

MNI EGB Supply

16 May 2025 - By Tim Davis and Moritz Arold

THIS WEEK

The EU, Belgium and Latvia held syndications this week, while the Netherlands, Italy, Germany and Portugal held auctions. The EFSF has sent an RfP for an upcoming syndicated transaction (for next week). **We pencil in estimated gross issuance for the week of E33.8bln**, up from last week's E31.8bln.

- The **EU** on Tuesday held a syndicated launch of the new 20-year the 3.75% Oct-45 EU-bond (ISIN: EU000A4EA8Y7). The transaction was in line with MNI's expectations with a size of E7bln (upsized from E6bln guidance; MNI had expected E5-9bln). Books closed in excess of E60bln.
- The **Netherlands** held an auction Tuesday, selling E1.980bln (top of the E1.5-2.0bln target range) of the 30-year on-the-run 2.00% Jan-54 DSL (ISIN: NL00150012X2).
- **Italy** also held a 3/7/15+year BTP auction Tuesday, selling E3.5bln of the 3-year on-the-run 2.65% Jun-28 BTP (ISIN: IT0005641029), E2.5bln of the recently launched 7-year 3.25% Jul-32 BTP (ISIN: IT0005647265) and E1.5bln of the 4.45% Sep-43 BTP (ISIN: IT0005530032).
 - At the supplementary round, Italy sold an additional E541mln of the 2.65% Jun-28 BTP and E117mln of the 3.25% Jul-32 BTP. There was no further take up of the 4.45% Sep-43 BTP.
- **Germany** concluded Tuesday's auctions, selling E4.5bln (E3.401bln allotted) of the 1.70% Jun-27 Schatz (ISIN: DE000BU22098). Given the recent string of weak German auctions across the curve, the 2.16x bid-to-cover ratio for the 1.70% Jun-27 Schatz (vs 1.69x prior) will likely come as somewhat of a relief. This was the first re-opening of this line after launching in April.
- **Belgium** held a syndication Wednesday, selling E7bln of the new 5-year 2.60% Oct-30 OLO (ISIN: BE0000365743). We had flagged the possibility of a 5-year OLO syndication as soon as this week in our issuance publications and the transaction size was in line with our expectations. Books closed in excess of E72bln.
 - Note that Belgium also announced the cancellation of the OLO auction that had been scheduled for 26 May.
- **Latvia** also held a syndication Wednesday, selling E1bln of the new 2.875% May-30 LATVIA GMTN. We saw a good chance for a E1.0-1.5bln size for the transaction. Books closed above E3.0bln.
- **Germany** held a 30-year Bund auction on Wednesday. They sold E1.5bln (E1.31bln allotted) of the 1.25% Aug-48 Bund (ISIN: DE0001102432) alongside E1.0bln (E0.818bln allotted) of the 2.50% Aug-54 Bund (ISIN: DE000BU2D004).
 - Note that the original Q2 calendar had the 2.90% Aug-56 Bund on offer for E1.5bln, but there was a change announced alongside the syndication mandate for the 2.90% Aug-56 Bund on Monday 5 May.
- **Portugal**, also on Wednesday, held an OT auction, selling a combined E1.25bln (top of range). They sold E0.548bln of the 1.65% Jul-32 OT (ISIN: PTOTEYOE0031) and E0.702bln of the 4.10% Feb-45 OT (ISIN: PTOTEBOE0020).
 - In the non-competitive round there was a further E152mln of the 1.65% Jul-32 OT sold alongside a further E195mln of the 4.10% Feb-45 OT.

NOMINAL FLOWS: This week sees redemptions of E19.4bln: E3.0bln from a formerly 5-year SloVGB and E16.4bln from a formerly 7-year BTP. Coupon payments for the week total E4.5bln. **This leaves estimated net flows for the week at positive E8.4bln** versus positive E25.5bln last week.

NEXT WEEK (W/C 19 May)

The EFSF will likely hold a syndication while Slovakia, the EU, Germany, Finland, Greece, Spain and France are all due to hold auctions in the W/C 19 May. **We pencil in estimated gross issuance for the week of E38.5bln.**

- The **EFSS** has sent an RfP (Request for Proposal) regarding to an upcoming transaction, subject to market conditions. We expect a transaction Monday or Tuesday.
- **Slovakia** will kick off issuance for the week on Monday 19 May with a SloVGB auction. On offer will be the 3.00% Feb-28 SloVGB (ISIN: SK4000024683), the 3.00% Nov-31 SloVGB (ISIN: SK4000026241), the 3.625% Jun-33 SloVGB (ISIN: SK4000023230), and the 3.75% Feb-35 SloVGB (ISIN: SK4000022539).
 - Note that two weeks after this will see the launch of the new Jun-29 SloVGB, which may impact demand.

- The **EU** will also hold an auction on Monday 19 May. We expect another triple line auction with the details to be announced on Wednesday 14 May.
- Tuesday 20 May will see **Germany** come to the market to hold a Green auction. On offer will be E1bln of the 0% Aug-30 Green Bund (ISIN: DE0001030708) alongside E1bln of the 1.80% Aug-53 Green Bund (ISIN: DE0001030757) at that auction.
- **Finland** will also hold a conventional auction on Tuesday 20 May with E1.0-1.5bln of the RFGBs on offer (details announced on Friday 16 May).
- **Greece** will then hold a GGB auction on Wednesday 21 May with details announced the preceding day.
- Also on Wednesday 21 May, **Germany** will come to the market to sell E4bln of the 10-year 2.50% Feb-35 Bund (ISIN: DE000BU2Z049).
- **Spain** will hold a Bono/Obli auction on Thursday 22 May. We expect the on-the-run 10-year 3.15% Apr-35 Obli (ISIN: ES0000012067) to be one of the bonds on offer. The bonds will be announced on Friday 16 May with the auction size to be confirmed on Monday 19 May.
- **France** will then hold a MT OAT auction, also on Thursday 22 May. We expect both the on-the-run issues (the 2.40% Sep-28 OAT (ISIN: FR001400XLW2) and the 2.70% Feb-31 OAT (ISIN: FR001400Z2L7)) to be on offer at the auction with details to be confirmed on Friday 16 May.
- **France** will conclude issuance for the week with an IL OAT auction later on Thursday 22 May.

NOMINAL FLOWS: The W/C 19 May sees no redemptions and coupon payments for the week total E0.7bln of which E0.3bln are Italian and E0.2bln are Austrian. **This leaves estimated net flows for the week at positive E37.8bln.**

Eurozone Issuance Profile

2025 Issuance

	Austria	Belgium	Finland	France	Germany	Greece	Ireland	Italy	Neth.	Portugal	Slovakia	Slovenia	Spain	EU	EFSS	ESM	Total	Other
YTD Issuance	29.3	29.2	12.3	164.3	125.0	5.9	5.3	158.0	19.9	12.6	6.0	1.0	87.4	65.0	12.0	2.0	735.2	6.7
YTD Cash Proc.	27.9	28.9	12.0	159.1	120.8	6.0	5.1	157.8	18.4	12.1	5.9	1.0	86.3	64.1	11.9	2.0	719.4	
2025 Target	45.0	42.0	22.3	305.5	254.0	8.0	6.0	341.0	40.0	20.5	13.0	6.0	176.5	160.0	21.5	7.0	1468.3	
YTD Cash % Trgt	62.1	68.7	53.9	52.1	47.6	75.0	85.6	46.3	46.1	59.1	45.0	16.5	48.9	40.1	55.6	28.3	49.0	
Cash Proceeds:																		
<3.5 YR	1.5	-	0.1	7.1	32.5	-1.5	-	30.2	-	-0.4	0.4	-	14.0	13.5	-	-	97.3	0.4
3.5 - 5.5 YR	5.1	8.0	1.0	36.0	29.2	0.2	-	16.0	2.9	0.5	-	-	13.4	4.7	8.0	-	125.0	0.1
5.5 - 8 YR	3.4	-	0.7	11.0	-	-	-	23.5	2.1	0.7	-	-	11.9	8.4	-	-	61.6	0.1
8 - 11 YR	8.7	11.9	5.5	50.3	30.7	4.3	1.8	30.7	8.1	5.3	1.9	-	25.5	12.7	4.0	2.0	203.3	0.2
11 - 16 YR	3.4	2.7	0.7	8.9	1.6	2.1	0.4	14.6	-	4.4	3.0	-	10.8	3.5	-	-	55.9	-
16 - 21 YR	0.8	5.2	3.3	13.9	5.3	-	-	1.5	-	1.4	0.3	-	1.5	9.4	-	-	42.5	-
21 - 26 YR	1.2	-	-	4.4	2.5	-	-	5.0	2.0	-	0.3	-	1.8	4.9	-	-	22.0	-
26 - 32 YR	2.7	-	0.7	15.6	19.0	1.0	-	3.4	0.4	0.1	-	1.0	4.0	7.1	-	-	59.3	-
32 YR +	0.6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.6	-
Total conv	27.3	27.8	12.0	147.1	120.8	6.0	5.1	122.9	18.4	12.1	5.9	1.0	82.8	64.1	11.9	2.0	667.4	0.8
CCTeu / FRN	-	-	-	-	-	-	-	10.4	-	-	-	-	-	-	-	-	10.4	-
< 6 YR	-	-	-	-	-	-	-	3.4	-	-	-	-	1.6	-	-	-	5.0	-
6 - 11 YR	-	-	-	5.0	-	-	-	-	-	-	-	-	0.6	-	-	-	5.6	-
11 - 21 YR	-	-	-	6.3	-	-	-	3.2	-	-	-	-	1.3	-	-	-	10.8	-
21 - 32 YR	-	-	-	0.7	-	-	-	3.0	-	-	-	-	-	-	-	-	3.7	-
Total linker	-	-	-	-	-	-	-	9.5	-	-	-	-	3.5	-	-	-	25.1	-
EMTN/Fgn Debt	0.6	0.9	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.5	6.0

2025 Issuance: Nominal

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	29.1	19.9	12.3	30.2	6.0	-	-	-	-	-	-	-	97.5
3.5 - 5.5 YR	31.4	32.3	29.3	17.9	14.0	-	-	-	-	-	-	-	124.9
5.5 - 8 YR	6.4	12.8	11.0	29.8	3.3	-	-	-	-	-	-	-	63.3
8 - 11 YR	76.2	25.0	53.2	40.1	10.2	-	-	-	-	-	-	-	204.6
11 - 16 YR	4.4	32.9	5.2	12.1	4.5	-	-	-	-	-	-	-	59.1
16 - 21 YR	17.6	0.6	13.0	2.3	10.4	-	-	-	-	-	-	-	43.9
21 - 26 YR	9.2	8.4	1.5	5.1	1.5	-	-	-	-	-	-	-	25.6
26 - 32 YR	16.5	15.3	11.1	12.5	9.1	-	-	-	-	-	-	-	64.4
32 YR +	0.9	-	-	0.6	-	-	-	-	-	-	-	-	1.4
Total conv	191.6	147.1	136.5	150.4	59.1	-	-	-	-	-	-	-	684.7
CCTeu / FRN	2.8	2.8	2.8	2.1	-	-	-	-	-	-	-	-	10.4
< 6 YR	1.4	-	1.7	0.6	0.7	-	-	-	-	-	-	-	4.4
6 - 11 YR	0.8	1.9	1.7	0.8	-	-	-	-	-	-	-	-	5.2
11 - 21 YR	3.2	3.4	3.2	0.9	-	-	-	-	-	-	-	-	10.7
21 - 32 YR	0.3	-	0.4	3.3	-	-	-	-	-	-	-	-	3.9
Total linker	5.7	5.3	7.0	5.6	0.7	-	-	-	-	-	-	-	24.3
EMTN/Fgn Debt	2.5	2.2	1.2	0.2	1.4	-	-	-	-	-	-	-	7.5
Total	202.6	157.4	147.4	158.3	61.1	-	-	-	-	-	-	-	726.9

2025 Issuance: Cash Proceeds

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<3.5 YR	29.0	19.9	12.3	30.3	6.1	-	-	-	-	-	-	-	97.7
3.5 - 5.5 YR	31.6	32.1	29.0	18.3	14.1	-	-	-	-	-	-	-	125.0
5.5 - 8 YR	6.4	12.8	10.4	28.8	3.3	-	-	-	-	-	-	-	61.6
8 - 11 YR	75.7	25.2	52.5	39.9	10.1	-	-	-	-	-	-	-	203.5
11 - 16 YR	3.4	31.6	4.9	11.9	4.2	-	-	-	-	-	-	-	55.9
16 - 21 YR	17.1	0.4	12.4	2.2	10.4	-	-	-	-	-	-	-	42.5
21 - 26 YR	7.9	7.7	0.9	4.4	1.0	-	-	-	-	-	-	-	22.0
26 - 32 YR	15.2	14.5	10.3	10.9	8.4	-	-	-	-	-	-	-	59.3
32 YR +	0.4	-	-	0.2	-	-	-	-	-	-	-	-	0.6
Total conv	186.7	144.2	132.6	146.9	57.7	-	-	-	-	-	-	-	668.1
CCTeu / FRN	2.8	2.8	2.8	2.1	-	-	-	-	-	-	-	-	10.4
< 6 YR	1.5	-	1.8	0.8	0.9	-	-	-	-	-	-	-	5.0
6 - 11 YR	0.8	2.1	1.8	0.9	-	-	-	-	-	-	-	-	5.6
11 - 21 YR	3.5	3.4	3.0	0.8	-	-	-	-	-	-	-	-	10.8
21 - 32 YR	0.2	-	0.3	3.2	-	-	-	-	-	-	-	-	3.7
Total linker	6.1	5.5	7.0	5.7	0.9	-	-	-	-	-	-	-	25.1
EMTN/Fgn Debt	2.5	2.2	1.2	0.2	1.4	-	-	-	-	-	-	-	7.5
Total	198.0	154.7	143.6	154.9	59.9	-	-	-	-	-	-	-	711.1

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	15.5	25.6	20.6	18.1	7.7	228.6
3.5 - 5.5 YR	27.3	25.4	28.0	21.1	21.3	14.8	14.2	22.5	16.0	24.2	23.9	1.6	240.2
5.5 - 8 YR	22.8	11.1	20.4	21.7	15.4	16.9	15.5	10.8	15.1	20.6	9.0	3.2	182.4
8 - 11 YR	65.1	48.1	29.1	40.3	33.6	26.0	33.2	22.4	31.2	32.7	30.5	7.1	399.4
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	3.6	102.7
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	1.7	141.0
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	137.6	122.4	133.5	134.1	105.0	110.0	84.7	121.2	125.4	101.7	27.4	1400.1
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	146.5	133.9	142.2	145.7	114.8	115.6	89.5	133.1	135.4	111.9	27.4	1501.5

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	15.4	25.7	20.7	18.2	7.7	227.6
3.5 - 5.5 YR	27.3	25.1	27.8	21.0	21.0	15.1	14.3	22.6	16.1	24.3	23.6	1.6	239.9
5.5 - 8 YR	22.6	10.5	19.8	21.7	15.1	15.7	15.0	10.4	15.3	20.8	8.8	3.2	178.8
8 - 11 YR	65.8	48.0	29.4	39.9	33.0	25.6	32.4	22.7	31.6	33.3	30.8	7.4	399.9
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	3.0	94.8
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	1.8	129.7
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	134.2	119.3	131.4	129.0	102.1	104.7	83.5	118.7	125.1	98.7	26.1	1366.2
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	144.1	131.4	140.3	140.9	112.6	111.3	88.7	131.5	135.9	110.3	26.2	1475.3