
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.

Spain to sell EUR 5-6.0bln 3.10% 2031, 3.00% 2033 and 3.50% 2041 Bono

Analysis:

- To combat the surge in energy prices, Spain has implemented a EUR 5bln package. Due to its substantial fiscal headroom, the country is well-positioned to implement the package. Due to its usual characteristics and relatively small amount on offer, this auction should go fine.

Recent History:

- 3.10% 2031: No recent history
- 3.00% 2033: b/c 1.84x & average yield 2.859%
- 3.50% 2041: b/c 2.13x & average yield 3.605%

Results due shortly after the 09:30BST bidding deadline

France to sell EUR 11-13.0bln 2.40% 2029, 2.70% 2031, 0.00% 2032 and 3.00% 2033 OAT

Analysis:

- Currently, French 10yr yields are trading at 3.64%. OATs have performed relatively in-line with its European peers, with BTPs remaining the underperformer. The main factor for French debt performing well is the country's lack of reliance on oil, with the majority of the fuel coming from nuclear.
- Demand for the shorter-end of the curve, and therefore this tap, could be high. CIO at UBS highlights that curves are expected to steepen again, making short- to medium parts of the curve attractive.

Recent History:

- 2.40% 2029: b/c 1.92x & average yield 2.86%
- 2.70% 2031: b/c 1.87x & average yield 3.04%
- 0.00% 2032: No recent history
- 3.00% 2033: No recent history

Results due shortly after the 09:50BST bidding deadline

UK to sell GBP 900mln 1.875% 2049 I/L Treasury Gilt

Analysis:

- With worries about higher inflation for longer due to the elevated energy prices, inflation-linked bonds could see greater demand as a way for investors to diversify.
- As the amount on offer is relatively small, this auction should go fine.

Recent History:

- 1.875% 2049: b/c 3.39x, real yield 2.36%

Results due shortly after the 10:00BST bidding deadline
