

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.

---

### Netherlands to sell EUR 1-2bln 3.50% 2056 DSL

#### Analysis:

- To be sold via a Tap Auction.
- Bond was first issued in 2025 with over EUR 8.3bln currently outstanding.
- Auction comes after the DSTA updated its 2026 funding plan, now expects a EUR 8bln cash deficit reduction vs the March update. As such, the annual total funding requirement has declined by the same figure to EUR 102.2bln.
- Nonetheless, the requirement in Q3 from the capital market was unchanged. Q3 will feature four DSL taps, with a minimum target amount of EUR 9.5bln.

#### Recent History:

- average yield 3.51%

*Results due shortly after 09:00BST*

---

### Germany to sell EUR 5.0bln 2.50% 2028 Schatz

#### Analysis:

- Follows the June ECB, where a 25bps hike was delivered. And while money markets and desks point to another move from the ECB in 2026, the ECB very much kept its options open and reiterated a data-dependent and meeting-by-meeting approach.
- The last outing (history below) entered the market when the German 2yr yield was at 2.63%. Currently, the yield is closer to the 2.50% coupon from April 2026, trading around 2.56% this morning.
- More generally, Germany remains focussed on reform to its pension system, but has traded broadly in-line with peers amidst that.
- Overall, the tap may see an uptick in demand as a play against any dovish repricing of short-term ECB bets. Additionally, the sell off seen globally that is/was led by the KOSPI may see some opportunistic buying.

#### Recent History:

- b/c 1.58x, average yield 2.59% & retention 22.8%.

*Results due shortly after the 10:30BST bidding deadline*

---

### US to sell USD 69bln 2yr Note

#### Analysis:

- The current 2-year yield trades around 4.22%, above both the prior auction's high yield of 4.071% and the six-auction average 3.721%. Front-end yields have moved higher over the past week following a hawkish shift from the FOMC. The Committee removed forward guidance, reinforced its commitment to price stability and delivered a more hawkish set of economic projections.
- The BofA MOVE Index has fallen back to around 65, returning to levels seen prior to the conflict and below the 78 level prevailing at the time of the previous auction. The combination of higher yields and lower volatility may prove supportive for demand, particularly compared to the backdrop facing investors at the prior offering.
- Recent auction results provide mixed but generally constructive signals. The June 3-year auction was slightly soft relative to recent averages, although demand improved from the prior month, and both direct and indirect participation increased marginally. Since then, geopolitical uncertainty has eased considerably following the US-Iran agreement. The first nominal coupon auction following the agreement, the 20-year bond sale, was met with very strong demand, suggesting investors were willing to add duration as a major source of uncertainty was removed.
- The policy backdrop has also shifted notably since the previous 2-year auction. The June FOMC meeting delivered a clear hawkish message, while the subsequent 5-year TIPS auction attracted exceptionally strong demand. Markets are currently

pricing around 40bps of hikes through year-end, fully pricing one 25bp rate hike and assigning roughly a 60% probability to a second. Meanwhile, Bank of America expects the FOMC to hike three times this year.

- Overall, the auction benefits from a combination of higher outright yields, lower market volatility, reduced geopolitical uncertainty and a more hawkish Federal Reserve.

#### Recent History:

- High Yield: (prev. 4.071%, six-auction avg. 3.726%)
- Tail: (prev. 0.0bps, six-auction avg. 0.1bps)
- Bid-to-Cover: (prev. 2.64x, six-auction avg. 2.61x)
- Dealers: (prev. 12.3%, six-auction avg. 13.0%)
- Directs: (prev. 30.1%, six-auction avg. 29.1%)
- Indirects: (prev. 57.6%, six-auction avg. 57.8%)

*Results due shortly after 18:00BST*

Copyright © 2026 Newsquawk Voice Limited. All rights reserved.

Registered Office First Floor, 10 Chiswell Street, London, EC1Y 4UQ · Registered Number 12020774 · Registered in England and Wales.

newsquawk.com · +44 20 4545 5000 · sales@newsquawk.com