

MNI EGB Supply W/C October 24, 2022

28 October 2022 - By Tim Davis

Italy looks to return to the market this morning while the EU, Belgium, Germany, Greece and Italy have all come to the market already. We look for estimated gross nominal issuance of E23.5bln from announced operations, down from last week's E30.3bln.

- The **EU** kicked off issuance for the week on Monday selling E2.45bln of the 4-year 0% Jul-26 EU NGEU (ISIN: EU000A3KTGV8) and E1.45bln of the 15-year 0.40% Feb-37 Green EU (ISIN: EU000A3K4C42).
- Also on Monday, **Belgium** sold 10/30-year OLOs for E2.179bln, the top of the target range: E1.171bln of the 0.35% Jun-32 OLO (ISIN: BE0000354630) and E1.008bln of the 1.40% Jul-53 OLO (ISIN: BE0000355645).
- On Tuesday, **Greece** held an auction to reopen the Dec-27 FRN (ISIN: GR0514024216). A total of E1.20bln was sold: E750mln was sold competitively with a further E450mln sold non-competitively (E225mln on the day and E225mln in the second round).
- On Tuesday, **Germany** sold E4bln (E3.24bln allotted) of the 1.30% Oct-27 Bobl (ISIN: DE0001141869).
- **Italy** came to the market on Wednesday to sell with E2.5bln of the 1.75% May-24 BTP Short Term (ISIN: IT0005499311) alongside E750mln of the 0.65% May-26 BTPei (ISIN: IT0005415416) and E750mln of the 0.10% May-33 BTPei (ISIN: IT0005482994). The full allotment was taken up in the non-competitive round (E500mln / E112.5mln / E112.5mln respectively).
- On Friday, **Italy** will return to the market to sell 5/10-year BTPs alongside a CCTeu. The 5-year 2.65% Dec-27 BTP (ISIN: IT0005500068) will be reopened for E2.25-2.75bln, a new 10-year May-33 BTP will be launched for E3.25-3.75bln alongside E0.75-1.00bln of the 0.50% Apr-26 CCTeu (ISIN: IT0005428617).

NET NOMINAL FLOWS: This week will see redemptions totalling E37.1bln with E35.4bln being a formerly 10-year OAT and smaller redemptions from Greece, Slovenia and Latvia. Coupon payments will be E10.0bln (of which E9.1bln are Spanish). With estimated gross issuance of E23.5bln, MNI estimates **net nominal issuance of negative E21.6bln in the week**, down from last week's positive E8.9bln.

For a calendar of all announced EGB/EU/ESM/EFSF auctions [see the MNI EZ/UK Bond Supply Calendar here.](#)

EGB issuance W/C 24 October

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Day/Time	Country	Bond	Amount	Yield	Bid-to-cover	Notes
Mon 1030	EU	0% Jul-26 EU NGEU	E2.45bln	2.724%	1.36x	Re-open
Mon 1030	EU	0.40% Feb-37 Green EU	E1.45bln	3.378%	1.84x	Re-open
Mon 1100	Belgium	0.35% Jun-32 OLO	E1.171bln	2.935%	1.64x	Re-open
Mon 1100	Belgium	1.40% Jul-53 OLO	E1.008bln	3.307%	1.75x	Re-open
Tue 1000	Greece	Dec-27 Greece FRN	E975mln		1.91x	Re-open
Tue 1030	Germany	1.30% Oct-27 Bobl	E4bln	2.110%	1.00x	Re-open
Wed 1000	Italy	1.75% May-24 BTP Short Term	E2.5bln	2.880%	1.6x	Re-open
Wed 1000	Italy	0.65% May-26 BTPei	E750mln	1.090%	1.55x	Re-open
Wed 1000	Italy	0.10% May-33 BTPei	E750mln	2.220%	1.57x	Re-open
Fri 1000	Italy	2.65% Dec-27 BTP	E2.25-2.75bln			Re-open
Fri 1000	Italy	4.4% May-33 BTP	E3.25-3.75bln			New
Fri 1000	Italy	0.50% Apr-26 CCTeu	E0.75-1.00bln			Re-open
Total expected weekly issuance			E23.5bln			

Source: MNI Market News

mni Eurozone Issuance Profile

2022 Issuance

	Austria	Belgium	Finland	France	Germany	Greece	Ireland	Italy	Neth.	Portugal	Slovakia	Slovenia	Spain	EU	EFSF	ESM	Total	Other	
YTD Issuance	41.4	42.2	16.3	260.7	199.8	8.1	7.1	222.1	39.5	11.8	4.7	2.4	138.1	96.9	19.5	8.0	1118.6	9.8	
YTD Cash Proc.	39.6	39.4	15.1	252.3	196.0	8.0	6.9	216.5	36.5	11.5	4.3	2.5	146.0	91.9	19.5	7.7	1093.6	9.6	
2022 Target	44.0	44.2	18.0	266.0	229.5	10.0	7.0	274.0	42.5	12.4	6.0	5.1	148.1	120.0	19.5	8.0	1254.2		
YTD Cash % Trgt	89.9	89.1	83.7	94.9	85.4	80.0	97.9	79.0	86.0	92.6	71.0	48.7	98.6	76.6	99.9	96.4	87.2		
Cash Proceeds:																			
<3.5 YR	4.6	1.5	-	29.9	55.7	-	-	54.6	-	-0.9	0.8	-0.3	20.2	11.1	4.0	1.9	183.1	0.5	
3.5 - 5.5 YR	6.4	3.6	4.0	42.4	45.6	1.5	-	31.9	8.3	1.1	0.1	1.3	31.8	16.2	-	5.8	199.7	0.3	
5.5 - 8 YR	6.6	2.8	-	41.7	4.0	-	-	30.8	6.7	1.1	0.4	0.0	15.9	11.9	6.5	-	128.5	1.4	
8 - 11 YR	11.9	15.8	6.3	66.0	52.3	3.9	4.6	29.5	10.3	6.3	1.3	1.0	45.9	14.4	6.5	-	276.1	0.1	
11 - 16 YR	0.2	-	-	6.0	10.3	0.3	0.7	15.8	-	0.8	0.8	0.1	3.9	7.7	-	-	46.5	-	
16 - 21 YR	1.3	5.2	1.2	11.8	2.0	0.2	-	5.5	3.8	3.0	-	-	8.3	14.0	-	-	56.3	1.2	
21 - 26 YR	1.4	-	3.0	9.5	2.5	-	0.9	2.8	-	-	0.4	0.1	-	4.9	-	-	25.5	-	
26 - 32 YR	5.5	8.9	0.6	13.8	16.2	-	0.7	10.0	7.4	-	0.3	0.3	12.2	11.7	2.5	-	90.2	-	
32 YR+	1.6	1.5	-	1.8	-	-	-	-	-	-	0.2	0.5	0.8	-	-	-	6.4	-	
Total conv	39.6	39.4	15.1	223.0	188.4	5.8	6.9	180.8	36.5	11.5	4.3	3.0	138.9	91.9	19.5	7.7	1012.3	3.5	
CCTeu / FRN	-	-	-	-	-	2.2	-	14.3	-	-	-	-	-	-	-	-	-	16.5	-
< 6 YR	-	-	-	4.4	1.7	-	-	-0.2	-	-	-	-	2.2	-	-	-	-	8.0	-
6 - 11 YR	-	-	-	8.9	3.3	-	-	13.3	-	-	-	-	1.2	-	-	-	-	26.7	-
11 - 21 YR	-	-	-	10.0	1.5	-	-	8.3	-	-	-	-	3.7	-	-	-	-	23.6	-
21 - 32 YR	-	-	-	6.0	1.1	-	-	-	-	-	-	-	-	-	-	-	-	7.1	-
Total linker	-	-	-	29.3	7.6	-	-	21.4	-	-	-	-	7.1	-	-	-	-	65.4	-
EMTN/Fgn Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-0.5	6.1

2022 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	19.4	18.4	15.2	20.5	24.4	13.7	15.9	19.3	17.5	20.7	-	-	185.0
3.5 - 5.5 YR	22.7	24.6	17.6	15.8	22.2	15.6	11.4	17.6	26.6	18.9	-	-	193.0
5.5 - 8 YR	12.2	7.4	21.6	5.8	13.0	18.0	18.2	7.4	8.2	22.7	-	-	134.5
8 - 11 YR	46.7	26.2	38.0	30.3	26.5	28.7	32.2	15.8	27.1	16.5	-	-	287.9
11 - 16 YR	7.0	2.2	5.4	2.9	7.4	5.7	1.5	3.4	9.9	4.3	-	-	49.7
16 - 21 YR	7.7	2.1	2.0	12.4	5.7	5.6	3.0	-	15.5	7.5	-	-	61.5
21 - 26 YR	3.2	2.9	2.4	2.0	2.0	5.0	4.2	0.5	2.5	0.3	-	-	25.0
26 - 32 YR	17.0	20.9	6.4	5.4	12.6	9.7	7.9	1.5	12.7	10.9	-	-	105.1
32 YR+	2.0	-	0.2	2.1	2.2	-	-	0.2	0.2	1.2	-	-	8.1
Total conv	137.9	104.6	108.8	97.2	116.1	102.0	94.3	65.7	120.1	103.1	-	-	1049.7
CCTeu / FRN	1.7	0.8	5.0	1.5	1.4	1.2	2.4	1.3	0.2	1.2	-	-	16.8
< 6 YR	2.1	1.0	-	1.2	-	-1.0	0.5	0.7	1.1	0.9	-	-	6.3
6 - 11 YR	1.4	1.6	1.3	1.2	3.5	9.4	2.8	0.4	1.3	1.8	-	-	24.5
11 - 21 YR	1.2	5.3	3.3	1.1	4.8	1.0	0.5	0.7	1.0	1.2	-	-	20.2
21 - 32 YR	3.0	0.2	0.2	0.4	-	0.2	0.4	-	0.4	0.3	-	-	5.2
Total linker	7.6	8.1	4.8	3.9	8.3	9.7	4.1	1.7	3.8	4.2	-	-	56.2
EMTN/Fgn Debt	1.0	-0.5	0.4	0.4	0.8	0.1	0.1	0.2	0.1	3.2	-	-	5.6
Total	148.3	113.1	119.0	103.0	126.6	112.9	100.9	68.8	124.2	111.7	-	-	1254.2

2022 Issuance: Cash Proceeds

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	19.5	18.3	15.1	20.3	24.3	13.6	15.6	19.1	17.5	20.1	-	-	183.6
3.5 - 5.5 YR	22.8	24.4	17.6	15.4	21.5	15.1	22.6	17.6	25.5	17.6	-	-	200.0
5.5 - 8 YR	12.2	7.3	21.4	5.7	12.9	16.6	17.8	7.2	7.4	21.4	-	-	130.0
8 - 11 YR	46.3	25.4	36.6	29.5	24.2	26.4	31.5	15.9	25.1	15.2	-	-	276.2
11 - 16 YR	7.0	2.3	5.2	2.4	7.3	4.8	1.4	3.3	9.3	3.4	-	-	46.5
16 - 21 YR	7.5	1.9	1.8	12.2	4.8	4.2	2.1	-	15.5	7.5	-	-	57.5
21 - 26 YR	3.2	2.7	3.6	2.4	2.1	4.9	3.3	0.6	2.5	0.2	-	-	25.5
26 - 32 YR	16.5	20.0	5.8	4.9	10.2	6.9	5.3	1.6	11.5	7.5	-	-	90.2
32 YR+	1.8	-	0.2	1.4	1.7	-	-	0.2	0.2	0.9	-	-	6.4
Total conv	136.8	102.3	107.2	94.3	108.9	92.5	99.7	65.5	114.6	93.8	-	-	1015.8
CCTeu / FRN	1.7	0.8	5.0	1.5	1.4	1.1	2.3	1.2	0.2	1.2	-	-	16.5
< 6 YR	2.4	1.3	-	1.3	-	-0.5	0.5	1.0	1.2	0.8	-	-	8.0
6 - 11 YR	1.6	1.8	1.7	1.6	3.9	9.4	3.1	0.6	1.1	1.8	-	-	26.7
11 - 21 YR	1.8	5.5	3.9	1.4	5.6	1.4	0.7	0.9	1.2	1.1	-	-	23.6
21 - 32 YR	4.2	0.3	0.3	0.6	-	0.3	0.4	-	0.5	0.3	-	-	7.1
Total linker	10.1	8.9	5.9	4.9	9.6	10.7	4.8	2.5	4.0	4.0	-	-	65.4
EMTN/Fgn Debt	1.0	-0.5	0.4	0.4	0.8	0.1	0.0	0.2	0.1	3.1	-	-	5.6
Total	149.6	111.6	118.6	101.1	120.7	104.4	106.9	69.3	118.8	102.2	-	-	1103.3

2021 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	19.1	20.4	22.7	18.5	20.2	17.1	21.7	11.8	13.8	15.8	14.5	8.1	203.7
3.5 - 5.5 YR	18.6	14.1	22.8	22.6	14.7	22.5	17.9	17.2	18.0	14.6	11.2	4.4	198.6
5.5 - 8 YR	19.8	8.9	16.1	19.5	13.3	19.5	16.1	7.0	22.7	9.5	15.4	0.8	168.7
8 - 11 YR	55.9	33.0	26.2	30.7	37.4	66.9	28.4	13.6	23.8	21.6	20.2	8.2	366.1
11 - 16 YR	2.6	2.6	18.0	11.5	4.3	5.8	10.3	3.8	10.4	16.8	6.4	-	92.4
16 - 21 YR	15.6	6.1	3.5	21.8	1.8	5.5	16.2	0.3	6.6	-	5.3	0.9	83.6
21 - 26 YR	-	0.1	20.5	0.9	8.8	2.7	-	-	2.1	8.0	1.7	1.5	46.3
26 - 32 YR	18.9	9.3	8.7	4.8	12.8	9.1	8.3	1.0	13.6	7.7	3.2	0.3	97.7
32 YR+	7.5	10.2	-	7.3	0.4	3.6	0.5	-	-	1.1	0.5	-	31.1
Total conv	157.9	104.7	138.5	137.5	113.8	152.7	119.5	54.7	111.0	95.1	78.5	24.1	1288.1
CCTeu / FRN	1.7	1.3	1.6	1.3	2.3	6.0	1.3	2.0	2.0	1.3	1.5	1.4	23.6
< 6 YR	1.2	0.9	0.8	2.3	0.5	0.8	-	1.2	1.0	1.0	0.6	-	10.1
6 - 11 YR	2.8	-	3.7	-	3.3	1.9	1.2	1.6	2.1	0.4	3.6	-	20.6
11 - 21 YR	0.6	2.3	-	1.7	1.5	0.4	2.0	-	0.8	1.0	0.4	0.6	11.3
21 - 32 YR	0.2	4.5	0.2	1.3	0.2	1.8	0.2	-	0.1	1.9	-	-	10.4
Total linker	4.7	7.6	4.7	5.4	4.9	3.4	2.8	4.0	4.3	4.5	0.6	-	52.4
EMTN/Fgn Debt	0.1	1.1	1.3	3.6	0.1	0.5	-0.3	0.0	2.1	-0.2	1.1	0.1	9.4
Total	164.4	114.7	146.1	147.7	121.6	164.2	123.8	59.5	119.2	100.5	85.6	26.1	1373.5

2021 Issuance: Cash Proceeds

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	19.3	20.7	23.0	18.6	20.4	17.2	21.9	11.8	14.1	15.8	14.7	8.3	205.9