Daily Bond Auction Preview - 12th May 2026

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.

The Netherlands to sell EUR 2-3bln 2.75% 2036 DSL

Recent History:

- 2.75% 2036: b/c 3.45x

Results due shortly after the 09:00BST bidding deadline

UK to sell GBP 4bln 4.125% 2031 Gilt

Analysis:

- UK debt across the curve has sold off aggressively in recent sessions. Higher energy prices have been the driver in the past weeks and months; however, political turmoil has returned to the forefront and has driven 10yr yields back above 5.1%.
- Investors are likely to stay away from UK paper until there is a clear improvement in the political situation. A Cabinet meeting is expected c. 09:30GMT, in which it could give PM Starmer a chance to step down gracefully.
- In terms of BoE pricing, markets have fully priced in a 25bp hike in July, with a 60% chance of 3 rate hikes by year-end.

Recent History:

- 4.125% 2031: b/c 3.33x, average yield 4.228%, tail 0.3bps

Results due shortly after the 10:00BST bidding deadline

Germany to sell EUR 6bln 2.50% 2028 Schatz

Analysis:

- German short-end yields have been gaining at a faster rate than their US counterpart, mainly due to higher energy prices, giving a different reaction function between the ECB and Fed. Markets are pricing in a hold for the Fed throughout 2026 and into 2027, while a 61% chance of a hike is expected at its June meeting, and a fully priced hike is expected at the September confab.
- Investors may look at the short end of the curve as an opportunity to lock in higher yields if they perceive the higher energy prices to have a limited impact on policy.

Recent History:

- 2.50% 2028: b/c 1.7x, average yield 2.47%

Results due shortly after the 10:30BST bidding deadline

The US to sell USD 42bln of 10-year notes

Recent History:

- Tail: prev. 0.2bps, six-auction average 0.4bps
- High Yield: prev. 4.282%, six-auction average 4.183%
- B/C: prev. 2.43x, six-auction average 2.47x
- Dealer: prev. 10.8%, six-auction average 10.3%
- Direct: prev. 23.9%, six-auction average 21.1%
- Indirect: prev. 65.3%, six-auction average 68.5%

Results due shortly after the 18:00BST bidding deadline