



Daily Bond Auction Preview

1st March 2023

Previews of UK, EU and US government bond auctions including the size of issuance, time of the auction(s), estimates, redemptions, coupons and analyst commentary.

PREVIEW: UK to sell GBP 3.5bln 3.75% 2038 Gilt

IFR

- Strong natural concession.
- Little curve incentive.
- DMO returns on March 2nd with I/L supply.

Auction History

- Syndication saw orders in excess of GBP 42bln for a GBP 6bln launch.

Note, bids are submitted by the 10:00GMT bidding deadline, results due shortly afterwards.

PREVIEW: Germany to sell EUR 2.5bln 4.25% 2039 and 1.00% 2038 Bund

IFR

- Auctions are coming into a miserable market, which could make outright valuations attractive; though, Bunds continue to slip, and have dipped markedly since Tuesday's Schatz supply.
- History has been very strong for 15yr sales recently.
- However, going back by more than 10 auctions and the history is bleak, with four consecutive technical failures.

Auction History

- 4.25% 2039 Bund: no recent comparable data (previously tapped in 2008, b/c 2.11x)
- 1.00% 2038 Bund: b/c 2.0x, average yield 2.19% & retention 20.53%

Note, bids are submitted by the 10:30GMT bidding deadline, results due shortly afterwards.

Disclaimer

The information contained within this document has been prepared and issued by Newsquawk Voice Limited ("Newsquawk") on the basis of publicly available information and other sources believed to be reliable. Whilst all reasonable care is taken to ensure that the facts stated are accurate, neither Newsquawk nor any of its directors, officers or employees shall be in any way held responsible for its content or your use of it. Neither the provision of any content herein nor anything on our website or any other media we use is intended to, and should not be construed as, providing advice and/or enticing an offer or solicitation to invest in, buy or sell securities or other financial instruments.