MNI EGB Supply – W/C 11 November, 2024

12 November 2024 - By Tim Davis and Amana Hussain

THIS WEEK

Italy, Germany and Portugal still look to hold auctions this week, whilst the Netherlands and Germany have already held auctions. **We pencil in estimated gross issuance for the week at E20.7bln, down from E32.8bln last week.**

- On Tuesday, the **Netherlands** sold E2.105bln of the 5-year 0.25% Jul-29 DSL (ISIN: NL0013332430).
- Also on Tuesday, **Germany** issued E5bln (E4.019bln allotted) of the 2.00% Dec-26 Schatz (ISIN: DE000BU22072).
- On Wednesday, **Italy** will hold a 3/7/15-year BTP auction. On offer will be E3.5-4.0bln of the new 3-year 2.70% Oct-27 BTP (ISIN: IT0005622128), E1.25-1.50bln of the 3.50% Feb-31 BTP (ISIN: IT0005580094), E1.25-1.50bln of the 2.50% Dec-32 BTP (ISIN: IT0005494239) and E1.00-1.25bln of the on-the-run 15-year 4.15% Oct-39 BTP (ISIN: IT0005582421). Note that the 3.15% Nov-31 BTP that was recently launched via syndication will not be on offer.
- Also on Wednesday, **Germany** will return to the market to sell E4bln of the 10-year 2.60% Aug-34 Bund (ISIN: DE000BU2Z031).
- Finally on Wednesday, **Portugal** will hold an OT auction, to sell a combined E1.00-1.25bln of the on-the-run 10-year 2.875% Oct-34 OT (ISIN: PTOTESOE0021) and the 4.10% Feb-45 OT (ISIN: PTOTEBOE0020).

NOMINAL FLOWS: This week sees redemptions totalling E20.3bln: most notably E17.5bln from a formerly 7-year BTP and E2.8bln from a formerly 12-year SlovGB. Coupon payments for the week total E3.9bln, of which E2.6bln are Italian and E1.2bln are German. This leaves **estimated net flows for the week at negative E6.5bln, down from positive E31.5bln last week.**

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

For a more detailed look ahead to 2024 Eurozone issuance, see the comprehensive MNI Eurozone Issuance Deep Dive publication here.

NEXT WEEK (W/C 18 November)

The EU will hold a syndication, whilst Slovakia, Belgium, Finland, Greece, Germany, Spain and France will hold auctions in the W/C 18 November. **We pencil in estimate gross issuance for the week at E33.8bln.** For a number of countries this will be the last significant week of issuance in 2024.

- **The EU** will hold a syndication in the W/C 18 November. We don't have a strong view surrounding what will be on offer, but we note that if this auction is a large enough size it is likely to be the last of the year, with the syndication pencilled in for the W/C 9 December only a reserve operation.
- On Monday 18 November, **Slovakia** will hold a SlovGB auction, selling the long 3-year 3.00% Feb-28 SlovGB (ISIN: SK4000024683), the 3.625% Jun-33 SlovGB (ISIN: SK4000023230), the on-the-run 10-year 3.75% Mar-34 SlovGB (ISIN: SK4000024865) and the 0.375% Apr-36 SlovGB (ISIN: SK4000018958).
- Also on Monday, 18 November, **Belgium** will hold a conventional auction with on-the-run 10/20-year OLOs on offer. The size of the auction will be confirmed on Friday 15 November – we pencil in a combined E2.5bln with two-way risks. Belgium needed to hold a couple of special short-dated TC auctions that mature in mid-December to tide over its cash requirements (given the much lower takeup of the 1-year Bons d'Etat than last year and pencilled into its issuance plans). There is a risk that Belgium needs to increase what is on offer at this auction – but as yet there has been no official word to support this, and Belgium is already well on its way to fulfilling its planned OLO issuance for the year. On offer will be the 2.85% Oct-34 OLO (ISIN: BE0000360694) alongside the 3.45% Jun-43 OLO (ISIN: BE0000359688)
- On Tuesday 19 November, **Finland** will hold its last conventional auction of the year with E1.0-1.5bln likely to be on offer. The bonds on offer will be announced Friday 15 November.
- On Wednesday 20 November, **Greece** will hold a GGB auction. We pencil in a reopening of the 10-year on-the-run 3.375% Jun-34 GGB (ISIN: GR0124040743) for E200-250mln. Both the GGB on offer and the size will be announced the preceding day.
- Also on Wednesday 20 November, **Germany** will hold a 30-year bund auction to sell E1bln of the 1.80% Aug-53 Bund (ISIN: DE0001102614) alongside E1bln of another 30-year bund.

- On Thursday 21 November, **Spain** will hold a Bono/Obli auction. The bonds on offer will be announced Friday 15 November and the size will be confirmed Monday 18 November. We pencil in both the on-the-run 7-year 3.10% Jul-31 Obli (ISIN: ES0000012N43) and the on-the-run 10-year 3.45% Oct-34 Obli (ISIN: ES0000012N35) will be on offer.
- Also, on Thursday 21 November, **France** will hold its final MT OAT auction of the year. Details will be announced Friday 15 November. We expect the two on-the-run issues to be on offer: the 2.50% Sep-27 OAT (ISIN: FR001400NBC6) and the 2.75% Feb-30 OAT (ISIN: FR001400PM68).
- Finally, on Thursday 21 November, **France** will return to the market to hold an IL OATs auction. Details will also be announced on Friday 15 November.

NOMINAL FLOWS: The W/C 18 November sees no redemptions. Coupon payments for the week total E0.4bln, of which E0.3bln are Italian. This leaves **estimated net flows for the week at positive E33.9bln.**

Eurozone Issuance Profile

2024 Issuance

		Austria	Belgium	Finland	France	Germany	Greece	Ireland	Italy	Neth.	Portugal	Slovakia	Slovenia	Spain	EU	EFSF	ESM	Total	Other
YTD Issuance		46.4	43.8	24.2	317.5	257.5	9.3	6.0	319.3	39.0	14.5	12.8	3.1	167.2	127.2	20.0	6.0	1413.8	15.2
YTD Cash Proc.		43.5	42.9	23.7	309.7	250.8	9.2	5.9	321.2	35.2	13.6	12.1	3.1	166.1	126.9	20.0	6.0	1389.9	15.1
2024 Target		47.5	41.0	22.5	297.1	279.0	10.0	6.0	350.0	40.0	15.0	13.0	2.5	173.1	140.0	20.0	6.0	1462.7	
YTD Cash % Trgt		91.6	104.7	105.4	104.2	89.9	92.5	100.0	91.8	88.1	90.7	93.2	122.0	96.0	90.7	100.0	100.0	95.0	
Cash Proceeds:																			
Conventional	<3.5 YR	1.8	-	0.2	32.7	72.5	-	-	52.5	-	-0.9	2.2	-0.1	23.6	12.6	3.0	2.0	202.0	1.7
	3.5 - 5.5 YR	10.8	3.2	5.2	56.6	49.4	1.3	-	34.7	5.4	0.9	1.1	-	25.7	26.0	1.5	-	221.6	0.2
	5.5 - 8 YR	3.6	7.3	4.0	28.0	15.6	-	0.3	85.3	4.5	0.4	2.0	-	20.1	13.3	9.5	2.0	195.8	0.3
	8 - 11 YR	16.4	17.0	8.8	96.9	66.4	5.0	4.8	49.2	13.1	6.0	6.0	2.8	53.7	21.2	4.0	2.0	373.1	3.7
	11 - 16 YR	4.4	2.6	0.2	15.4	5.0	-	-	29.0	2.5	1.5	0.2	-	9.8	15.7	2.0	-	88.5	-
	16 - 21 YR	1.7	0.3	0.2	9.1	10.0	-	0.8	4.8	4.5	1.5	-	-	8.5	10.2	-	-	51.6	-
	21 - 26 YR	1.1	-	0.1	10.6	2.4	-	-	2.8	-	0.7	0.2	-	1.2	11.9	-	-	31.0	-
	26 - 32 YR	2.0	8.3	4.1	27.0	29.4	2.9	-	16.0	5.3	3.5	0.5	-	10.9	16.1	-	-	126.3	-
	32 YR +	1.7	0.8	-	2.6	-	-	-	0.5	-	-	-	-	0.9	-	-	-	6.6	-
	Total conv	43.5	39.5	22.8	279.1	250.8	9.2	5.9	274.7	35.2	13.6	12.1	2.7	154.5	126.9	20.0	6.0	1296.5	5.9
CCTeu / FRN		-	-	-	-	-	-	-	23.0	-	-	-	-	-	-	-	-	23.0	-
Linker	< 6 YR	-	-	-	11.4	-	-	-	7.1	-	-	-	-	1.8	-	-	-	20.3	-
	6 - 11 YR	-	-	-	6.1	-	-	-	1.5	-	-	-	-	2.7	-	-	-	10.3	-
	11 - 21 YR	-	-	-	11.1	-	-	-	14.9	-	-	-	-	7.1	-	-	-	33.1	-
	21 - 32 YR	-	-	-	2.0	-	-	-	-	-	-	-	-	-	-	-	-	2.0	-
	Total linker	-	-	-	30.6	-	-	-	23.5	-	-	-	-	11.7	-	-	-	65.7	-
EMTN/Fgn Debt		-	2.1	0.9	-	-	-	-	-	-	-	-	0.3	-	-	-	-	3.3	9.2

2024 Issuance: Nominal

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional	<3.5 YR	20.2	16.6	15.3	21.8	19.0	25.4	22.8	15.4	25.6	20.6	2.0	-	204.6
	3.5 - 5.5 YR	27.3	25.4	28.0	21.1	21.3	14.8	14.2	22.5	16.0	24.1	7.5	-	222.1
	5.5 - 8 YR	22.8	10.8	38.7	21.7	26.6	16.9	15.5	10.8	15.1	20.6	-	-	199.5
	8 - 11 YR	65.1	48.1	29.1	40.3	33.6	26.0	33.2	22.1	31.2	32.5	15.3	-	376.7
	11 - 16 YR	22.8	1.0	10.2	6.5	17.9	10.6	7.9	2.7	6.3	10.0	0.2	-	96.0
	16 - 21 YR	0.7	10.4	4.1	7.2	10.2	-	4.8	5.7	5.6	2.2	3.3	-	54.1
	21 - 26 YR	10.7	0.1	8.1	0.1	0.2	1.5	-	0.8	5.5	6.0	0.5	-	33.4
	26 - 32 YR	27.4	24.5	6.6	12.2	14.2	9.7	9.9	4.5	15.0	8.4	4.6	-	137.1
	32 YR +	0.2	0.4	0.5	2.5	2.2	0.1	1.7	-	0.9	0.8	-	-	9.4
	Total conv	197.2	137.3	140.7	133.5	145.3	105.0	110.0	84.4	121.2	125.1	33.2	-	1333.0
CCTeu / FRN		1.5	2.5	1.5	2.3	2.3	1.8	1.5	1.5	1.8	3.5	3.0	-	23.1
Linker	< 6 YR	2.3	2.7	1.3	1.8	1.0	2.1	1.2	1.6	1.4	1.8	-	-	17.4
	6 - 11 YR	0.5	0.6	-	0.7	2.8	-	1.4	-	1.7	0.6	0.6	-	8.7
	11 - 21 YR	2.7	1.1	6.8	2.2	4.0	2.8	1.2	1.0	6.0	3.1	-	-	30.8
	21 - 32 YR	-	0.3	-	0.3	0.2	0.3	0.4	0.3	0.3	-	-	-	2.1
	Total linker	5.5	4.7	8.1	5.0	8.0	5.3	4.1	2.9	9.4	5.5	0.6	-	59.0
EMTN/Fgn Debt		1.2	1.6	1.9	1.4	1.3	2.8	0.1	0.4	0.8	1.0	0.0	-	12.6
Total		205.3	146.2	152.2	142.2	156.9	114.8	115.6	89.2	133.1	135.1	36.9	-	1427.7

2024 Issuance: Cash Proceeds

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional	<3.5 YR	20.3	16.5	15.2	21.5	18.8	25.3	22.5	15.3	25.7	20.7	2.0	-	203.7
	3.5 - 5.5 YR	27.3	25.1	27.8	21.0	21.0	15.1	14.3	22.6	16.1	24.2	7.3	-	221.8
	5.5 - 8 YR	22.6	10.2	38.1	21.7	26.3	15.7	15.0	10.4	15.3	20.8	-	-	196.1
	8 - 11 YR	65.8	48.0	29.4	39.9	33.0	25.6	32.4	22.5	31.6	33.1	15.5	-	376.9
	11 - 16 YR	21.4	0.8	8.9	6.2	17.3	9.9	6.8	2.1	5.0	9.9	0.1	-	88.5
	16 - 21 YR	0.5	9.8	3.9	7.6	8.5	-	4.9	5.6	5.8	2.4	2.6	-	51.6
	21 - 26 YR	10.2	0.1	8.0	0.1	0.1	1.4	-	0.4	5.3	5.0	0.5	-	31.0
	26 - 32 YR	25.3	23.2	6.1	10.8	13.9	9.0	7.8	4.3	13.5	8.0	4.4	-	126.3
	32 YR +	0.1	0.2	0.2	2.6	1.2	0.0	1.0	-	0.5	0.7	-	-	6.6
	Total conv	193.4	133.9	137.6	131.4	140.2	102.1	104.7	83.2	118.7	124.8	32.4	-	1302.4
CCTeu / FRN		1.5	2.5	1.5	2.3	2.3	1.7	1.5	1.5	1.7	3.5	3.0	-	23.0
Linker	< 6 YR	2.9	3.0	1.6	2.0	1.2	2.7	1.4	2.0	1.5	2.1	-	-	20.3
	6 - 11 YR	0.5	1.1	-	0.7	2.9	-	1.6	-	2.2	0.6	0.7	-	10.3
	11 - 21 YR	2.8	1.4	7.1	2.3	4.0	3.0	1.7	1.0	6.4	3.5	-	-	33.1
	21 - 32 YR	-	0.3	-	0.3	0.2	0.3	0.4	0.3	0.3	-	-	-	2.0
	Total linker	6.2	5.8	8.7	5.2	8.3	6.0	5.0	3.3	10.4	6.2	0.7	-	65.7
EMTN/Fgn Debt		1.2	1.6	1.9	1.4	1.3	2.8	0.1	0.4	0.7	1.0	0.0	-	12.5
Total		202.2	143.8	149.7	140.3	152.1	112.6	111.3	88.4	131.5	135.6	36.2	-	1403.7

2023 Issuance: Nominal

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Conventional	<3.5 YR	31.0	19.5	17.4	21.2	27.6	21.6	21.1	14.6	26.2	17.3	9.3	5.4	232.2
	3.5 - 5.5 YR	20.9	23.5	31.7	10.3	23.4	33.3	14.2	16.7	20.7	33.4	22.1	2.7	253.0
	5.5 - 8 YR	11.1	18.2	17.1	32.2	14.6	14.5	18.6	16.1	10.7	26.0	9.9	5.1	194.2
	8 - 11 YR	57.0	36.8	25.9	46.4	18.8	35.8	23.1	23.4	32.9	28.3	28.8	4.1	361.3
	11 - 16 YR	10.3	6.9	19.4	11.2	5.4	6.6	5.1	6.4	3.5	8.6	3.9	3.6	91.0
	16 - 21 YR	13.8	15.7	1.6	3.5	13.3	8.1	4.2	1.1	1.2	13.8	5.3	-	81.8
	21 - 26 YR	3.6	4.8	6.2	4.9	0.9	-	-	-	0.6	2.3	3.0	-	26.3
	26 - 32 YR	12.9	22.6	7.2	9.3	9.0	17.8	13.7	5.7	12.0	6.1	8.1	-	124.4
	32 YR +	1.6	0.9	2.5	-	1.7	0.5	2.5	2.0	-	-	2.0	-	13.7
	Total conv	162.1	149.1	129.1	139.0	115.0	138.1	102.5	86.0	107.9	135.8	92.4	20.8	1377.8
CCTeu / FRN		1.7	4.6	2.9	1.6	1.7	3.0	1.4	1.7	1.7	1.3	1.0	-0.5	22.1
Linker	< 6 YR	-	0.5	10.7	0.8	1.8	1.8	0.5	1.4	1.7	2.8	0.7	0.7	23.3
	6 - 11 YR	4.1	3.6	2.8	4.0	0.5	1.8	1.9	-	1.7	0.4	0.6	0.5	21.9
	11 - 21 YR	0.4	0.5	0.5	0.7	4.4	3.0	2.8	0.5	1.6	3.7	0.9	-	19.0
	21 - 32 YR	-	0.2	0.3	0.4	0.5	0.5	-	-	0.2	0.2	0.3	-	2.5
	Total linker	4.5	4.8	14.2	5.9	7.1	7.0	5.2	1.9	5.3	7.1	2.5	1.2	66.7
EMTN/Fgn Debt		0.8	0.1	0.4	1.3	0.1	3.3	0.8	0.0	3.8	0.1	0.8	-0.0	11.5
Total		169.2	158.6	146.6	147.8	124.0	151.5	110.0	89.6	118.7	144.2	96.6	21.4	1478.1

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	17.3	21.1	27.5	21.2	21.0	14.5	25.7	17.1	9.3	5.5	229.7
	3.5 - 5.5 YR	20.2	22.6	30.2	10.0	22.1	32.9	13.8	16.3	19.8	33.0	21.6	2.8	245.4
	5.5 - 8 YR	10.3	17.2	15.3	31.1	14.3	13.9	18.2	15.2	10.5	25.4	9.7	5.0	186.0
	8 - 11 YR	56.4	34.9	24.8	46.0	18.9	35.7	23.0	23.3	31.9	27.1	28.9	3.5	354.3
	11 - 16 YR	9.4	5.8	16.9	10.9	5.1	6.4	4.8	5.3	2.7	7.2	3.2	3.8	81.4
	16 - 21 YR	13.3	15.4	1.7	2.8	12.4	7.9	3.9	0.7	1.2	12.5	3.7	-	75.5
	21 - 26 YR	3.3	3.6	5.5	4.2	0.9	-	-	-	0.4	1.6	2.5	-	22.0
	26 - 32 YR	10.7	20.8	4.6	7.2	7.7	14.1	11.3	3.7	9.6	4.5	5.9	-	100.1
	32 YR +	1.2	1.0	2.3	-	0.7	0.4	1.1	2.1	-	-	0.7	-	9.4
	Total conv	154.8	140.5	118.7	133.3	109.6	132.6	97.0	81.1	101.9	128.3	85.5	20.6	1303.9
CCTeu / FRN		1.7	4.5	2.8	1.6	1.7	3.0	1.4	1.7	1.7	1.3	1.0	-0.5	22.0
Linker	< 6 YR	-	0.6	10.8	0.9	2.1	1.9	0.6	1.8	1.8	3.0	0.8	0.8	25.2
	6 - 11 YR	4.3	3.7	2.8	4.1	0.6	2.0	1.9	-	2.0	0.5	0.6	0.6	23.1
	11 - 21 YR	0.5	0.5	0.5	0.7	4.5	3.0	3.0	0.5	2.0	3.7	1.0	-	19.7
	21 - 32 YR	-	0.3	0.3	0.4	0.5	0.6	-	-	0.2	0.2	0.2	-	2.7
	Total linker	4.7	5.1	14.4	6.2	7.6	7.5	5.5	2.3	6.1	7.3	2.7	1.4	70.7
EMTN/Fgn Debt		0.8	0.1	0.3	1.3	3.0	3.3	0.8	0.0	3.8	0.1	0.8	-0.0	14.3
Total		162.0	150.2	136.3	142.4	121.9	146.3	104.8	85.2	113.5	137.0	89.9	21.4	1410.9