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GOVERNMENT DEBT MANAGEMENT AGENCY PTE LTD.

# GOVERNMENT SECURITIES MARKET

## QUARTERLY REPORT

### FIRST QUARTER 2013

The deficit of the central government amounted to HUF 495.9 billion (about EUR 1.6 billion) at the end of Q1 2013. The net balance of transfers from the European Union (EU) decreased the net financing need by HUF 34.7 billion. Thus, the total net borrowing requirement amounted to HUF 461.2 billion in Q1. Net issuance was HUF 643.9 billion; out of which net HUF-denominated issuance was HUF 399.3 billion and net foreign currency denominated issuance was HUF 244.6 billion. The total amount of other liabilities decreased by HUF 63.3 billion in Q1.

ÁKK had set up benchmarks to maintain the optimal cost-risk characteristics of public debt. The 90-day moving average values of those benchmarks at the end of Q1 2013 were as follows:

- The share of foreign currency denominated debt within the total debt was 41.2%.
- 101.2% of the foreign currency denominated debt was denominated in euro.
- The fixed-floating mix of the HUF-denominated debt was 66.4% and 33.6% respectively.
- The fixed-floating mix of the foreign currency portfolio was 65.2%-34.8% respectively.
- The duration of the HUF-denominated debt was 2.52 years.

All benchmark targets were met in Q1 2013.

Secondary market yields decreased up to 5-year yields in Q1. The 3-12 month yields decreased by 62-82 basis points, the 3-5 year yields decreased by 28-49 bps, the 10-15 year yields increased by 16-32 basis points. At the end of March the 1-year benchmark yield stood at 4.58%, the 3-year yield at 5.12% and the 10-year yield at 6.27%.

The liquidity in the secondary market increased in the first quarter of 2013. OTC turnover of government securities in Q1 was 10% higher than in the previous quarter and amounted to HUF 9,517 billion. Primary dealers, who account for the decisive part of all secondary government securities trading, made 53% of their secondary government securities deals with non-resident investors.

The volume of non-resident holdings of Hungarian government securities decreased by HUF 171.4 from end-December and amounted to HUF 4,837 billion at the end of March. This amount represented 40.7% of domestic government securities.

The credit rating of the long-term foreign currency denominated debt of the Republic of Hungary as at 31 March 2013 was: BB (Standard & Poor’s); Ba1 (Moody’s); BB+ (Fitch).

Hungary issued two foreign currency bonds took place in February 2013. A 10-year, fixed rate, USD 2 billion bond issue and a 5-year, fixed rate, USD 1,25 billion bond issue. The lead managers of the USD deals were BNP Paribas, Citigroup, Deutsche Bank and Goldman Sachs.

The EUR/HUF exchange rate according to the Hungarian National Bank was 304.30 on the last working day of March.

## MACROECONOMIC INDICATORS

| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | January 2013 | February 2013 | March 2013 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| GDP growth (yearly average) [1] | 4.6 | 4.3 | 4.0 | 1.3 | 0.4 | -6.5 | 1.1 | 1.7 | -1.7 | | | |
| Industrial production [1] | 8.3 | 7.3 | 10.1 | 8.1 | 0.0 | -17.7 | 10.7 | 5.4 | -1.7 | -1.4 | -1.1 | |
| Unemployment rate (%) ( 3-month average) | 6.1 | 7.2 | 7.5 | 7.4 | 7.8 | 10.0 | 11.2 | 10.9 | 10.9 | 11.2 | 11.6 | |
| Consumer price index (yearly change) [2] | 5.5 | 3.3 | 6.5 | 7.4 | 3.5 | 5.6 | 4.7 | | 5.0 | 3.7 | 2.8 | 2.2 |
| Consumer price index (yearly average) | 6.8 | 3.6 | 3.9 | 8.0 | 6.1 | 4.2 | 4.9 | 3.9 | 5.7 | | | |
| Consumer price index (monthly change) | | | | | | | | | | 0.8 | -0.1 | 0.3 |
| Producer price index (yearly change) [2] | 1.6 | 4.5 | 4.5 | 1.6 | 5.8 | 1.3 | 8.1 | 7.5 | -1.8 | -0.9 | 0.8 | |
| Producer price index (yearly average) | 3.5 | 4.3 | 6.5 | 0.2 | 5.3 | 4.9 | 4.5 | 4.2 | 4.3 | | | |
| Producer price index (monthly change) | | | | | | | | | | 1.4 | 0.4 | |
| Net lending position of housholds (HUF Bn) [3] | 498.1 | 925.6 | 809.0 | 421.5 | 329.0 | 883.1 | 1,241.0 | -1,210.2 | 1,511.7 | | | |
| Current account of balance of payments (EUR M) | -6,915.5 | -6,013.3 | -5,445.6 | -5,036.2 | -7,591.1 | 332.4 | 2,017.4 | 1,415.9 | 1,604.7 | | | |
| Net direct investments (EUR M) [4] | 2,741.3 | 4,395.2 | 2,504.9 | 1,046.9 | 2,498.8 | -443.0 | 609.8 | -78.8 | 2,251.5 | | | |
| Balance of the central government budget (HUF Bn) [5] | -890.0 | -545.0 | -1,959.2 | -1,389.9 | -861.7 | -737.2 | -835.7 | -1,483.6 | -620.1 | -90.7 | -451.1 | -588.7 |
| Central government gross debt (HUF Bn) | 11,592.4 | 12,765.6 | 14,705.7 | 15,585.5 | 18,103.9 | 18,964.9 | 20,041.0 | 20,955.5 | 20,720.1 | 21,187.8 | 21,630.0 | 21,692.4 |
| Central government gross debt (per cent of GDP) | 56.0% | 57.9% | 61.9% | 61.3% | 68.2% | 74.0% | 75.3% | 75.1% | 73.3% | | | |
| Net foreign debt (EUR M) [6] | 21,184.8 | 24,889.2 | 30,995.3 | 40,703.7 | 54,405.5 | 51,424.4 | 51,429.8 | 44,673.8 | 42,357.1 | | | |
| Net foreign debt (per cent of GDP) | 25.7% | 28.0% | 34.5% | 40.3% | 51.5% | 55.4 | 52.2% | 44.3% | 43.4% | | | |
| HUF/USD mid exchange rate at the end of period | 180.29 | 213.58 | 191.62 | 172.61 | 187.91 | 188.07 | 208.65 | 240.68 | 220.93 | 215.60 | 225.80 | 238.48 |
| HUF/EUR mid exchange rate at the end of period | 245.93 | 252.73 | 252.30 | 253.35 | 264.78 | 270.84 | 278.75 | 311.13 | 291.29 | 292.40 | 296.25 | 304.61 |

**Source: Central Statistical Office, National Bank of Hungary (NBH), Ministry of**

[1] Same period of previus year= 100%, working-day adjusted

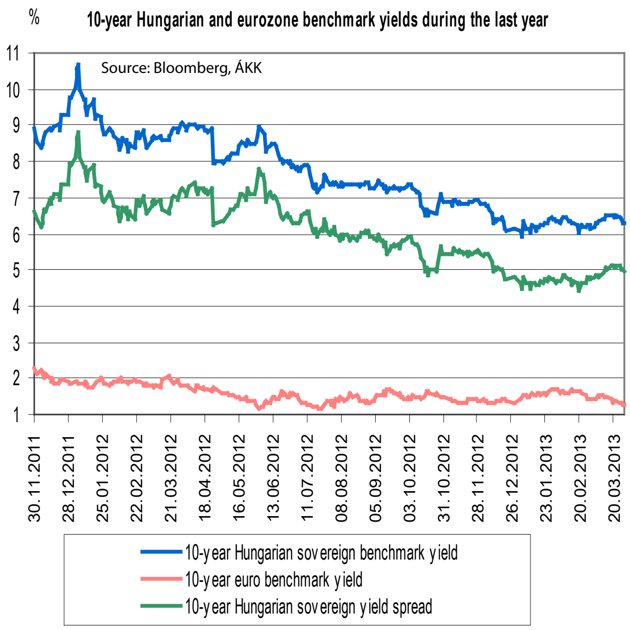
[2] In case of yearly data: December / previous December; otherwise: month/same month of the previous year

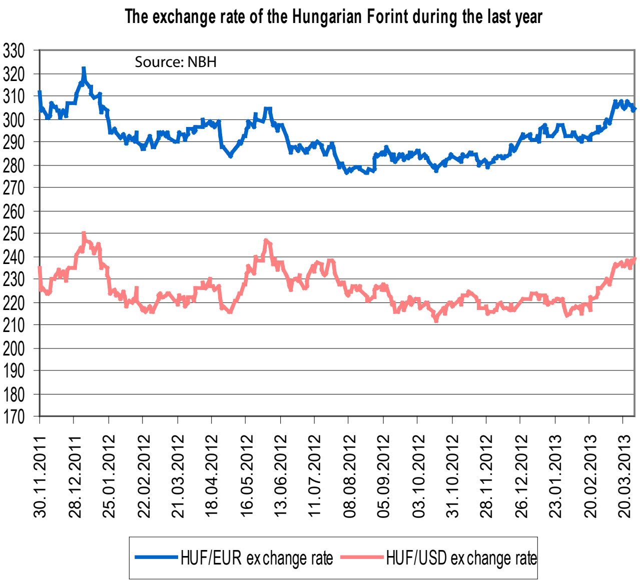
[3] Non-consolidated data

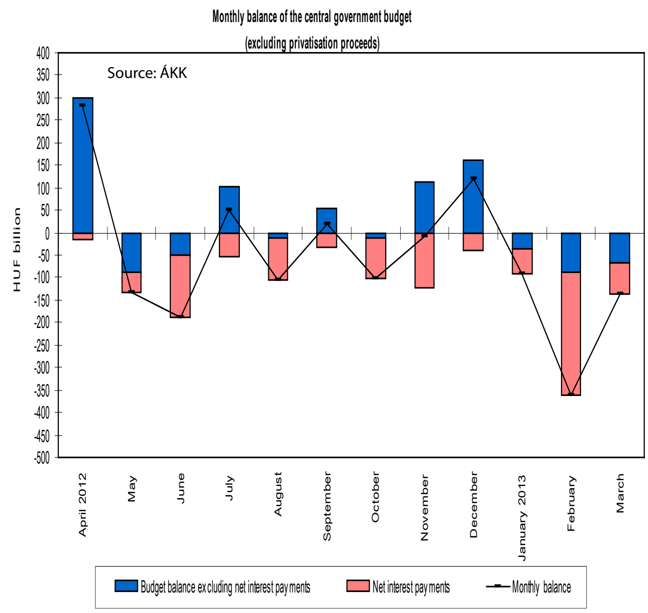
[4] Including intercompany loans

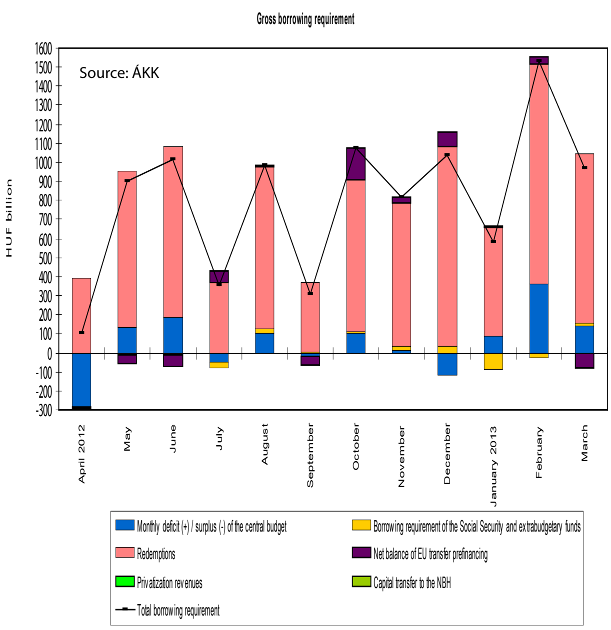
[5] Excluding privatisation proceeds and transfers to the NBH

[6] Excluding intercompany loans



## CENTRAL GOVERNMENT GROSS DEBT

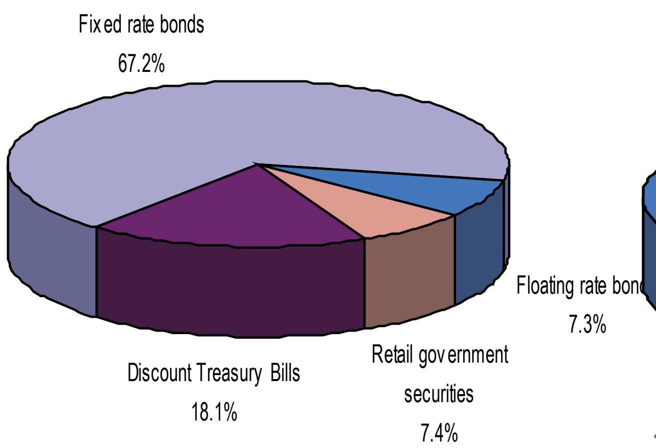
HUF BILLION

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | January 2013 | February 2013 | March 2013 |
|---|---|---|---|---|---|---|---|---|---|---|
| 1. Forint denominated debt | 10,552.3 | 11,103.8 | 11,250.6 | 10,476.2 | 10,978.2 | 10,362.2 | 12,042.4 | 12,446.3 | 12,350.5 | 12,436.9 |
| 1.1. Loans | 356.4 | 145.7 | 219.9 | 438.7 | 540.8 | 590.8 | 566.8 | 565.8 | 565.8 | 565.8 |
| 1.2. Government securities | 10,195.9 | 10,958.1 | 11,030.7 | 10,037.5 | 10,437.4 | 9,771.4 | 11,475.6 | 11,880.4 | 11,784.7 | 11,871.0 |
| 1.2.1. Public issues | 9,667.5 | 10,465.4 | 10,599.7 | 9,613.2 | 10,019.6 | 9,378.1 | 11,077.1 | 11,482.0 | 11,386.2 | 11,549.2 |
| 1.2.1.1. Bonds | 7,244.2 | 8,245.3 | 8,570.6 | 7,519.2 | 7,965.8 | 7,353.4 | 8,184.1 | 8,336.2 | 8,190.5 | 8,228.5 |
| 1.2.1.2. Discount T-bills | 1,755.9 | 1,664.9 | 1,482.4 | 1,647.3 | 1,618.2 | 1,540.9 | 1,906.5 | 2,096.4 | 2,085.8 | 2,143.7 |
| 1.2.1.3. Retail securities | 667.4 | 555.2 | 546.6 | 446.6 | 435.7 | 473.8 | 986.6 | 1,049.4 | 1,109.9 | 1,177.0 |
| 1.2.2. Private placements | 528.4 | 492.7 | 431.0 | 424.3 | 417.8 | 403.2 | 398.5 | 398.5 | 398.5 | 321.8 |
| 2. Foreign currency denominated debt* | 4,124.4 | 4,472.6 | 6,774.8 | 8,468.5 | 8,842.8 | 10,170.4 | 8,326.6 | 8,463.7 | 9,034.1 | 8,967.8 |
| 2.1. Loans | 803.7 | 846.5 | 2,529.4 | 4,114.5 | 4,292.8 | 4,458.1 | 3,312.5 | 3,127.2 | 3,172.2 | 3,198.7 |
| 2.1.1. Foreign loans | 700.1 | 838.8 | 2,529.4 | 4,114.5 | 4,292.8 | 4,361.9 | 3,229.0 | 3,058.0 | 3,101.5 | 3,126.9 |
| 2.1.2. Domestic loans | 103.6 | 7.7 | 0.0 | 0.0 | 0.0 | 96.2 | 83.5 | 69.3 | 70.7 | 71.8 |
| 2.1.2.1. Raised from National Bank of Hungary (NBH) | 95.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2.1.2.2. Other loans | 7.7 | 7.7 | 0.0 | 0.0 | 0.0 | 96.2 | 83.5 | 69.3 | 70.7 | 71.8 |
| 2.2. Government securities | 3,320.7 | 3,626.1 | 4,245.5 | 4,354.0 | 4,550.0 | 5,712.3 | 5,014.1 | 5,336.5 | 5,862.0 | 5,769.2 |
| 2.2.1. Issued abroad | 3,320.7 | 3,626.1 | 4,245.5 | 4,354.0 | 4,550.0 | 5,712.3 | 4,924.2 | 4,942.9 | 5,432.3 | 5,471.6 |
| 2.2.1.1. Foreign currency bonds | 3,320.6 | 3,627.1 | 4,245.4 | 4,354.0 | 4,550.0 | 5,712.3 | 4,924.2 | 4,942.9 | 5,432.3 | 5,471.6 |
| 2.2.1.2. Kingdom of Hungary 1924 issues | 0.1 | 0.1 | 0.1 | 0.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2.2.2. Issued domestically | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 89.9 | 393.6 | 429.7 | 297.5 |
| Total | 14,676.7 | 15,576.4 | 18,025.4 | 18,944.8 | 19,821.0 | 20,532.6 | 20,369.0 | 20,910.0 | 21,384.6 | 21,404.7 |
| Other liabilities | 29.0 | 9.1 | 78.5 | 20.1 | 220.01 | 422.9 | 351.1 | 277.8 | 245.4 | 287.7 |
| Total central government debt | 14,705.7 | 15,585.5 | 18,103.9 | 18,964.8 | 20,041.0 | 20,955.5 | 20,720.1 | 21,187.8 | 21,630.0 | 21,692.4 |
| *Marketable HUF debt*(1.2.1.1+1.2.1.2.+1.2..2.) | *9,528.4* | *10,402.9* | *10,484.0* | *9,623.3* | *10,001.8* | *9,297.6* | *10,489.1* | *10,831.1* | *10,674.8* | *10,694.0* |
| *Gross debt/GDP* | *61.8%* | *61.3%* | *68.2%* | *74.0%* | *75.3%* | *75.1%* | *73.3%* | | | |

*Foreign exchange debt is recorded at the mid exchange rate of the NBH at the end of the year/month.

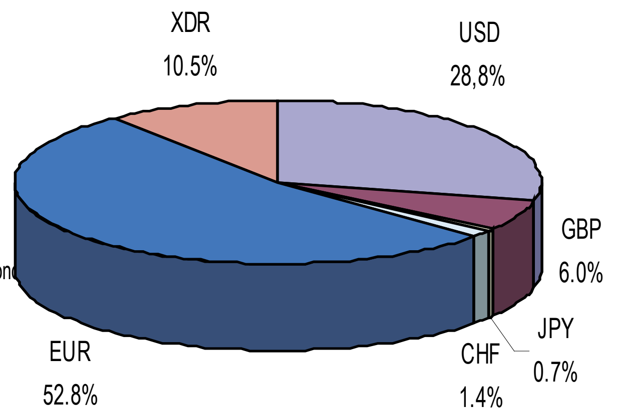
**Composition of HUF government securities as at 31.03.2013**

Source: ÁKK



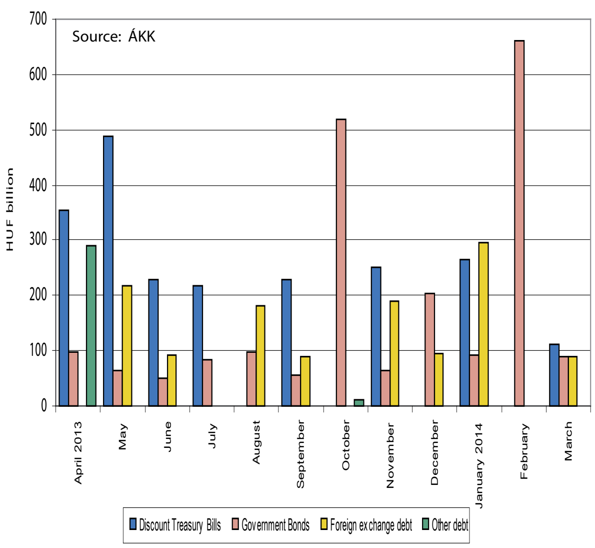

**Currency composition of the foreign exchange debt portfolio before swaps as at 31.03.2013**

Source: ÁKK

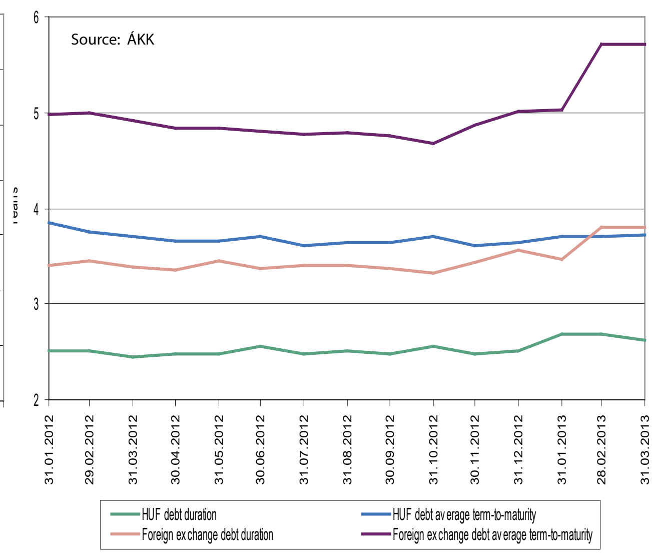



*Composition before swaps. By using cross-currency swaps, 101.2 % of the actual foreign exchange debt of the central government was due in euros.

**Maturity profile of the central government gross debt over the next 12 months, as at 31.03. 2013**




**Duration and average term-to-maturity of the HUF and foreign currency debt portfolios**



## GOVERNMENT BOND AUCTION RESULTS

| Government Bond | 2016/D | 2018/A | 2023/A | 2019/B | 2016/D | 2018/A | 2023/A | 2016/D | 2018/A | 2023/A |
|---|---|---|---|---|---|---|---|---|---|---|
| ISIN code | HU0000402623 | HU0000402631 | HU0000402383 | HU0000402649 | HU0000402623 | HU0000402631 | HU0000402383 | HU0000402623 | HU0000402631 | HU0000402383 |
| Maturity (in years) | 3 | 5 | 10 | 5 | 3 | 5 | 10 | 3 | 5 | 10 |
| Coupon (%) | 5.50% | 5.50% | 6.00% | 5.47% | 5.50% | 5.50% | 6.00% | 5.50% | 5.50% | 6.00% |
| Auction | 1st auction | 1st auction | 30th auction | 1st auction | 2nd auction | 2nd auction | 31st auction | 3rd auction | 3rd auction | 32nd auction |
| Date of auction | 10.01.2013 | 10.01.2013 | 10.01.2013 | 17.01.2013 | 24.01.2013 | 24.01.2013 | 24.01.2013 | 07.02.2013 | 07.02.2013 | 07.02.2013 |
| Date of financial settlement | 16.01.2013 | 16.01.2013 | 16.01.2013 | 23.01.2013 | 30.01.2013 | 30.01.2013 | 30.01.2013 | 13.02.2013 | 13.02.2013 | 13.02.2013 |
| Redemption date | 22.12.2016 | 20.12.2018 | 24.11.2023 | 20.05.2019 | 22.12.2016 | 20.12.2018 | 24.11.2023 | 22.12.2016 | 20.12.2018 | 24.11.2023 |
| Maximum annual yield (%) - ISMA | 5.59 | 5.79 | 6.03 | | 5.62 | 5.96 | 6.27 | 5.49 | 6.02 | 6.49 |
| Minimum annual yield (%) - ISMA | 5.54 | 5.68 | 5.98 | | 5.59 | 5.85 | 6.24 | 5.42 | 5.93 | 6.40 |
| Average annual yield (%) - ISMA | 5.57 | 5.75 | 6.00 | | 5.61 | 5.89 | 6.26 | 5.46 | 5.99 | 6.44 |
| Maximum annual yield (%) - EHM | 5.59 | 5.79 | 6.03 | | 5.62 | 5.96 | 6.27 | 5.49 | 6.02 | 6.49 |
| Minimum annual yield (%) - EHM | 5.54 | 5.68 | 5.98 | | 5.59 | 5.85 | 6.24 | 5.42 | 5.93 | 6.40 |
| Average annual yield (%) - EHM | 5.57 | 5.75 | 5.99 | | 5.61 | 5.90 | 6.25 | 5.46 | 5.98 | 6.43 |
| Maximum price (%) | 99.8680 | 99.1222 | 100.1350 | 96.0000 | 99.6933 | 98.2996 | 98.1252 | 100.2673 | 97.9219 | 96.9206 |
| Minimum price (%) | 99.6960 | 98.5866 | 99.7444 | 93.5000 | 99.5911 | 97.7724 | 97.8972 | 100.0295 | 97.4947 | 96.2512 |
| Average price (%) | 99.7819 | 98.7576 | 100.0041 | 94.4300 | 99.6283 | 98.0797 | 98.0093 | 100.1340 | 97.6512 | 96.6515 |
| Amount offered for sale (HUF million) | 20,000.00 | 15,000.00 | 12,000.00 | 7,000.00 | 20,000.00 | 15,000.00 | 10,000.00 | 20,000.00 | 15,000.00 | 10,000.00 |
| Amount of bids submitted (HUF million) | 95,100.00 | 48,094.00 | 37,425.25 | 18,755.24 | 49,652.13 | 30,301.36 | 28,787.85 | 43,470.00 | 44,728.00 | 18,040.72 |
| Amount of bids accepted (HUF million) | 29,999.98 | 22,499.98 | 17,999.97 | 6,999.99 | 24,999.98 | 14,999.98 | 13,999.98 | 19,999.98 | 19,999.95 | 9,999.99 |
| Bid-to-cover ratio | 3.17 | 2.14 | 2.08 | 2.68 | 1.99 | 2.02 | 2.06 | 2.17 | 2.24 | 1.80 |
| Bids submitted (pcs) | 121 | 93 | 67 | 45 | 66 | 50 | 57 | 67 | 67 | 43 |
| Bids accepted (pcs) | 24 | 47 | 30 | 25 | 27 | 21 | 18 | 33 | 43 | 31 |
| Tail (average price - minimum price) | 0.09 | 0.17 | 0.26 | 0.93 | 0.04 | 0.31 | 0.11 | 0.10 | 0.16 | 0.40 |
| Market sales* (HUF million) | 29,999.98 | 22,499.98 | 17,999.97 | 6,999.99 | 24,999.98 | 14,999.98 | 13,999.98 | 19,999.98 | 19,999.95 | 9,999.99 |
| Non-competitive offer (HUF million) | 1,766.95 | 543.14 | 2,253.86 | 1,528.00 | 9,119.74 | 4,171.90 | 4,493.10 | 3,256.51 | 1,088.51 | 0.00 |
| Total amount issued (HUF million) | 60,000.00 | 45,000.00 | 27,000.00 | 14,000.00 | 50,000.00 | 30,000.00 | 28,000.00 | 40,000.00 | 40,000.00 | 14,000.00 |

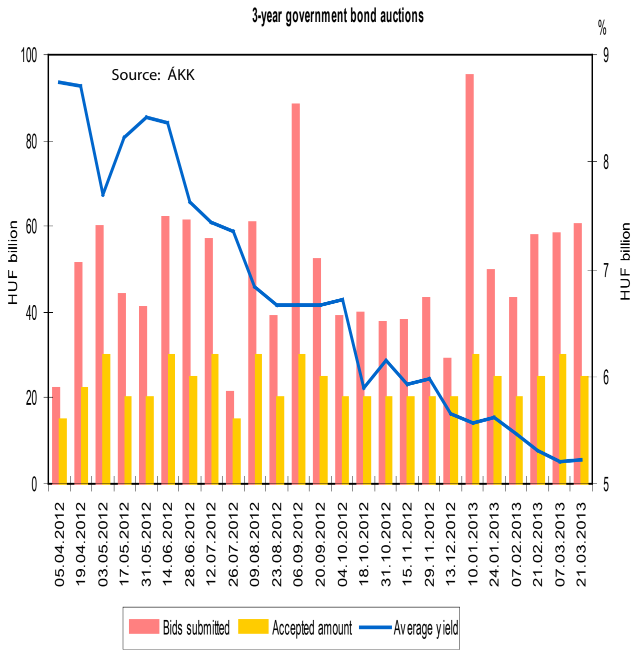
*Without issuance onto ÁKK's own account

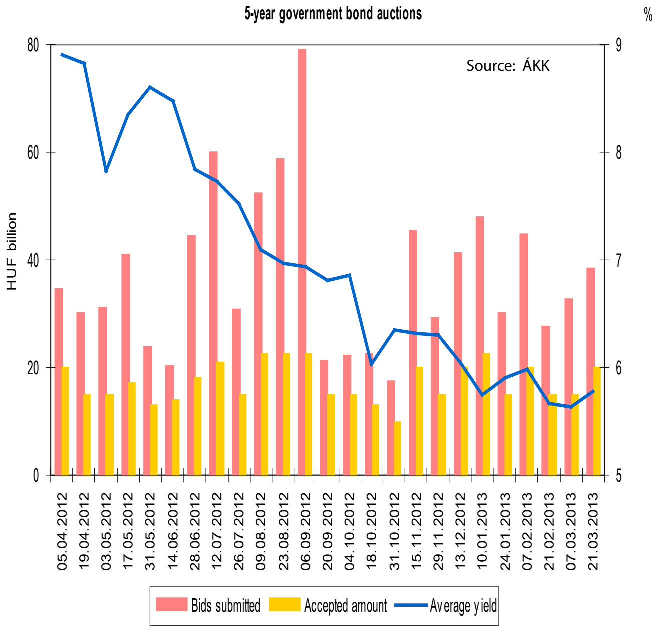
## GOVERNMENT BOND AUCTION RESULTS

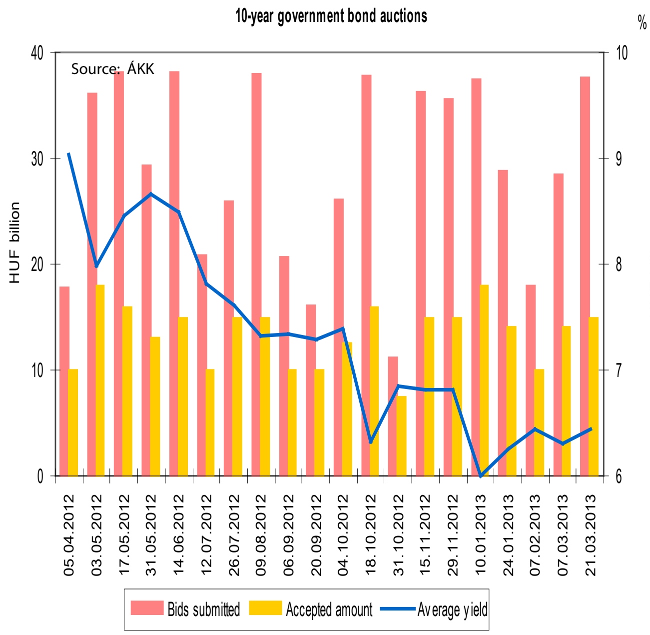
| Government Bond | 2019/B | 2016/D | 2018/A | 2028/A | 2016/D | 2018/A | 2023/A | 2019/B | 2016/D | 2018/A | 2023/A |
|---|---|---|---|---|---|---|---|---|---|---|---|
| ISIN code | HU0000402649 | HU0000402623 | HU0000402631 | HU0000402532 | HU0000402623 | HU0000402631 | HU0000402383 | HU0000402649 | HU0000402623 | HU0000402631 | HU0000402383 |
| Maturity (in years) | 5 | 3 | 5 | 15 | 3 | 5 | 10 | 5 | 3 | 5 | 10 |
| Coupon (%) | 5.47% | 5.50% | 5.50% | 6.75% | 5.50% | 5.50% | 6.00% | 5.47% | 5.50% | 5.50% | 6.00% |
| Auction | 2nd auction | 4th auction | 4th auction | 12th auction | 5th auction | 5th auction | 33rd auction | 3rd auction | 6th auction | 6th auction | 34th auction |
| Date of auction | 14.02.2013 | 21.02.2013 | 21.02.2013 | 21.02.2013 | 07.03.2013 | 07.03.2013 | 07.03.2013 | 14.03.2013 | 21.03.2013 | 21.03.2013 | 21.03.2013 |
| Date of financial settlement | 20.02.2013 | 27.02.2013 | 27.02.2013 | 27.02.2013 | 13.03.2013 | 13.03.2013 | 13.03.2013 | 20.03.2013 | 27.03.2013 | 27.03.2013 | 27.03.2013 |
| Redemption date | 20.05.2019 | 22.12.2016 | 20.12.2018 | 22.10.2028 | 22.12.2016 | 20.12.2018 | 24.11.2023 | 20.05.2019 | 22.12.2016 | 20.12.2018 | 24.11.2023 |
| Maximum annual yield (%) - ISMA | | 5.33 | 5.69 | 6.32 | 5.20 | 5.65 | 6.35 | | 5.24 | 5.78 | 6.46 |
| Minimum annual yield (%) - ISMA | | 5.29 | 5.63 | 6.27 | 5.19 | 5.59 | 6.27 | | 5.20 | 5.74 | 6.42 |
| Average annual yield (%) - ISMA | | 5.31 | 5.66 | 6.30 | 5.20 | 5.63 | 6.30 | | 5.22 | 5.77 | 6.44 |
| Maximum annual yield (%) - EHM | | 5.33 | 5.69 | 6.32 | 5.20 | 5.65 | 6.35 | | 5.24 | 5.78 | 6.46 |
| Minimum annual yield (%) - EHM | | 5.29 | 5.63 | 6.27 | 5.19 | 5.59 | 6.27 | | 5.20 | 5.74 | 6.42 |
| Average annual yield (%) - EHM | | 5.31 | 5.66 | 6.30 | 5.20 | 5.63 | 6.30 | | 5.21 | 5.77 | 6.44 |
| Maximum price (%) | 95.3500 | 100.7002 | 99.3622 | 104.6532 | 101.0268 | 99.5537 | 97.9020 | 95.6500 | 100.9803 | 98.8383 | 96.7859 |
| Minimum price (%) | 95.0100 | 100.5646 | 99.0734 | 104.1492 | 100.9931 | 99.2657 | 97.3018 | 95.4500 | 100.8466 | 98.6490 | 96.4903 |
| Average price (%) | 95.1900 | 100.6172 | 99.2135 | 104.3298 | 100.9933 | 99.3540 | 97.6621 | 95.5100 | 100.9235 | 98.6899 | 96.6229 |
| Amount offered for sale (HUF million) | 7,000.00 | 20,000.00 | 15,000.00 | 8,000.00 | 20,000.00 | 15,000.00 | 10,000.00 | 7,000.00 | 20,000.00 | 15,000.00 | 10,000.00 |
| Amount of bids submitted (HUF million) | 39,350.00 | 57,750.00 | 27,556.93 | 10,150.00 | 58,560.00 | 32,760.00 | 28,442.00 | 30,510.00 | 60,700.00 | 38,452.00 | 37,650.00 |
| Amount of bids accepted (HUF million) | 9,999.99 | 24,999.95 | 14,999.96 | 8,000.00 | 29,999.97 | 14,999.96 | 13,999.98 | 10,499.99 | 24,999.98 | 19,999.97 | 14,999.96 |
| Bid-to-cover ratio | 3.94 | 2.31 | 1.84 | 1.27 | 1.95 | 2.18 | 2.03 | 2.91 | 2.43 | 1.92 | 2.51 |
| Bids submitted (pcs) | 86 | 85 | 68 | 39 | 76 | 84 | 79 | 51 | 77 | 68 | 84 |
| Bids accepted (pcs) | 22 | 37 | 39 | 27 | 20 | 46 | 31 | 20 | 32 | 32 | 32 |
| Tail (average price - minimum price) | 0.18 | 0.05 | 0.14 | 0.18 | 0.00 | 0.09 | 0.36 | 0.06 | 0.08 | 0.04 | 0.13 |
| Market sales* (HUF million) | 9,999.99 | 24,999.95 | 14,999.96 | 8,000.00 | 29,999.97 | 14,999.96 | 13,999.98 | 10,499.99 | 24,999.98 | 19,999.97 | 14,999.96 |
| Non-competitive offer (HUF million) | 2,999.18 | 3,940.36 | 3,042.44 | 0.00 | 10,853.14 | 3,734.53 | 2,658.01 | 3,479.99 | 5,541.16 | 6,336.64 | 5,139.95 |
| Total amount issued (HUF million) | 20,000.00 | 50,000.00 | 30,000.00 | 16,000.00 | 60,000.00 | 30,000.00 | 28,000.00 | 21,000.00 | 35,000.00 | 40,000.00 | 21,000.00 |

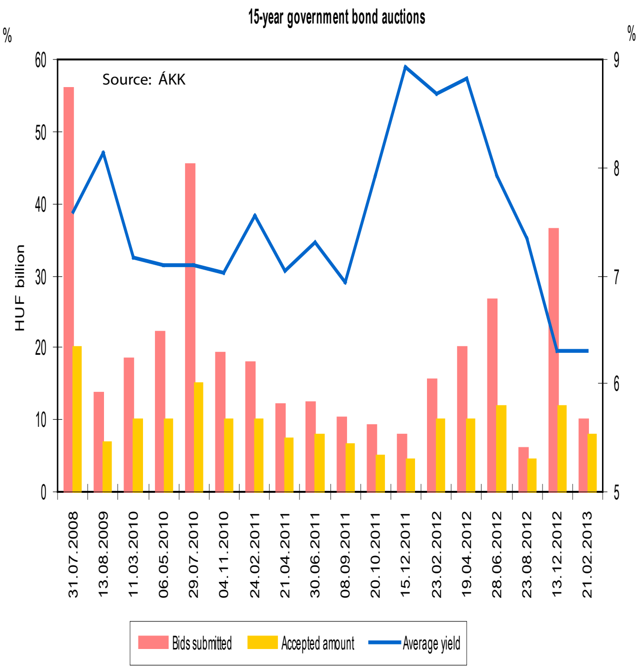
*Without issuance onto ÁKK's own account

Source: ÁKK



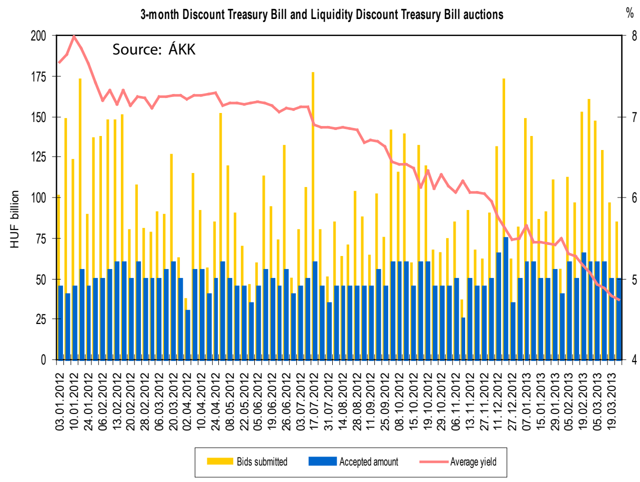



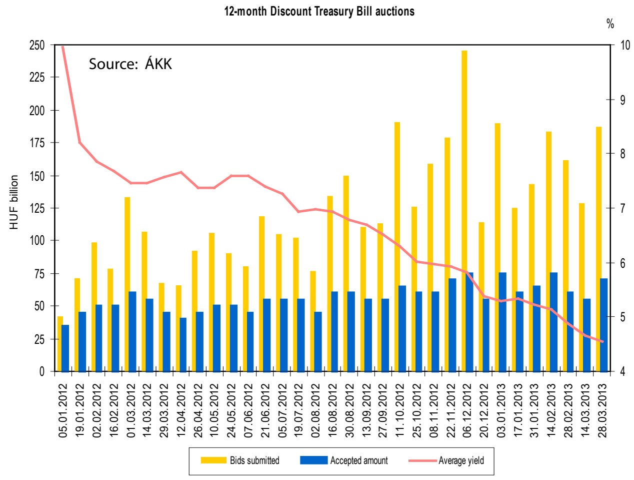




## INTEREST RATE RESETS OF FLOATING RATE GOVERNMENT BONDS IN Q1 2013

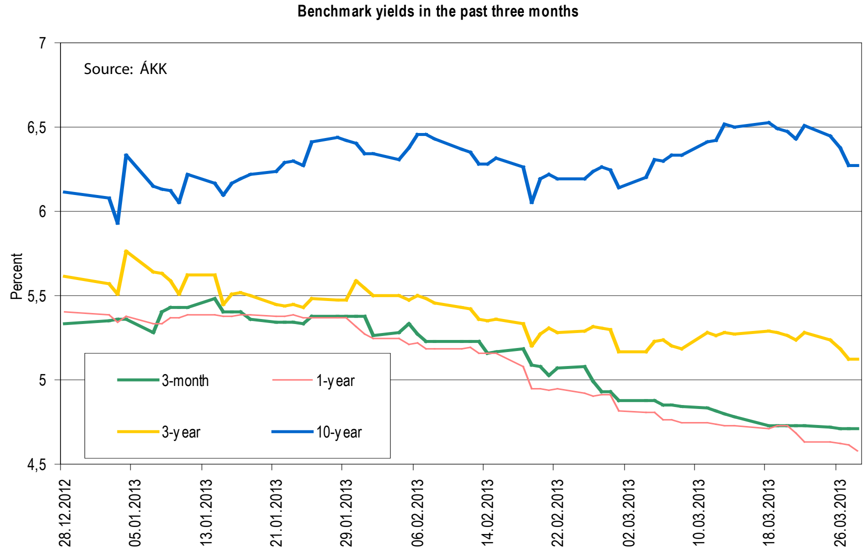
| Government Bond | Date of interest rate reset | Interest period | | Date of interest payment | Reset interest rate (%) | Interest payable (%) |
|---|---|---|---|---|---|---|
| 2016/B | 21.12.2012 | 02.01.2013 | 02.07.2013 | 02.07.2013 | 6.06 | 3.05 |
| 2015/J | 09.01.2013 | 11.01.2013 | 11.01.2014 | 13.01.2014 | 10.20 | 10.20 |
| 2016/A | 02.01.2013 | 31.12.2012 | 31.03.2013 | 02.04.2013 | 6.75 | 1.66 |
| 2026/A | 28.02.2013 | 28.02.2013 | 28.08.2013 | 28.08.2013 | 5.45 | 2.74 |
| 2017/I | 01.03.2013 | 05.03.2013 | 05.03.2014 | 05.03.2014 | 7.70 | 7.70 |
| 2015/K | 17.03.2013 | 19.03.2013 | 19.03.2014 | 19.03.2014 | 7.70 | 7.70 |

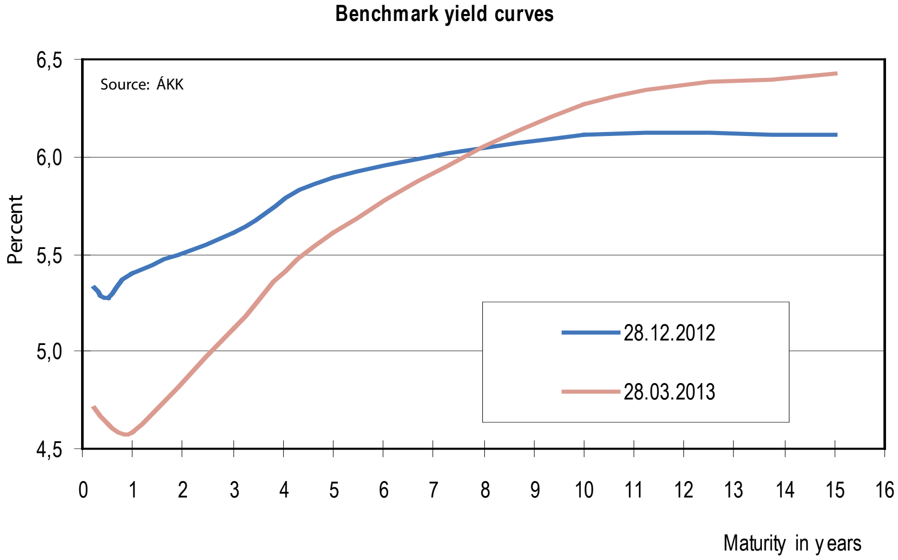



# GOVERNMENT SECURITIES BUY-BACK AUCTION RESULTS

| Government bond | 2013/E | 2014/C | 2013/E | 2014/C |
|---|---|---|---|---|
| ISIN code | HU0000402466 | HU0000402193 | HU0000402466 | HU0000402193 |
| Coupon (%) | 7.50 | 5.50 | 7.50 | 5.50 |
| Date of reverse auction | 06.03.2013 | 06.03.2013 | 20.03.2013 | 20.03.2013 |
| Date of financial settlement | 13.03.2013 | 13.03.2013 | 27.03.2013 | 27.03.2013 |
| Redemption date | 24.10.2013 | 12.02.2014 | 24.10.2013 | 12.02.2014 |
| Minimum annual yield (%) | 4.75 | 4,66 | 4,65 | 4.65 |
| Average annual yield - ISMA (%) | 4.76 | 4.71 | 4.67 | 4.66 |
| Average annual yield - EHM (%) | 4.72 | 4.70 | 4.63 | 4.65 |
| Amount of bids submitted (HUF million) | 9,784.48 | 73,819.11 | 6,657.33 | 15,432.44 |
| Amount of bids accepted (HUF million) | 8,694.41 | 62,879.11 | 1,757.33 | 7,610.20 |

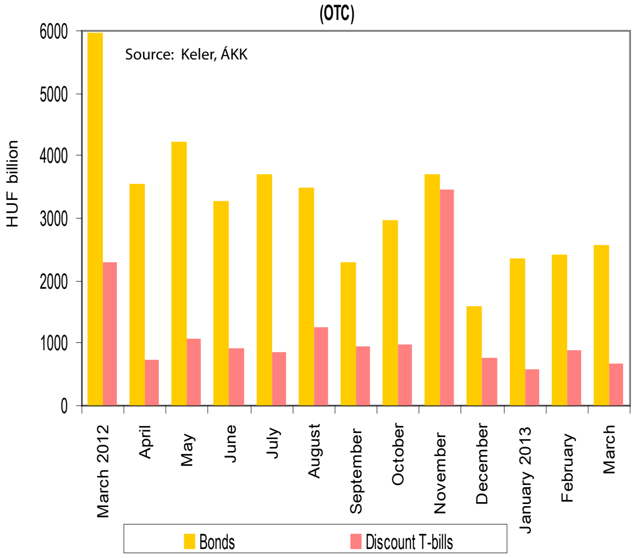


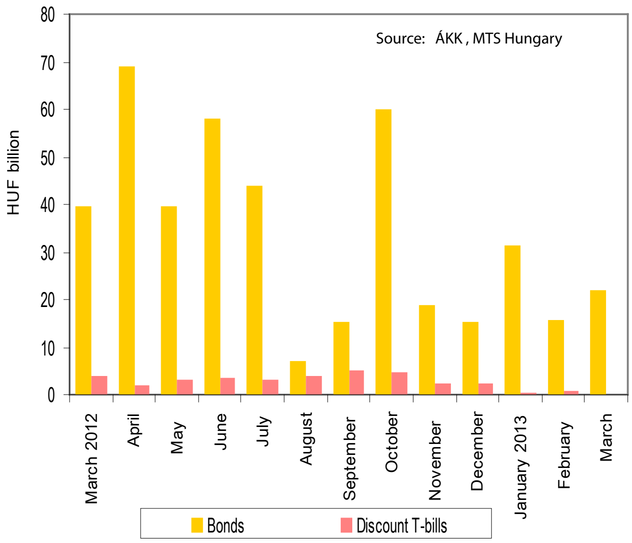
## PRIMARY DEALERS - AS AT 31 MARCH 2013

| Primary dealers: | | Primary dealers for retail securities: |
|---|---|---|
| BNP Paribas SA | J.P. Morgan Securities Plc. | CIB Bank Zrt. |
| CIB Bank Zrt. | K&H Bank Zrt. | K&H Bank Zrt. |
| CITIBANK Europe Plc. | MKB Bank Zrt. | Magyar Takarékszövetkezeti Bank Zrt. |
| Deutsche Bank AG | Magyar Takarékszövetkezeti Bank Zrt. | OTP Bank Nyrt. |
| ERSTE Befektetési Zrt. | OTP Bank Nyrt. | UniCredit Bank Hungary Zrt. |
| Goldman Sachs International | Raiffeisen Bank Zrt. | Raiffeisen Bank Zrt. |
| ING Bank N.V. | The Royal Bank of Scotland Plc. | |
| Jefferies International Limited | UniCredit Bank Hungary Zrt. | The branch network of the Hungarian State Treasury |

**Secondary market trading of Hungarian government securities (OTC)**

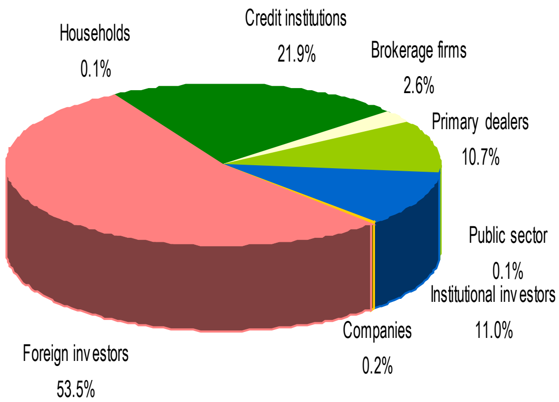



**Secondary market trading of Hungarian government securities (MTS Hungary trading)**



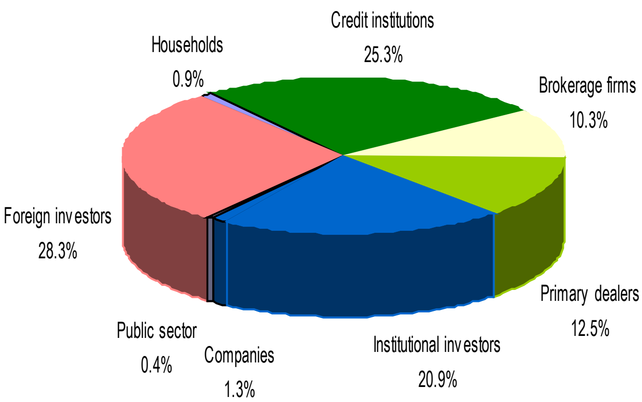

**Breakdown of primary dealers' secondary market turnover in government bonds by investor groups in Q1 2013**

Source: ÁKK

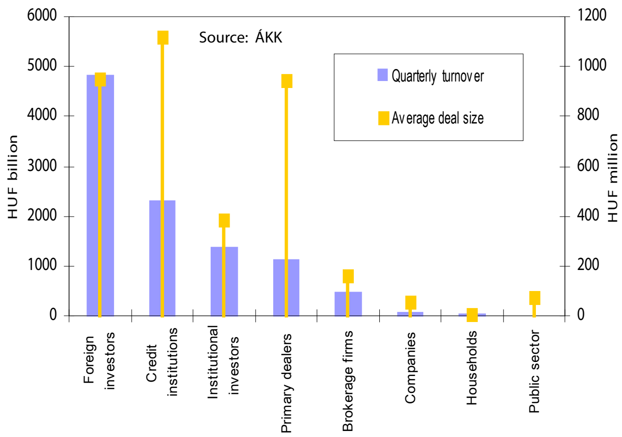



**Breakdown of primary dealers' secondary market turnover in Discount Treasury Bills by investor groups in Q1 2013**

Source: ÁKK




**Primary dealers' trading with different investor groups in Q1 2013**

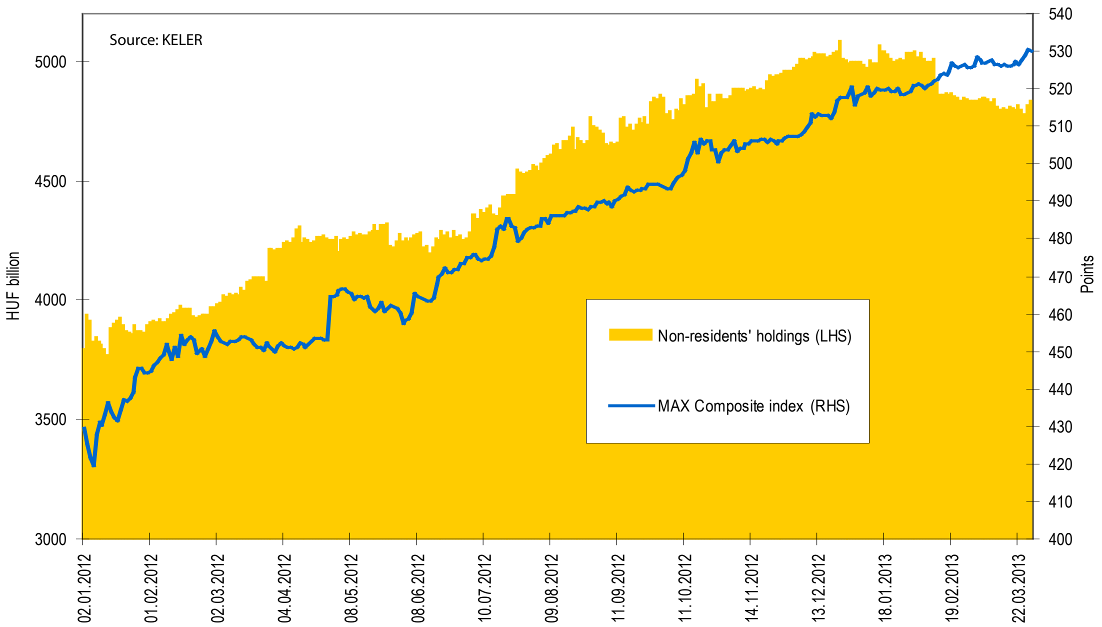



**Government securities with the highest secondary market turnover in Q1 2013**

| Government security | Date of redemption | Turnover (HUF billion) |
|---|---|---|
| 2022/A | 24.06.2022. | 1,298.3 |
| 2017/A | 24.11.2017.. | 1,029.5 |
| 2023/A | 24.11.2023. | 608.0 |
| 2018/A | 20.12.2018. | 600.5 |
| 2020/A | 12.11.2020. | 592.3 |
| 2017/B | 24.02.2017. | 557.8 |
| D140108 | 08.01.2014. | 500.0 |
| 2015/C | 24.08.2015 | 456.7 |
| 2019/A | 24.06.2019. | 415.6 |
| 2014/C | 12.02..2014. | 362.5 |

Source: ÁKK

**Non-residents' holdings of Hungarian government securities during the last year and the MAX index**




## HUNGARIAN GOVERNMENT SECURITIES INDICES

| | Value of the index | | | | Annual yield earned on the index portfolio | | | |
|---|---|---|---|---|---|---|---|---|
| | MAXindex | RMAX index | MAX Composite index | ZMAX index | MAXindex | RMAX index | MAX Composite index | ZMAX index |
| 28.12.2012 | 526.4198 | 490.8606 | 517.6943 | 488.7369 | 20.46% | 8.51% | 18.58% | 7.57% |
| 31.01.2013 | 529.6371 | 493.7863 | 520.8362 | 491.0292 | 18.86% | 8.33% | 17.23% | 7.29% |
| 28.02.2013 | 535.6583 | 496.5095 | 526.2243 | 493.3329 | 18.41% | 8.19% | 16.81% | 7.15% |
| 28.03.2013 | 539.8191 | 499.4266 | 530.2017 | 495.5031 | 19.30% | 8.20% | 17.47% | 7.01% |

Source: ÁKK

## OUTSTANDING AMOUNT OF BENCHMARK GOVERNMENT BOND SERIES IN Q4 2012

| | HUF billion | | |
|---|---|---|---|
| Government Bond | 31.01.2013 | 28.02.2013 | 31.03.2013 |
| 2016/D | 65.90 | 188.78 | 190.68 |
| 2018/A | 42.22 | 81.84 | 127.30 |
| 2023/A | 318.89 | 329.37 | 366.33 |
| 2028/A | 98.48 | 106.51 | 106.58 |

Source: ÁKK

## REUTERS PAGES (CODES)

main page: HUTREASURY

| Auction results are available from 11.30 (CET) | |
|---|---|
| HUISSUE | Publication of the following issues and reverse auctions |
| HUAUCTION01 | Discount T-bill auction results |
| HUAUCTION02 | Government Bond auction results |
| HUAUCTION03 | Non-competitive offer |
| HUBUYBACK | Government Bond buyback auction results |
| HUEXCHANGE | Government Bond exchange auction results |
| HURETAIL | |
| Secondary market data | |
| HUBONDFIX | Benchmark yield fixing (updated during 14.00 -14.30CET) |
| HUBEST 3.4.5 | Best secondary market quotations |
| HUBONDAKK. HUBONDAKK4 | Best morning secondary market quotations |
| HUBONDAKK2. HUBONDAKK3 | Best afternoon secondary market quotations |
| HUBONDINDEX1 | Hungarian Government Total Return Index (MAX), updated during 14.00-14.30 CET |
| HUBONDINDEX2 | Benchmark Indices for Governmnet Bonds BMX3Y-15Y (updated during 14.00-14.30 CET) |
| .HUMAXBOND | Hungarian Government Total Return Index (MAX) statistics |
| HUMAXCOMP1, HUMAXCOMP2 | MAX Composite Index |
| Other | |
| HUFLOATER | Interest rate reset of floating rate bonds |

## FURTHER INFORMATION PAGES:

Bloomberg pages (code): GDMA

Homepage: www.allampapir.hu
www.akk.hu