

MNI EGB Supply – W/C 9 December, 2024

11 December 2024 - By Tim Davis and Amana Hussain

THIS WEEK

Italy is still due to hold a conventional auction and Belgium an ORI auction this week, whilst Austria already held an auction this week. **We pencil in estimated gross issuance for the week at E10.2bln**, down from E16.4bln last week.

- **Austria** on Tuesday held an RAGB auction selling E460mln (E400mln allotted) of the 2.90% Feb-34 RAGB (ISIN: AT0000A39UW5) and E690mln (E690mln allotted) of the 3.15% Oct-53 RAGB (ISIN: AT0000A33SK7).
- On Thursday, **Italy** will hold a 3/7/11/30-year BTP auction. E2.5-3.0bln of the on-the-run 3-year 2.70% Oct-27 BTP (ISIN: IT0005622128), E2.5-3.0bln of the on-the-run 7-year 3.15% Nov-31 BTP (ISIN: IT0005619546), E1.0-1.5bln of the 3.35% Mar-35 BTP (ISIN: IT0005358806) and E0.75-1.00bln of the on-the-run 30-year 4.30% Oct-54 BTP (ISIN: IT0005611741).
 - Alongside this, the MEF confirmed that the end of year-auctions will be cancelled (as we had strongly suspected would be the case): the BTP Short Term and BOT auctions on 30 December and the 5/10-year BTP and CCTeu auction on 31 December.
- Finally on Friday, **Belgium** will hold an ORI operation to sell up to E500mln.
- **Cancelled auctions:** Spain announced that it will not hold its auction previously scheduled auction for Thursday 12 December (we had expected this cancellation).
- **The EU** has announced that it has concluded its 2024 issuance and will not be using the reserve syndication window that had been scheduled for this week.

NOMINAL FLOWS: This week sees a single redemption of E16.0bln of a Schatz. Coupon payments for the week total E1.0bln, of which E0.9bln are German. This leaves **estimated net flows for the week at negative E6.8bln**, versus negative E27.8bln last week.

2025 FUNDING PLANS OUT THIS WEEK

EU H1-25 Funding Plan

The EU plans to issue E90bln of NGEU and MFA+ (Macro Financial Assistance+) bonds in H1-25 (conventional and green). This is above the E64.2bln (nominal) / E63.5bln (cash) raised in H2-24, and the E73.8bln (nominal) / E73.4bln (cash) raised in H1-24. It is a similar level of issuance to H1-21 but we think this is a higher level of issuance than most expected.

- There are a few interesting (and largely unexpected) points in here: 3 line auctions from Q2-25, second rounds planned to be introduced from H2-25 and the introduction of 12-month EU-bills from January.
- There are six confirmed syndication weeks in H1-25 (6 in H1-24, 4 in H2-24) and 7 planned auction dates (7 in H1-24, 6 in H2-24).
- Non-green conventional EU-bonds will continue to be issued using "using benchmark maturities from 3 to 30 years, with tap transactions and new lines, using auctions and syndications".
- "The maturities for the new lines will depend on market conditions and the intention to bring liquidity to the curve where needed (with a tentative focus on 3y, 10y and 20y)".
- Green bonds: "NGEU Green Bond issuances are expected to take place via tapping of existing bonds to support the liquidity of these lines before launching new ones".
- "EU-Bond auctions will continue to be single- or multibond auctions, including 3-leg auctions as of Q2 2025. In addition, the Commission is working towards introducing non-competitive auction allocations ("greenshoe option") in H2 2025, allowing for the allocation of additional amounts of auctioned bonds in the immediate aftermath of an auction".
- The Commission will introduce a new 12-month EU-bill maturity, and will therefore sell 3-, 6- and 12-month EU-bills at bi-monthly auctions. New 6- and 12-month EU-bills will be issued in the first auction of the month, with the second auction of the month being used for taps. From H2 2025, "previously issued 12-month lines will be used to tap the 6m bucket".

Slovakia 2025 Funding Plan

- Gross issuance target E12.0bln (2024 target was E10.0bln but we note that there has been issuance of E13.4bln nominal / E12.7bln cash this year).

- 3 new issues planned:
 - New 4-year SloVGB via auction on 2 June 2025 (maturing 4 June 2029). We assume this will be similar to the special auction of February 2024 when there was a launch of 2/4-year issues for a combined E1.4bln. Final issue size will be E3.0bln.
 - New 12-year SloVGB (final issue size E5.0bln)
 - New 15+ year SloVGB (final issue size E5.0bln)
 - 2 new retail bonds with maturities up to 5 years in H1-25.
- The new 12 and 15+ year SloVGBs are likely to be sold via syndication. ARDAL has announced that E5-7bln will be sold in total via syndication.
- As in 2024 there will be 4 lines on offer at each auction, with auctions held monthly on the third Monday of the month (with reserve auctions in July, August and December). This is in addition to the special auction launching the new 4-year SloVGB.
- And as in recent years, ARDAL does not plan to issue any new T-bills in 2025.

[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 16 December)

No auctions or syndications are expected to be held in the W/C 16 December.

- **Slovakia** has decided not to hold its reserve auction on Monday 16th December. ARDAL has announced the next auction of government bonds will take place on 20 January 2025.

NOMINAL FLOWS: The W/C 16 December sees total redemptions of E21.3bln: E17.2bln of a formerly 3-year BTP, E4.0bln of a formerly 4-year ESM bond and CAD250mln of an Austrian Eurobond. Coupon payments for the week total E1.3bln, of which E1.0bln are Italian and E0.3bln are from the EFSF. This leaves **estimated net flows for the week at negative E22.6bln.**

2024 Issuance

	Austria	Belgium	Finland	France	Germany	Greece	Ireland	Italy	Neth.	Portugal	Slovakia	Slovenia	Spain	EU	EFSS	ESM	Total	Other
YTD Issuance	47.7	46.4	25.3	339.8	275.5	9.6	6.0	345.8	39.3	15.8	13.4	3.1	174.6	138.0	20.0	6.0	1506.3	15.4
YTD Cash Proc.	44.8	45.6	24.8	331.0	268.5	9.5	5.9	347.9	35.5	14.9	12.7	3.1	173.2	136.9	20.0	6.0	1480.1	15.4
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	94.4	111.1	110.3	111.4	96.2	95.0	100.0	99.4	88.8	99.6	97.3	122.0	100.0	97.8	100.0	100.0	101.2	
Cash Proceeds:																		
<3.5 YR	1.8	-	0.2	37.2	77.0	-	-	62.1	-	-0.9	2.3	-0.1	23.6	14.5	3.0	2.0	222.5	1.8
3.5 - 5.5 YR	10.8	3.2	5.6	64.2	53.5	1.3	-	38.6	5.7	0.9	1.1	-	27.0	26.0	1.5	-	239.2	0.2
5.5 - 8 YR	3.6	7.3	4.0	29.3	15.6	-	0.3	87.2	4.5	0.4	2.0	-	21.8	17.3	9.5	2.0	204.6	0.3
8 - 11 YR	16.8	18.7	9.2	96.9	74.1	5.3	4.8	55.1	13.1	6.7	6.3	2.8	54.9	23.1	4.0	2.0	393.7	3.7
11 - 16 YR	4.4	2.6	0.2	18.3	5.0	-	-	30.5	2.5	1.5	0.4	-	11.4	15.7	2.0	-	94.6	-
16 - 21 YR	1.7	1.2	0.2	9.1	10.0	-	0.8	4.8	4.5	2.1	-	-	9.7	12.4	-	-	56.6	-
21 - 26 YR	1.2	-	0.1	11.4	2.4	-	-	2.8	-	0.7	0.2	-	1.2	11.9	-	-	32.0	-
26 - 32 YR	2.8	8.3	4.3	27.0	30.8	2.9	-	16.0	5.3	3.5	0.5	-	10.9	16.1	-	-	128.6	-
32 YR +	1.7	0.8	-	3.1	-	-	-	0.5	-	-	-	-	0.9	-	-	-	7.0	-
Total conv	44.8	42.1	23.9	296.5	268.5	9.5	5.9	297.5	35.5	14.9	12.7	2.7	161.5	136.9	20.0	6.0	1378.9	6.0
CCTeu / FRN	-	-	-	-	-	-	-	24.8	-	-	-	-	-	-	-	-	24.8	-
< 6 YR	-	-	-	11.4	-	-	-	8.3	-	-	-	-	1.8	-	-	-	21.6	-
6 - 11 YR	-	-	-	9.0	-	-	-	2.4	-	-	-	-	2.7	-	-	-	14.1	-
11 - 21 YR	-	-	-	12.1	-	-	-	14.9	-	-	-	-	7.1	-	-	-	34.1	-
21 - 32 YR	-	-	-	2.0	-	-	-	-	-	-	-	-	-	-	-	-	2.0	-
Total linker	-	-	-	34.5	-	-	-	25.6	-	-	-	-	11.7	-	-	-	71.7	-
EMTN/Fgn Debt	-	2.1	0.9	-	-	-	-	-	-	-	-	0.3	-	-	-	-	3.3	9.3

2024 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	20.2	16.6	15.3	21.8	19.0	25.4	22.8	15.4	25.6	20.6	18.1	4.6	225.3
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	23.9	1.3	239.8
5.5 - 8 YR	22.8	10.8	38.7	21.7	26.6	16.9	15.5	10.8	15.1	20.6	9.0	-	208.5
8 - 11 YR	65.1	48.1	29.1	40.3	33.6	26.0	33.2	22.1	31.2	32.5	30.5	5.1	397.0
11 - 16 YR	22.8	1.0	10.2	6.5	17.9	10.6	7.9	2.7	6.3	10.0	3.3	3.3	102.4
16 - 21 YR	0.7	10.4	4.1	7.2	10.2	-	4.8	5.7	5.6	2.2	9.6	-	60.5
21 - 26 YR	10.7	0.1	8.1	0.1	0.2	1.5	-	0.8	5.5	6.0	0.5	1.3	34.7
26 - 32 YR	27.4	24.5	6.6	12.2	14.2	9.7	9.9	4.5	15.0	8.4	6.8	0.7	140.0
32 YR +	0.2	0.4	0.5	2.5	2.2	0.1	1.7	-	0.9	0.8	-	1.3	10.7
Total conv	197.2	137.3	140.7	133.5	145.3	105.0	110.0	84.4	121.2	125.1	101.7	17.5	1419.0
CCTeu / FRN	1.5	2.5	1.5	2.3	2.3	1.8	1.5	1.5	1.8	3.5	4.7	-	24.8
< 6 YR	2.3	2.7	1.3	1.8	1.0	2.1	1.2	1.6	1.4	1.8	1.2	-	18.5
6 - 11 YR	0.5	0.6	-	0.7	2.8	-	1.4	-	1.7	0.6	3.4	-	11.6
11 - 21 YR	2.7	1.1	6.8	2.2	4.0	2.8	1.2	1.0	6.0	3.1	0.8	-	31.6
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	5.4	-	63.9
EMTN/Fgn Debt	1.2	1.6	1.9	1.4	1.3	2.8	0.1	0.4	0.8	1.0	0.1	0.0	12.7
Total	205.3	146.2	152.2	142.2	156.9	114.8	115.6	89.2	133.1	135.1	111.9	17.6	1520.3

2024 Issuance: Cash Proceeds

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	20.3	16.5	15.2	21.5	18.8	25.3	22.5	15.3	25.7	20.7	18.2	4.6	224.3
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	23.6	1.3	239.5
5.5 - 8 YR	22.6	10.2	38.1	21.7	26.3	15.7	15.0	10.4	15.3	20.8	8.8	-	204.9
8 - 11 YR	65.8	48.0	29.4	39.9	33.0	25.6	32.4	22.5	31.6	33.1	30.8	5.3	397.5
11 - 16 YR	21.4	0.8	8.9	6.2	17.3	9.9	6.8	2.1	5.0	9.9	3.3	2.8	94.6
16 - 21 YR	0.5	9.8	3.9	7.6	8.5	-	4.9	5.6	5.8	2.4	7.6	-	56.6
21 - 26 YR	10.2	0.1	8.0	0.1	0.1	1.4	-	0.4	5.3	5.0	0.5	0.9	32.0
26 - 32 YR	25.3	23.2	6.1	10.8	13.9	9.0	7.8	4.3	13.5	8.0	5.9	0.7	128.6
32 YR +	0.1	0.2	0.2	2.6	1.2	0.0	1.0	-	0.5	0.7	-	0.5	7.0
Total conv	193.4	133.9	137.6	131.4	140.2	102.1	104.7	83.2	118.7	124.8	98.7	16.2	1384.9
CCTeu / FRN	1.5	2.5	1.5	2.3	2.3	1.7	1.5	1.5	1.7	3.5	4.7	-	24.8
< 6 YR	2.9	3.0	1.6	2.0	1.2	2.7	1.4	2.0	1.5	2.1	1.2	-	21.6
6 - 11 YR	0.5	1.1	-	0.7	2.9	-	1.6	-	2.2	0.6	4.5	-	14.1
11 - 21 YR	2.8	1.4	7.1	2.3	4.0	3.0	1.7	1.0	6.4	3.5	1.0	-	34.1
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	6.7	-	71.7
EMTN/Fgn Debt	1.2	1.6	1.9	1.4	1.3	2.8	0.1	0.4	0.7	1.0	0.1	0.0	12.6
Total	202.2	143.8	149.7	140.3	152.1	112.6	111.3	88.4	131.5	135.6	110.3	16.3	1494.1

2023 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<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
< 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	
	< 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
Linker	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	