond</i>	<i>Duration*</i>	<i>Years to maturity</i>
	US451029AE22						
USD 5,875% 11 May 2022	USX34650AA31	11.5.2012	11.5.2022	5.875	Bullet	2.79	2.95
EUR 2,5% 15 Jul 2020	XS1086879167	15.7.2014	15.7.2020	2.500	Bullet	1.10	1.12
EUR 0,5% 20 Dec 2022	XS1738511978	13.12.2017	20.12.2022	0.500	Bullet	3.52	3.56
Average of benchmark series						2.5	2.6

* Macaulay.



Government debt

Domestic central government debt 31 May 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 0618	3,811			3,811	0.05	3,804	0.6
RIKV 19 1115	3,825		3,833	7,658	0.46	7,512	1.1
Total	7,636			11,469	0.32	11,316	1.7
<i>Nominal T-bonds</i>							
RIKB 20 0205	76,135			76,135	0.68	77,354	11.2
RIKB 22 1026	81,059			81,059	3.41	89,651	11.9
RIKB 25 0612	91,648			91,648	6.03	111,261	13.5
RIKB 28 1115	58,752		1,000	59,752	9.46	64,293	8.8
RIKB 31 0124	94,026			94,026	11.65	115,483	13.8
Total	401,620			402,620	6.31	458,041	59.1
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	62,171	18,075		80,246	1.87	84,258	11.8
RIKS 26 0216	15,883	783	1,650	18,316	6.72	18,865	2.7
RIKS 30 0701	73,727	17,444		91,172	11.09	112,287	13.4
RIKS 33 0321	34,172	6,782		40,955	13.81	50,726	6.0
Total	185,953	43,085		230,688	8.02	266,136	33.9
Other central government debt*				36,210	6.30		5.3
Total domestic debt				680,987	6.79		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	11,418	2.95
EUR 2,5% 15 Jul 2020	750	352	48,740	1.12
EUR 0,5% 20 Dec 2022	500	500	69,150	3.56
Total			129,308	2.59
Total foreign debt			129,308	2.59



Central government debt, total in m.kr.

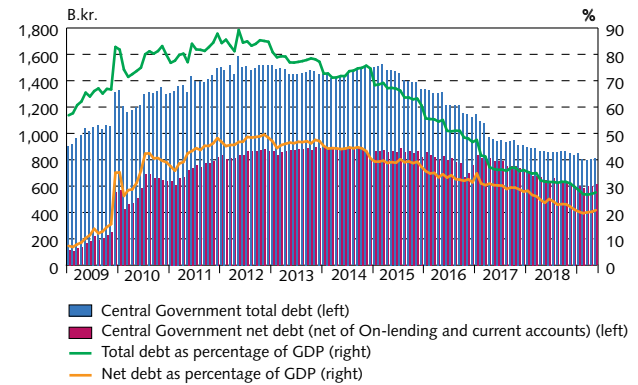
	Nominal inc./ inflation compensation	Weighted time to maturity
Nominal debt	414,089	6.15
Inflation-linked debt	266,898	7.78
Foreign currency debt	129,308	2.59
Total	810,295	6.12
Total debt as percentage of GDP*		27.6

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

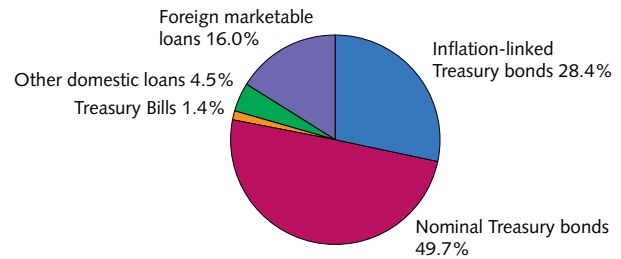
Net debt in m.kr.

On-lending and cash at the Central bank	Nominal incl./ inflation compensation end of month
Nominal on - lending	15,274
Inflation-linked on - lending	36,540
FX linked on - lending	6,085
Cash ISK	49,615
Cash FX	89,945
Total	197,458
Net debt	
Nominal debt	349,200
Inflation-linked debt	230,358
Foreign currency debt	33,278
Net central government debt	612,836
Total net debt as percentage of GDP	20.9

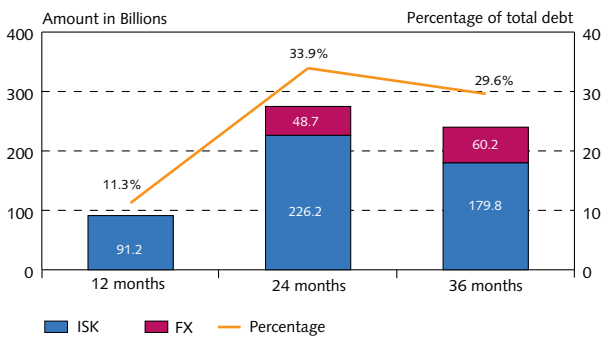
Changes in central government debt



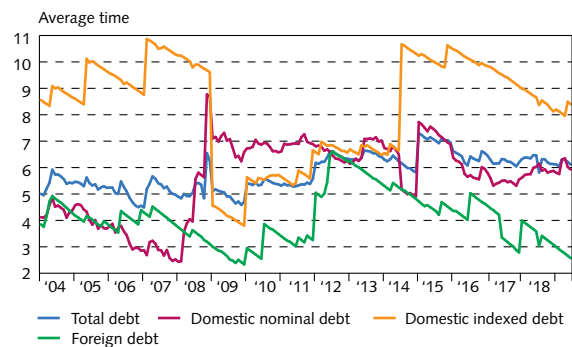
Total market value of benchmark issues



Percentage of debt maturing next;



Average Time to Maturity



Swaps

31 May 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	34,575

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	402,620	50	402,620	50
Icelandic indexed interest rates	266,899	33	238,272	29
Icelandic floating interest rates	11,469	1	39,469	5
Foreign fixed interest rates	129,308	16	94,733	12
Foreign floating interest rates	0	0	34,575	4
Total	810,295	100	809,669	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	414,089	486,493	51	5.03
Inflation-linked debt	266,899	309,930	33	7.11
Foreign currency debt	129,308	136,367	16	2.53
Total	810,295	932,790	100	5.36
<i>Government debt with swaps</i>				
Nominal debt	442,089	514,657	55	4.76
Inflation-linked debt	238,272	280,623	29	7.58
Foreign currency debt	129,308	135,724	16	2.28
Total	809,669	931,004	100	5.25



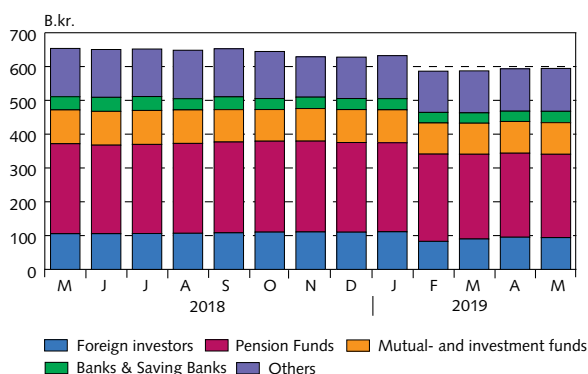
Investors

Owners of T-bonds and bills 31 May 2019*

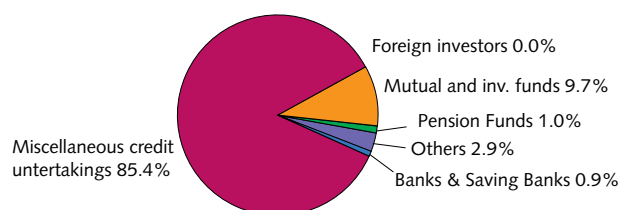
Nominal value in m.kr.	RIKB 20	RIKB 22	RIKB 25	RIKB 28	RIKB 31	RIKS 21	RIKS 26	RIKS 30	RIKS 33	Total	Bills total
Domestic investors											
Banks & Saving Banks	5,568	9,066	6,204	6,120	3,124	1,939	1,061	397	67	33,546	100
Miscellaneous credit undertakings	9,852	3,904	0	0	0	16,692	3,970	12,150	12,590	59,157	9,800
Mutual and inv. funds	20,254	14,474	8,182	5,929	3,842	16,727	6,744	12,384	4,980	93,517	1,112
Pension Funds	17,167	26,994	46,888	30,779	48,935	16,011	2,344	46,382	10,975	246,474	120
Firms	6,878	4,654	6,738	4,743	5,696	3,993	2,451	1,052	1,178	37,383	55
Households	1,093	1,864	897	539	114	3,746	583	796	1,564	11,196	252
Others	4,246	4,323	2,643	1,472	1,269	2,251	583	1,539	825	19,151	30
Foreign investors											
	11,018	16,021	19,965	11,141	31,691	2,194	0	2	1,975	94,006	0
Total	76,076	81,299	91,517	60,723	94,671	63,553	17,737	74,702	34,152	594,430	11,469

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

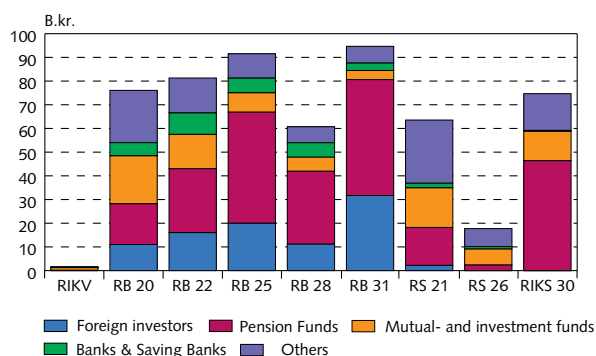
Owners of T-bonds 31 May 2019*



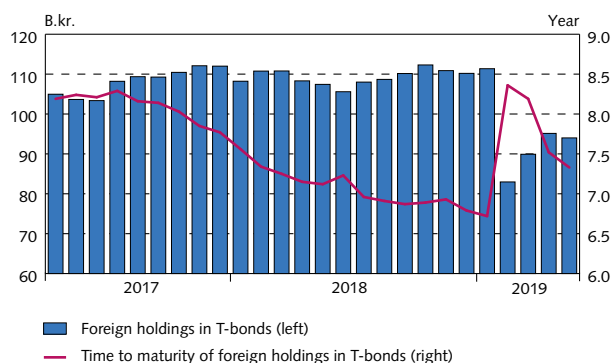
Owners of T-bills 31 May 2019*



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



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



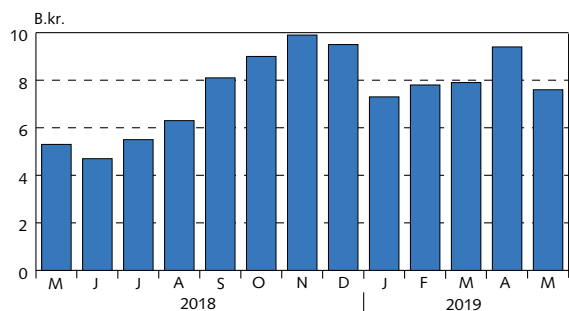
* Information on this page is based on the most recent data from the Icelandic Securities Depository and banks.



Market Information

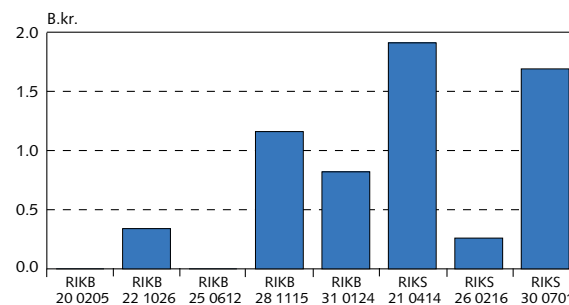
Securities lending facility, redemption profile and turnover

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

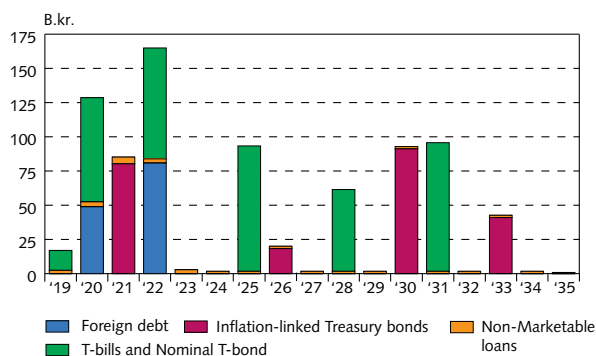


* Calculated at market price.

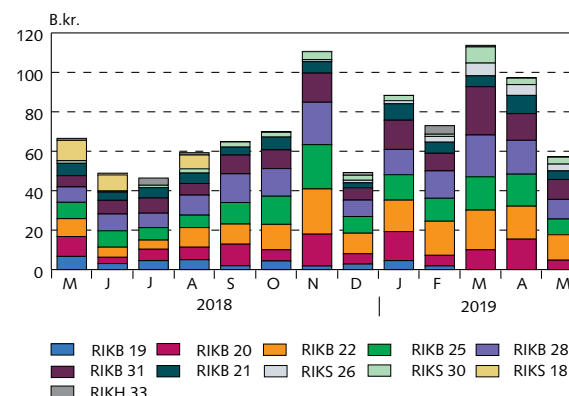
Outstanding amount in the securities lending facility* by series at the end of last month



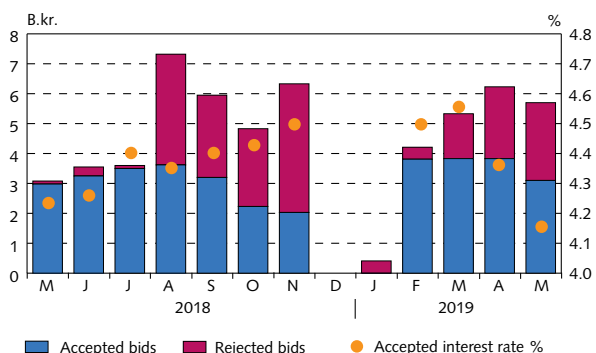
Redemption profile of government debt



Monthly trading volume in T-Bonds on NASDAQ Iceland Exchange

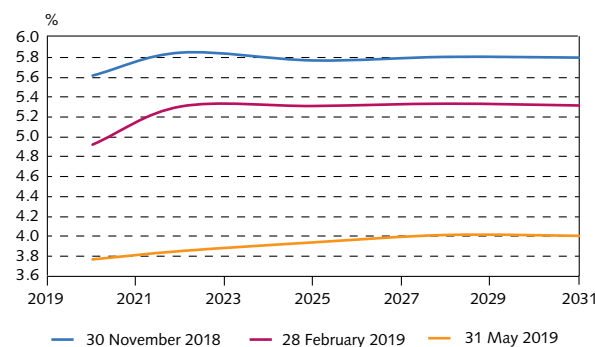


Auction of Treasury bills



Yield curves

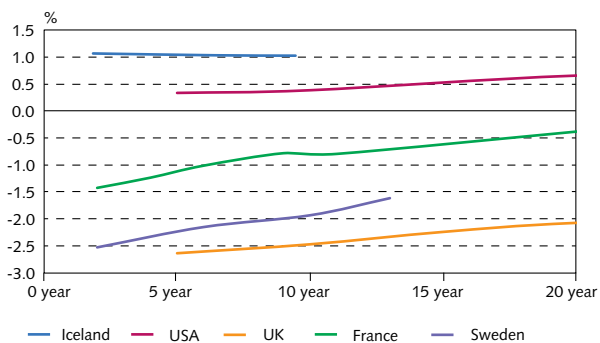
Nominal yield curves



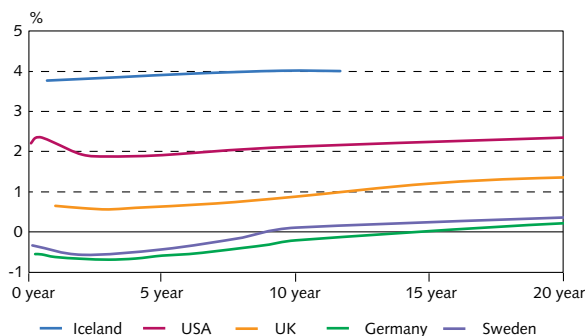


Market Information

Yield curve inflation-linked T-bonds

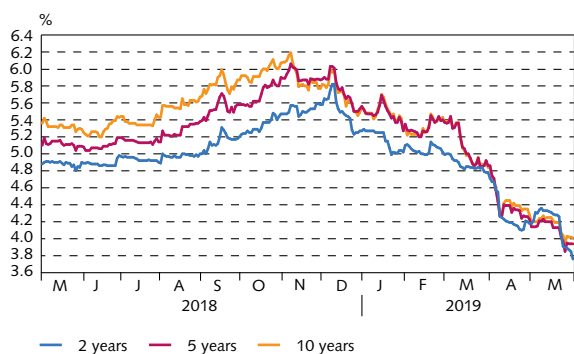


Yield curve Treasury bills and nominal T-bonds

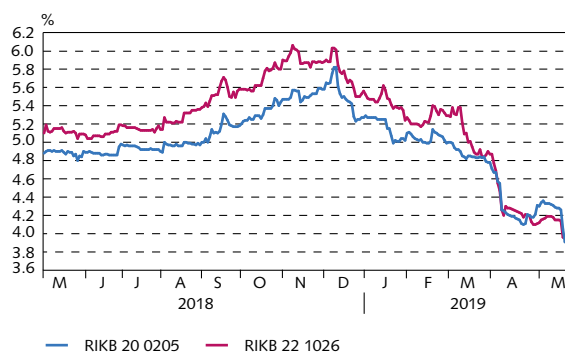


Yield for Treasury bonds

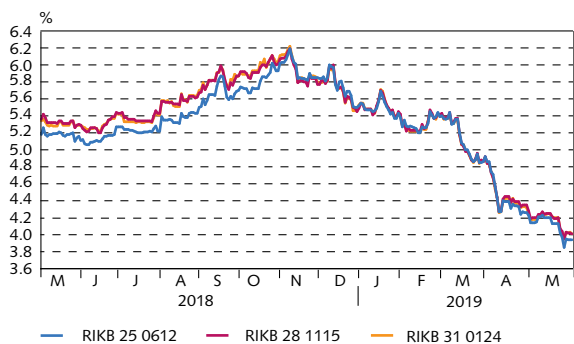
Generic Yield



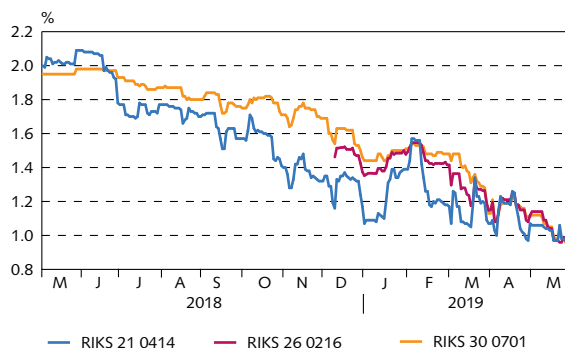
Yield for short and medium term nominal T-bonds



Yield for long term nominal T-bonds



Yield for inflation linked T-bonds





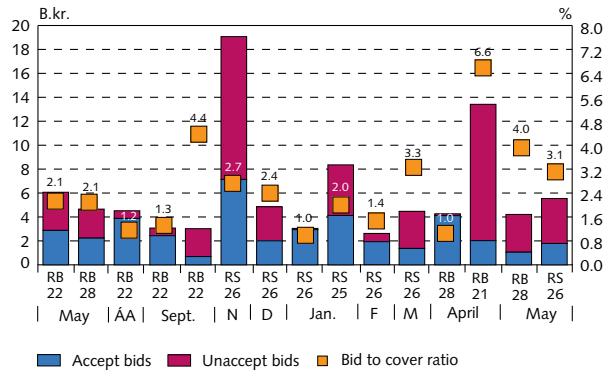
Auctions of Treasury bonds and bills

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
Total		16,835	15,378				9,291	8,543	425	9,763
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
										19,984
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		
Total		21,011	21,876				14,263	14,570		

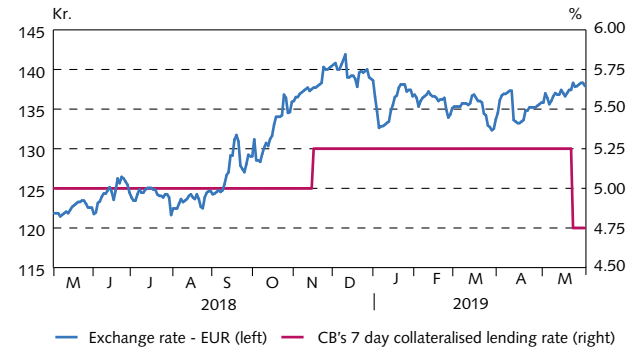
Auctions of Treasury bonds

Latest auction results of Treasury bonds at market value



Exchange rate development

Euro exchange rate versus 7 days collateralised lending rate

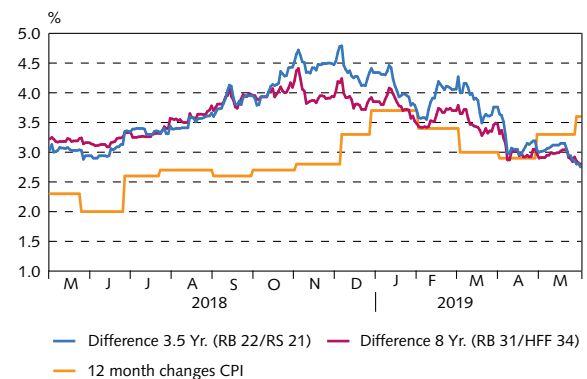


Primary dealers

Primary dealers in government securities

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

21 June 2019	Auction of Treasury bonds
26 June 2019	Central Bank Policy Rate
26 June 2019	CPI announcement
27 June 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

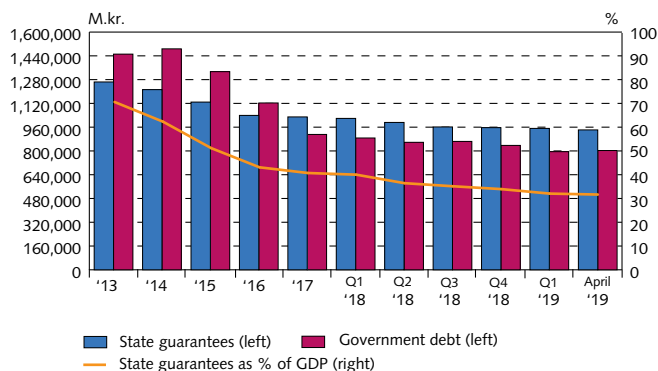


State guarantees

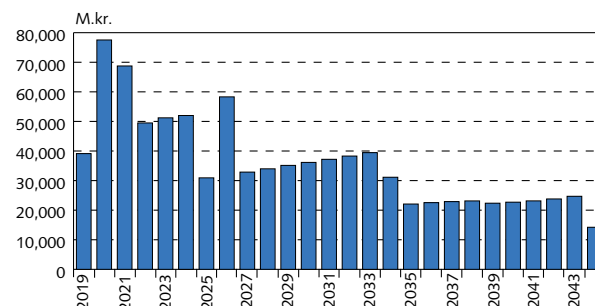
State guarantees 2015–2019

M.kr.	April		Outstanding end of year			
	2019	Q1 2019	2018	2017	2016	2015
Lending agencies	844,503	848,316	849,610	865,609	830,231	855,054
Housing Financing Fund	771,188	774,913	777,716	794,068	821,180	844,130
Regional Development Fund	13,747	13,981	11,569	9,970	9,051	10,923
Icelandic Student Loan Fund	59,568	59,422	60,325	61,572	0	0
Co-operative and Limited Partnerships	94,403	100,694	104,596	163,766	207,073	271,548
National Power Company sf.	88,900	89,393	93,430	152,567	195,048	257,155
RARIK ohf. (Iceland State Electricity)	978	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.	1,069	1,065	1,123	1,213	1,401	1,749
RUV ohf. (National Broadcasting Service)	3,014	3,055	3,012	2,573	2,886	3,011
Other	442	437	454	624	603	633
Industries/Municipalities	2,661	2,690	2,603	2,450	1,872	2,229
NIB - Nordic Investment Bank	2,661	2,690	2,603	2,450	1,862	2,209
Other	0	0	0	0	10	20
State Guarantees total	941,567	951,700	956,809	1,031,825	1,039,177	1,128,831

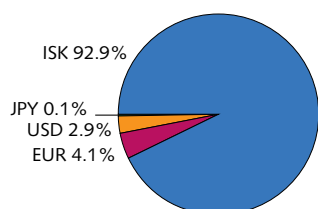
State guarantees - government debt and GDP 2013-2019



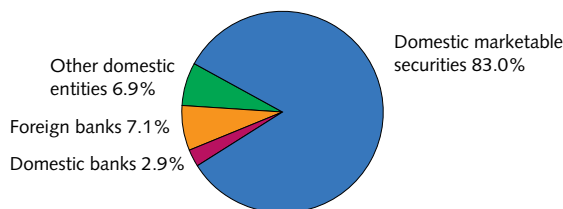
State guarantees - Maturity profile



Currency ratio



Type of lenders



Interest rate type

