

Auction results in September 2020

	Type	Bond	Amount of bids m.kr.	Amount allocated m.kr.	Yield/Price/ Simple interest
4 September	Auction	RIKS 33 0321	5,385	2,522	0.25
18 September	Auction	RIKB 23 0515	16,650	7,500	1.69
29 September	Auction	RIKV 21 0215	47,850	35,850	1.15
29 September	Auction	RIKV 21 0915	21,800	1,200	1.1

Treasury bond issuance in Q3/2020

Amounts in b.kr.	Maximum	Actual
RIKB 21 0805	-	12.3
RIKB 23 0515	-	34.1
RIKB 31 0124	-	8.6
RIKS 26 0216	-	0.8
RIKS 33 0321	-	4.2

Treasury bond issuance as of 30 September 2020

Regular auctions

Bond series

Amounts in b.kr.	Sales value
RIKB 21 0805	49.2
RIKB 23 0515	34.1
RIKB 25 0612	3.6
RIKB 28 1115	7.8
RIKB 31 0124	8.6
RIKS 26 0216	4.4
RIKS 33 0321	4.2
Total issued this year	112.0

Contents

- Benchmark issues, attributes
- Central government debt
- Swaps
- Investors T-bonds and bills
- Securities lending facility, redemption profile, yield curves and turnover
- Yield for Treasury bonds
- Inflation premium
- Auction of Treasury bonds
- Auctions of Treasury bills
- Auctions of Treasury bonds and bills
- Iceland Sovereign Credit Rating
- State guarantees

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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

Issues	ISIN	Date of issue (d.m.y)	Maturity date	Interest. %	Type of bond	Duration*	Years to maturity
<i>T - bills</i>							
RIKV 20 1005	IS0000031912	2.6.2020	5.10.2020	0.00	Bullet	0.01	0.01
RIKV 20 1116	IS0000031789	3.2.2020	16.11.2020	0.00	Bullet	0.13	0.13
RIKV 20 1215	IS0000031920	2.6.2020	15.12.2020	0.00	Bullet	0.21	0.21
RIKV 21 0115	IS0000031797	3.2.2020	15.1.2021	0.00	Bullet	0.30	0.29
RIKV 21 0215	IS0000032183	4.8.2020	15.2.2021	0.00	Bullet	0.38	0.38
<i>Nominal T-bonds</i>							
RIKB 21 0805	IS0000031482	5.8.2019	5.8.2021	3.50	Bullet	0.85	0.85
RIKB 22 1026	IS0000020717	26.10.2011	26.10.2022	7.25	Bullet	1.89	2.07
RIKB 23 0515	IS0000032191	15.5.2020	15.5.2023	1.50	Bullet	2.58	2.62
RIKB 25 0612	IS0000019321	12.6.2009	12.6.2025	8.00	Bullet	4.10	4.70
RIKB 28 1115	IS0000028249	15.11.2016	15.11.2028	5.00	Bullet	6.73	8.12
RIKB 31 0124	IS0000020386	24.1.2011	24.1.2031	6.50	Bullet	7.95	10.32
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	IS0000020014	14.4.2010	14.4.2021	3.80	Bullet	0.54	0.54
RIKS 26 0216	IS0000030732	16.2.2018	16.2.2026	1.50	Bullet	5.18	5.38
RIKS 30 0701	IS0000020576	1.7.2011	1.7.2030	3.25	Bullet	8.65	9.75
RIKS 33 0321	IS0000021251	21.3.2012	21.3.2033	3.00	Bullet	10.77	12.47
Average of benchmark series						4.7	5.5

* 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	1.56	1.61
EUR 0,5% 20 Dec 2022	XS1738511978	13.12.2017	20.12.2022	0.500	Bullet	2.21	2.22
EUR 0,1% 20 Jun 2024	XS2015295814	20.6.2019	20.6.2024	0.100	Bullet	3.72	3.72
EUR 0,625% 3 Jun 2026	XS2182399274	3.6.2020	3.6.2026	0.625	Bullet	5.58	5.67
Average of benchmark series						3.7	3.8

* Macaulay.



Government debt

Domestic central government debt 30 September 2020 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 20 0915	28,650		-28,650	0	0.00	0	0.0
RIKV 20 1005	22,850		0	22,850	0.01	22,848	2.6
RIKV 20 1116	26,752		0	26,752	0.13	26,715	3.0
RIKV 20 1215	20,850		0	20,850	0.21	20,798	2.3
RIKV 21 0115	30,610		0	30,610	0.29	30,498	3.4
RIKV 21 0215	14,500		0	14,500	0.38	14,430	1.6
Total	144,212		0	115,562	0.19	115,289	13.0
<i>Nominal T-bonds</i>							
RIKB 21 0805	60,234		0	60,234	0.85	61,469	6.8
RIKB 22 1026	81,059		0	81,059	2.07	90,725	9.1
RIKB 23 0515	26,805		7,500	34,305	2.62	34,156	3.9
RIKB 25 0612	94,488		0	94,488	4.70	118,379	10.6
RIKB 28 1115	72,070		0	72,070	8.13	84,343	8.1
RIKB 31 0124	100,416		0	100,416	10.32	135,014	11.3
Total	435,072		0	442,572	5.36	524,087	49.8
<i>Inflation-linked T-bonds</i>							
RIKS 21 0414	62,171	21,183	0	83,354	0.54	85,834	9.4
RIKS 26 0216	24,116	2,052	0	26,168	5.38	29,212	2.9
RIKS 30 0701	73,727	20,975	0	94,703	9.75	124,851	10.6
RIKS 33 0321	34,172	8,986	2,522	45,680	12.47	61,650	5.1
Total	194,186	53,197		249,905	6.72	301,546	28.1
<i>Other central government debt *</i>							
Inflation-linked debt				31,430	6.10		3.5
Nominal debt				50,001	0.04		5.6
Total domestic debt				889,469	4.80		100.0

*Mostly loan from Il-fund and government indexed debt due to the National Power Company. (Landsvirkjun) and assumed gov. Guarantees

Foreign central government debt

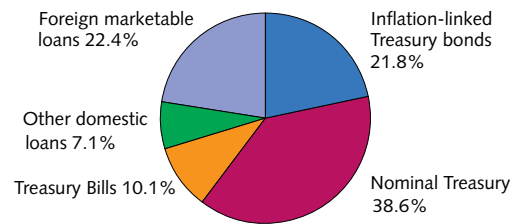
Issues	Issued nominal amount (millions)	Remaining nominal amount	Nominal amount ISK (m.kr.)	Years to maturity
<i>Foreign bonds</i>				
USD 5,875% 11 May 2022	1,000	92	12,751	1.61
EUR 0,5% 20 Dec 2022	500	500	81,100	2.22
EUR 0,1% 20 Jun 2024	500	500	81,100	3.72
EUR 0,625% 3 Jun 2026	500	500	81,100	5.67
Total			256,051	3.76
Total foreign debt			256,051	3.76

Central government debt. total in m.kr.

	<i>Nominal incl./ inflation compensation</i>	<i>Weighted time to maturity</i>
Nominal debt	608,134	3.94
Inflation-linked debt	281,335	6.65
Foreign currency debt	256,051	3.76
Total	1,145,519	4.57
Total debt as percentage of GDP *		39.7

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

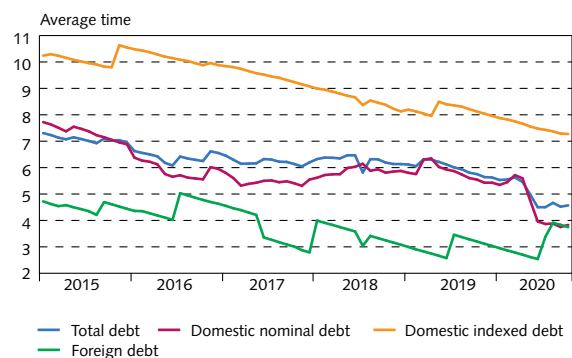
Total market value of benchmark issues



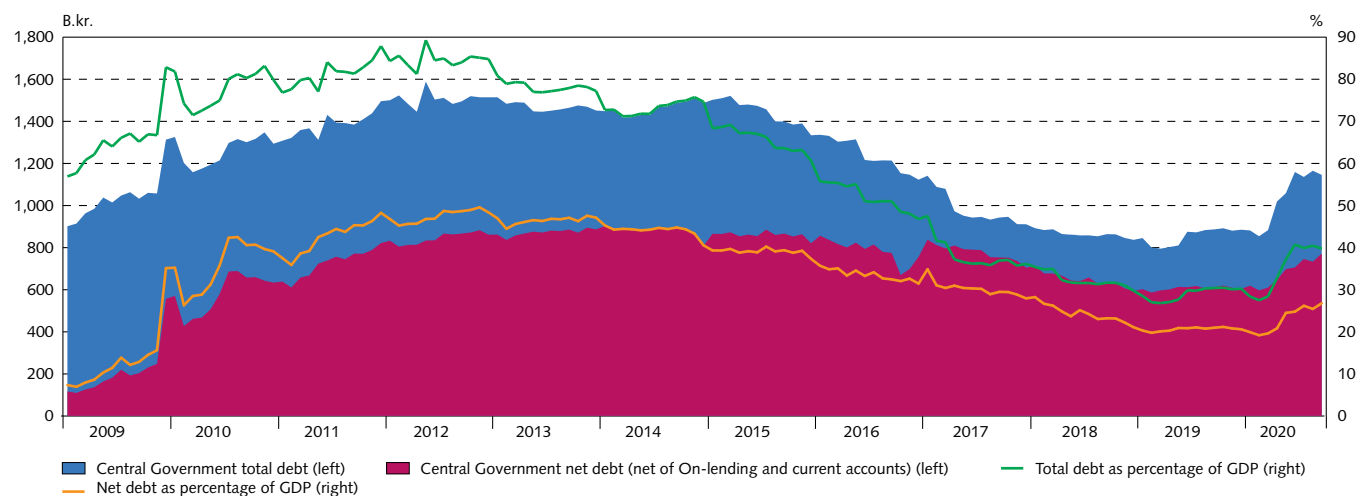
Net debt in m.kr.

<i>On-lending and cash at the Central bank</i>	<i>Nominal incl./ inflation compensation end of month</i>
Nominal on - lending	20,863
Inflation-linked on - lending	35,834
FX linked on - lending	8,123
Cash ISK	89,043
Cash FX	220,489
Total on-lending	374,352
Nominal debt	498,228
Inflation-linked debt	245,501
Foreign currency debt	27,439
Net central government debt	771,168
Total net debt as percentage of GDP	26.7

Average Time to Maturity



Changes in central government debt



Swaps

30 September 2020

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 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	442,572	39	442,572	39
Icelandic indexed interest rates	281,335	25	251,599	22
Icelandic floating interest rates	165,563	14	193,563	17
Foreign fixed interest rates	256,051	22	256,051	22
Foreign floating interest rates	0	0	0	0
Total	1,145,519	100	1,143,784	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	608,134	705,217	53	3.59
Inflation-linked debt	281,335	341,951	25	6.40
Foreign currency debt	256,051	269,079	22	3.73
Total	1,145,519	1,316,247	100	4.35
<i>Government debt with swaps</i>				
Nominal debt	636,134	733,219	56	3.46
Inflation-linked debt	251,599	310,651	22	6.91
Foreign currency debt	256,051	269,079	22	3.73
Total	1,143,784	1,312,949	100	4.33



Investors T-bonds and bills

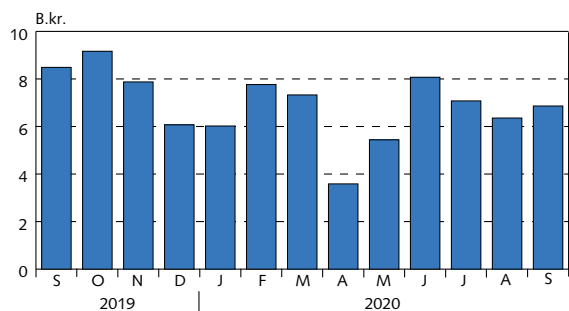
Data not available now
due to the implementation of a new
settlement system at NASDAQ CSD



Market Information

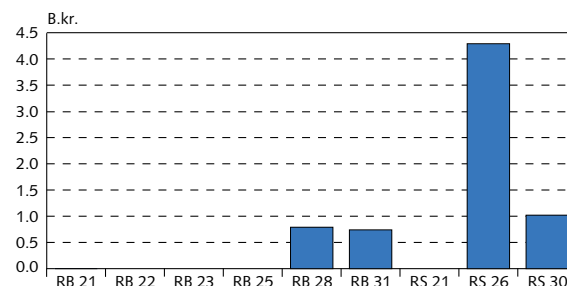
Securities lending facility, redemption profile, yield curves and turnover

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

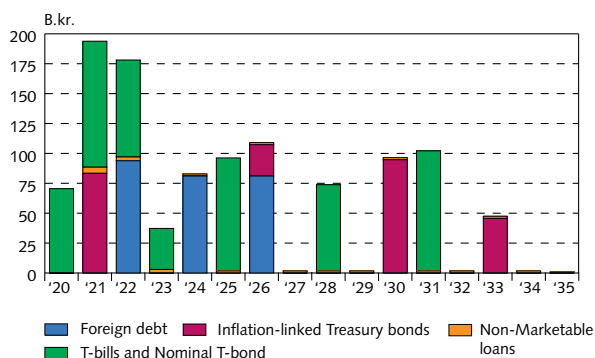


* Calculated at market price.

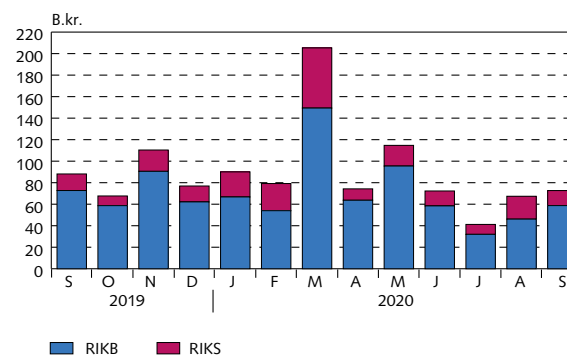
Outstanding amount in the securities lending facility* by series at the end of last month



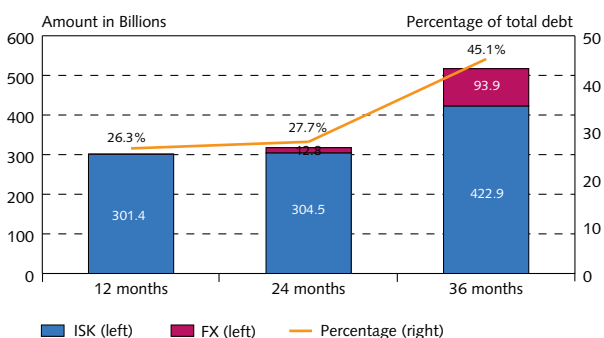
Redemption profile of government debt



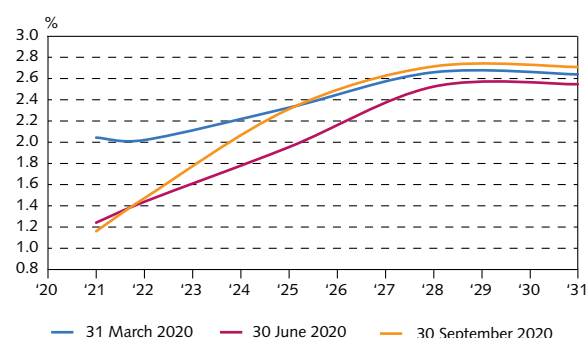
Monthly trading volume in T-Bonds on NASDAQ Iceland Exchange



Percentage of debt maturing next;



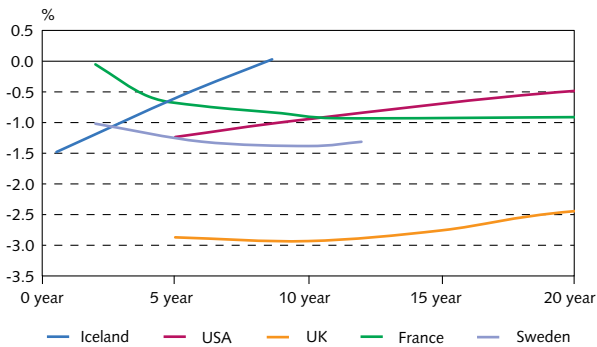
Nominal yield curves



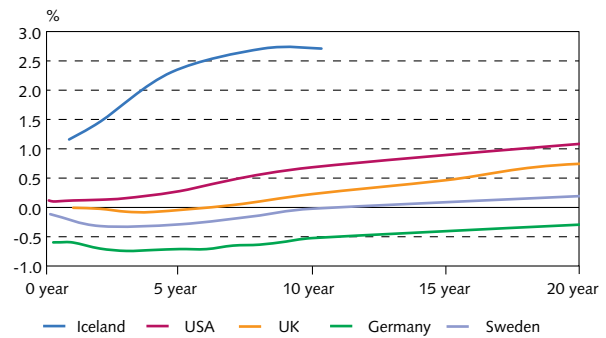


Market Information

Yield curve inflation-linked T-bonds

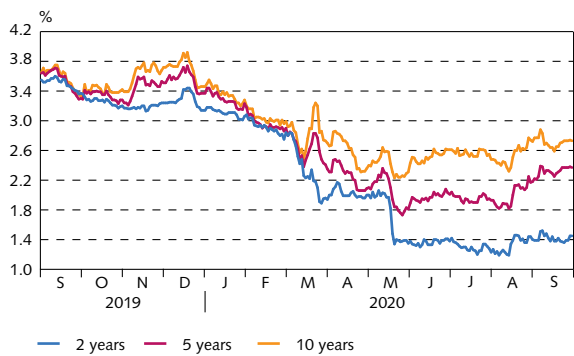


Yield curve Treasury bills and nominal T-bonds



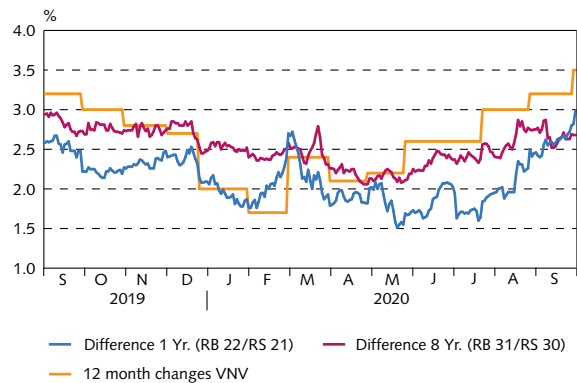
Yield for Treasury bonds

Generic Yield



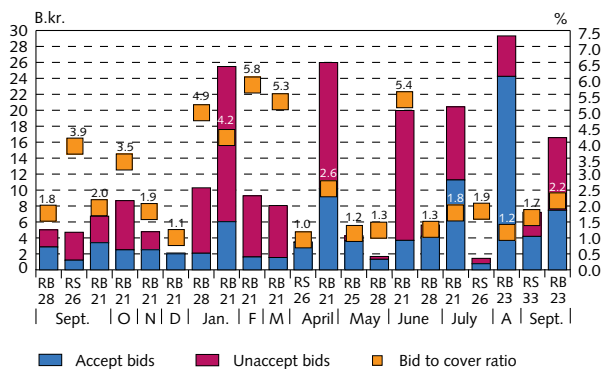
Inflation premium

Inflation premium nominal T-bonds



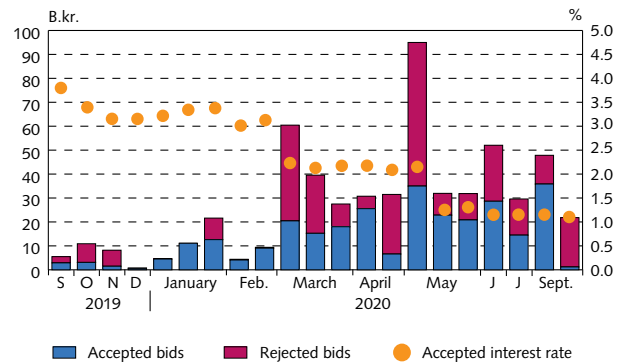
Auctions of Treasury bonds

Treasury bonds at market value



Auctions of Treasury bills

Treasury bills at market value



Auctions of Treasury bonds and bills

Auction in 2020. 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										
10.01.20	RIKB 28 1115	10,281	9,212	49	10	3.45	2,078	1,862	186	2,286
31.01.20	RIKB 21 0805	25,486	25,331	43	16	3.07	6,037	6,000	439	6,478
21.02.20	RIKB 21 0805	9,282	9,200	39	10	2.85	1,614	1,600	43	1,657
20.03.20	RIKB 21 0805	8,045	7,892	36	6	2.04	1,529	1,500	143	1,674
03.04.20	RIKB 21 0805	17,552	17,250	33	30	2.14	11,752	11,550	740	12,505
17.04.20	RIKB 21 0805	25,987	25,540	36	31	2.10	10,175	10,000	445	10,628
08.05.20	RIKB 25 0612	4,263	3,340	21	18	2.19	3,625	2,840	0	3,625
08.05.20	RIKB 28 1115	1,674	1,400	12	10	2.42	1,316	1,100	0	1,316
05.06.20	RIKB 21 0805	19,973	19,480	14	2	1.27	3,691	3,600	300	3,999
05.06.20	RIKB 28 1115	5,617	4,700	38	25	2.41	4,206	3,520	0	4,206
03.07.20	RIKB 21 0805	20,435	19,950	18	7	1.21	11,268	11,000	1,000	12,292
21.08.20	RIKB 23 0515	29,322	29,470	52	30	1.69	24,247	24,370	2,435	26,670
21.08.20	RIKB 31 0124	8,590	6,350	19	18	2.59	8,454	6,250	140	8,644
18.09.20	RIKB 23 0515	16,568	16,650	22	13	1.69	7,463	7,500	0	7,463
Total		203,075	195,765				97,456	92,692	5,870	103,443
Indexed T-Bonds										
										value
03.04.20	RIKS 26 0216	3,473	3,250	0	0	0	3,458	3,050	134	3,610
03.07.20	RIKS 26 0216	1,438	1,309	0	0	0	767	649	0	767
04.09.20	RIKS 33 0321	7,209	5,385	0	0	0	4,190	2,522	0	4,190
Total		12,120	9,944				8,415	6,221	134	8,567
									Total value	112,010
Switch auction										
Total		0	0				0	0	0	0
T-Bills										
30.01.20	RIKV 20 0715	4,533	4,600	17	16	3.24	4,435	4,500		
30.01.20	RIKV 20 1116	10,814	11,102	12	12	3.34	10,814	11,102		
30.01.20	RIKV 21 0115	20,928	21,610	14	11	3.38	12,212	12,610		
27.02.20	RIKV 20 0715	4,351	4,400	15	12	3.02	4,054	4,100		
27.02.20	RIKV 20 1116	9,194	9,400	18	15	3.12	8,851	9,050		
30.03.20	RIKV 20 0513	60,293	60,450	5	3	2.23	20,397	20,450		
30.03.20	RIKV 20 0715	39,307	39,550	20	14	2.12	15,156	15,250		
30.03.20	RIKV 21 0115	27,023	27,500	24	14	2.20	17,688	18,000		
29.04.20	RIKV 20 0805	30,577	30,750	14	12	2.19	25,406	25,550		
29.04.20	RIKV 20 1116	31,148	31,500	20	5	2.08	6,526	6,600		
11.05.20	RIKV 20 0615	94,813	95,000	17	13	2.15	34,931	35,000		
28.05.20	RIKV 20 1005	31,812	31,950	20	8	1.25	22,751	22,850		
28.05.20	RIKV 20 1215	31,625	31,850	18	8	1.31	20,702	20,850		
29.06.20	RIKV 20 0915	51,938	52,050	27	16	1.15	28,588	28,650		
30.07.20	RIKV 21 0215	29,417	29,600	18	14	1.15	14,410	14,500		
29.09.20	RIKV 21 0215	47,641	47,850	16	13	1.15	35,694	35,850		
29.09.20	RIKV 21 0915	21,570	21,800	9	3	1.10	1,187	1,200		
Total		546,984	550,962				283,804	286,112		



Primary dealers

<i>Primary dealers in government securities</i>	<i>Telephone</i>	<i>Bloomberg</i>
Íslandsbanki	+354 440 4000	ISLA
Arion banki	+354 444 6000	ARIO
Kvika banki hf.	+354 540 3200	KVIK
Landsbankinn	+354 410 4000	LAIS

Auctions of the month

23 October 2020	Auction of Treasury bonds
29 October 2020	CPI announcement
29 October, 2020	Auction of Treasury bills

Iceland Sovereign Credit Rating

	<i>Confirm</i>	<i>Foreign currency</i>		<i>Domestic currency</i>		<i>Outlook</i>
		<i>Long-Term</i>	<i>Short-Term</i>	<i>Long-Term</i>	<i>Short-Term</i>	
Moody's	Nov. '19	A2		A2		Stable
S&P	May '20	A	A-1	A	A-1	Stable
Fitch	May '20	A	F-1+	A	F-1+	Negative



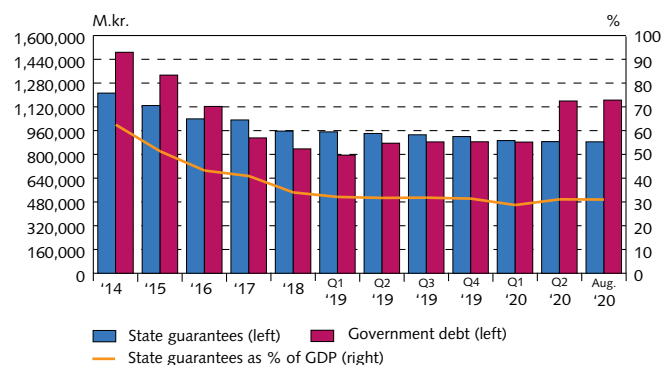
State guarantees¹

State guarantees 2016-2020

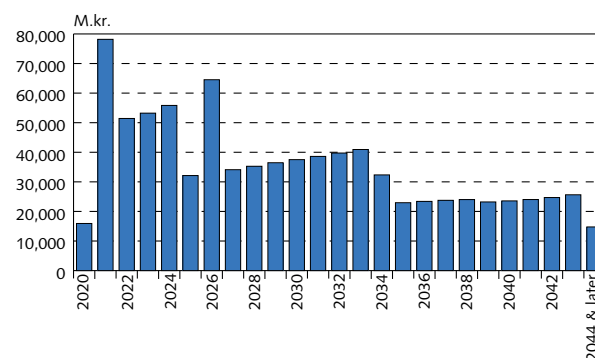
M.kr.	August 2020	Outstanding end of year			
		2019	2018	2017	2016
Lending agencies	807,821	825,323	849,610	865,609	830,231
ÍL - Fund	737,233	753,380	777,716	794,068	821,180
Regional Development Fund	12,932	13,046	11,569	9,970	9,051
Icelandic Student Loan Fund	57,657	58,897	60,325	61,572	0
Co-operative and Limited Partnerships	73,713	92,010	104,596	163,766	207,073
National Power Company sf.	68,423	86,546	93,430	152,567	195,048
RARIK ohf. (Iceland State Electricity)	822	901	1,069	1,242	1,483
Farice ehf.	0	0	5,508	5,547	5,652
Isavia ohf.	982	1,034	1,123	1,213	1,401
RUV ohf. (National Broadcasting Service)	3,125	3,062	3,012	2,573	2,886
Other	361	467	454	624	603
Industries/ Municipalities	3,210	2,654	2,603	2,450	1,872
NIB - Nordic Investment Bank	3,210	2,654	2,603	2,450	1,862
Other	0	0	0	0	10
State Guarantees total	884,745	919,987	956,809	1,031,825	1,039,177

1. Government guarantees regarding Business Supplemental and Support loans, due to the coronavirus pandemic, amounted to 4,750 mISK at the end of August 2020.

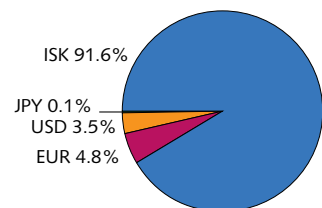
State guarantees - government debt and GDP 2014-2020



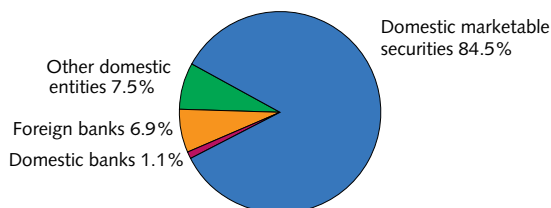
State guarantees - Maturity profile



Currency ratio



Type of lenders



Interest rate type

