

# MNI EGB Issuance, Redemption and Cash Flow Matrix - W/C August 14, 2023

16 August 2023 - By Tim Davis

## THIS WEEK:

Germany, France and Finland all look to issue in the week ahead. **We pencil in gross nominal issuance of E17.9bln** compared to E10.5bln last week.

- **Germany** kicked off issuance for the week on Tuesday selling E5.5bln (E4.324bln allotted) of the 3.10% Sep-25 Schatz (ISIN: DE000BU22023).
  - The Schatz auction was slightly disappointing with a drop in the bid-to-off / bid-to-cover despite a smaller auction size, and the lowest accepted price was below the pre-auction mid-price.
  - However, the slightly wider tail was probably exacerbated a bit by the move to a low of 99.914 around 17 minutes before the auction cut-off time. When compared the lowest accepted price of 99.935 is compared to 99.914 the auction doesn't look as soft as at first glance.
- **Germany** will then return to the market on Wednesday with a 30-year Bund auction. E1.0bln of the 0% Aug-50 Bund (ISIN: DE0001102481) will be on offer alongside E1.5bln of the 0% Aug-52 Bund (ISIN: DE0001102572).
- Thursday will see **France** hold a MT OAT auction, where it will look to sell E7.5-8.5bln across the following OATs: The 3Y 2.50% Sep-26 OAT (ISIN: FR001400FYQ4), the 6Y 2.75% Feb-29 OAT (ISIN: FR001400HI98) and the 8Y 1.50% May-31 OAT (ISIN: FR0012993103) which was last on offer in September 2022.
- **France** will return to the market later on Thursday to hold an IL OAT auction, where it will look to sell E0.5-1.0bln across the following OATe'i's: The new 0.10% Jul-27 OATe'i (ISIN TBA) and the 0.10% Jul-38 Green OATe'i (ISIN: FR001400AQH0).
- Note that **Spain** has announced that it will not be holding its auction originally scheduled for Thursday 17 August.
- **Finland** will look to hold an ORI operation on Thursday 17 August with details likely to be announced on Wednesday 16 August.

**NET NOMINAL FLOWS:** The week ahead sees E39.2bln of redemptions: E22.5bln of a formerly 10-year German Bund, E16.0bln of an originally 3-year BTP and E0.7bln of a formerly 5-year LithGB. Coupons for the week total E3.6bln (of which E3.4bln are German). This leaves **net flows for the week at an estimated negative E24.9bln compared to E10.4bln this week.**

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

## NEXT WEEK (W/C 21 August)

Belgium, Germany, Italy and potentially Portugal all look to issue in the W/C 21 August. **We pencil in gross nominal issuance of E9.3bln.**

- Belgium will kick off issuance for the week on Monday 21 August. The details were not announced as expected on Tuesday 15 August so we look for an announcement probably today. We look for issuance to include the on-the-run 10-year 3.00% Jun-33 OLO (ISIN: BE0000357666) and be also include a shorter duration OLO alongside.
- On Tuesday 22 August, **Germany** will look to sell E3bln of the 7-year 2.40% Nov-30 Bund (ISIN: DE000BU27006).
- On Wednesday 23 August, **Portugal** will potentially look to hold an OT auction – although we think it is pretty unlikely IGCP will choose to hold an auction in August.
- **Italy** will look to hold a BTP Short Term auction on Friday 25 August, we pencil in a reopening of the 3.60% Sep-25 BTP Short Term (ISIN: IT0005557084) which was launched in July. We pencil in a maximum auction size of between E2.50-2.75bln. The BTPe'i auction that was due to be held simultaneously has been cancelled.

**NET NOMINAL FLOWS:** The W/C 21 August sees no redemptions and only negligible coupons. This leaves **net flows for the week at an estimated positive E9.2bln.**

## mni Eurozone Issuance Profile

### 2023 Issuance

	Austria	Belgium	Finland	France	Germany	Greece	Ireland	Italy	Neth.	Portugal	Slovakia	Slovenia	Spain	EU	EFSF	ESM	Total	Other	
YTD Issuance	36.6	34.3	13.8	203.0	206.7	9.2	6.3	233.6	34.7	7.8	8.7	1.6	134.4	82.2	13.0	5.0	1030.8	8.5	
YTD Cash Proc.	33.4	33.0	12.7	190.1	198.2	9.1	5.6	232.3	30.4	6.7	8.4	1.5	126.2	77.4	12.9	5.0	982.9	8.3	
YTD Target	45.0	47.0	17.5	270.0	305.0	7.0	9.0	276.0	50.0	14.2	8.0	5.0	172.5	120.0	20.0	8.0	1374.2	-	
YTD Cash % Trgt	74.3	70.2	72.7	70.4	65.0	130.3	62.2	84.2	60.8	47.2	104.8	29.5	73.2	64.5	64.7	62.4	71.5	-	
<b>Cash Proceeds:</b>																			
Conventional																			
<3.5 YR	2.7	-	0.4	23.8	53.7	-1.5	-	48.1	3.7	-2.7	0.3	-0.1	21.4	11.4	-	-	161.1	0.4	
3.5 - 5.5 YR	2.8	4.3	1.9	27.5	40.2	2.8	-	45.1	4.2	-1.1	0.5	-	17.8	7.3	2.0	3.0	158.3	0.3	
5.5 - 8 YR	7.0	-	0.7	27.9	21.7	-	-	26.0	7.7	0.5	-	-	14.2	8.7	7.0	-	121.2	0.2	
8 - 11 YR	13.4	13.6	4.6	53.4	48.0	4.0	0.7	46.1	7.9	2.1	3.1	1.2	44.2	4.7	4.0	2.0	253.0	2.5	
11 - 16 YR	1.1	0.5	4.5	9.1	7.7	3.6	0.7	7.8	1.6	4.4	2.8	-	-	18.9	-	-	62.6	-	
16 - 21 YR	0.5	5.1	-	7.5	2.2	0.2	3.4	8.7	-	0.7	1.5	-	16.6	9.2	-	-	55.7	1.7	
21 - 26 YR	1.7	-	0.7	1.7	2.7	-	-	1.5	-	1.1	0.1	0.2	2.5	5.4	-	-	17.5	-	
26 - 32 YR	3.6	8.4	-	15.9	17.5	-	0.7	7.7	5.3	1.8	0.1	0.1	3.4	11.8	-	-	76.4	-	
32 YR +	0.8	1.2	-	5.4	-	-	-	0.5	-	-	-	-	0.8	-	-	-	8.7	-	
Total conv	33.4	33.0	12.7	172.4	193.5	9.1	5.6	191.7	30.4	6.7	8.4	1.5	120.8	77.4	12.9	5.0	914.6	5.2	
CCTeu / FRN	-	-	-	-	-	-	-	16.8	-	-	-	-	-	-	-	-	-	16.8	-
Linker																			
< 6 YR	-	-	-	4.0	0.6	-	-	10.9	-	-	-	-	2.2	-	-	-	-	17.7	-
6 - 11 YR	-	-	-	3.8	3.3	-	-	9.0	-	-	-	-	3.2	-	-	-	-	19.3	-
11 - 21 YR	-	-	-	8.6	-	-	-	4.0	-	-	-	-	-	-	-	-	-	12.6	-
21 - 32 YR	-	-	-	1.3	0.7	-	-	-	-	-	-	-	-	-	-	-	-	2.0	-
Total linker	-	-	-	17.7	4.6	-	-	23.8	-	-	-	-	5.4	-	-	-	-	51.6	-
EMTN/Fgn Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3.1

### 2023 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional													
<3.5 YR	31.0	19.5	15.6	21.2	27.6	21.6	21.1	5.8	-	-	-	-	163.3
3.5 - 5.5 YR	20.9	23.5	31.7	10.3	23.4	33.3	14.2	7.0	-	-	-	-	164.4
5.5 - 8 YR	11.1	18.2	17.1	32.2	14.6	14.5	18.6	1.6	-	-	-	-	127.9
8 - 11 YR	57.0	36.8	25.9	46.4	18.8	37.1	23.1	14.6	-	-	-	-	259.7
11 - 16 YR	10.3	6.9	19.4	11.2	5.4	6.6	5.1	4.4	-	-	-	-	69.4
16 - 21 YR	13.8	15.7	1.6	3.5	13.3	8.1	4.2	-	-	-	-	-	60.3
21 - 26 YR	3.6	4.8	6.2	4.9	0.9	-	-	-	-	-	-	-	20.5
26 - 32 YR	12.9	22.6	7.2	9.3	9.0	17.8	13.7	-	-	-	-	-	92.6
32 YR +	1.6	0.9	2.5	-	1.7	0.5	2.5	2.0	-	-	-	-	11.7
Total conv	162.1	149.1	127.2	139.0	115.0	139.4	102.5	35.4	-	-	-	-	969.7
CCTeu / FRN	1.7	4.6	2.9	1.6	1.7	3.0	1.4	-	-	-	-	-	16.9
Linker													
< 6 YR	-	0.5	10.7	0.8	1.8	1.8	0.5	0.6	-	-	-	-	16.7
6 - 11 YR	4.1	3.6	2.8	4.0	0.5	1.8	1.9	-	-	-	-	-	18.6
11 - 21 YR	0.4	0.5	0.5	0.7	4.4	3.0	2.8	-	-	-	-	-	12.3
21 - 32 YR	-	0.2	0.3	0.4	0.5	0.5	-	-	-	-	-	-	1.8
Total linker	4.5	4.8	14.2	5.9	7.1	7.0	5.2	0.6	-	-	-	-	49.5
EMTN/Fgn Debt	0.8	0.0	0.1	1.0	0.0	0.5	0.8	-	-	-	-	-	3.2
Total	169.1	158.5	144.4	147.6	123.8	149.9	110.0	36.0	-	-	-	-	1039.3

### 2023 Issuance: Cash Proceeds

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional													
<3.5 YR	30.1	19.3	15.5	21.1	27.5	21.2	21.0	5.8	-	-	-	-	161.5
3.5 - 5.5 YR	20.2	22.6	30.2	10.0	22.1	32.9	13.8	6.8	-	-	-	-	158.7
5.5 - 8 YR	10.3	17.2	15.3	31.1	14.1	13.9	18.2	1.3	-	-	-	-	121.5
8 - 11 YR	56.4	34.9	24.8	46.0	18.9	37.0	23.0	14.6	-	-	-	-	255.5
11 - 16 YR	9.4	5.8	16.9	10.9	5.1	6.4	4.8	3.3	-	-	-	-	62.6
16 - 21 YR	13.3	15.4	1.7	2.8	12.4	7.9	3.9	-	-	-	-	-	57.4
21 - 26 YR	3.3	3.6	5.5	4.2	0.9	-	-	-	-	-	-	-	17.5
26 - 32 YR	10.7	20.8	4.6	7.2	7.7	14.1	11.3	-	-	-	-	-	76.4
32 YR +	1.2	1.0	2.3	-	0.7	0.4	1.1	2.1	-	-	-	-	8.7
Total conv	154.8	140.5	116.9	133.3	109.6	133.8	97.0	33.9	-	-	-	-	919.7
CCTeu / FRN	1.7	4.5	2.8	1.6	1.7	3.0	1.4	-	-	-	-	-	16.8
Linker													
< 6 YR	-	0.6	10.8	0.9	2.1	1.9	0.6	0.8	-	-	-	-	17.7
6 - 11 YR	4.3	3.7	2.8	4.1	0.6	2.0	1.7	-	-	-	-	-	19.3
11 - 21 YR	0.5	0.5	0.5	0.7	4.5	3.0	3.0	-	-	-	-	-	12.6
21 - 32 YR	-	0.3	0.3	0.4	0.5	0.6	-	-	-	-	-	-	2.0
Total linker	4.7	5.1	14.4	6.2	7.6	7.5	5.4	0.8	-	-	-	-	51.6
EMTN/Fgn Debt	0.7	0.0	0.1	1.0	0.0	0.5	0.8	-	-	-	-	-	3.1
Total	162.0	150.1	134.1	142.1	118.9	144.8	104.6	34.7	-	-	-	-	991.2

### 2022 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional													
<3.5 YR	19.4	18.4	15.2	20.5	24.4	13.5	15.5	19.3	17.5	18.6	10.7	8.5	201.5
3.5 - 5.5 YR	22.7	24.6	17.6	15.8	22.2	15.6	11.4	17.6	26.6	22.8	16.9	1.3	215.0
5.5 - 8 YR	12.2	7.4	21.6	5.8	13.1	18.0	18.3	7.4	8.2	22.7	12.5	3.5	150.7
8 - 11 YR	46.7	26.2	38.0	30.3	26.6	28.7	32.6	16.0	27.3	21.1	31.0	4.1	328.6
11 - 16 YR	7.0	2.2	5.4	2.9	7.4	5.7	1.6	3.4	9.9	4.4	6.6	8.2	64.6
16 - 21 YR	7.7	2.1	2.0	12.4	5.7	5.6	3.0	-	15.5	7.6	2.0	1.1	64.6
21 - 26 YR	3.2	2.9	2.5	2.0	2.0	5.0	4.2	0.5	2.5	0.4	2.0	1.1	28.2
26 - 32 YR	17.0	20.9	6.4	5.4	12.6	9.7	7.9	1.5	12.7	11.6	5.8	1.8	113.3
32 YR +	2.0	-	0.2	2.1	2.2	-	-	0.2	0.2	1.2	-	0.5	8.6
Total conv	137.9	104.6	108.8	97.2	116.3	101.8	94.4	65.9	120.3	110.4	87.4	30.0	1175.2
CCTeu / FRN	1.7	0.8	5.0	1.5	1.4	1.2	2.4	1.3	0.2	2.2	-2.0	-	15.8
Linker													
< 6 YR	2.1	1.0	-	1.2	-	-1.0	0.5	0.7	1.1	0.9	-1.2	-	5.0
6 - 11 YR	1.4	1.6	1.3	1.2	3.5	9.4	2.8	0.4	1.3	1.8	14.1	-	38.7
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	0.4	-	5.7
Total linker	7.6	8.1	4.8	3.9	8.3	9.7	4.1	1.7	3.8	4.2	13.3	-	69.5
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	126.8	112.7	101.1	69.0	124.4	1			