Operations

Government Debt Management Kingdom of Denmark

Ordinary auctions and switch auctions

Auctions are carried out on MTS Primary Auction Facility (PAF) through the app TradeImpact Console.

- Single price/uniform auction format with possibility of pro rata allotment
- Deadline for submission of bids is 10:15 CET, and minimum bid size is DKK 5 million.
- Bids on switch auctions are contingent of simultaneous sale of the buyback paper at <u>preannounced price and hedge ratio</u>, published at 10:05 CET on day of auction.
- All trades on MTS systems settle STP with MTS instructing on behalf of both parties. At switch auctions, trade in buyback paper must be booked manually against Danmarks Nationalbank (DN).

Tap issuance and buybacks

Tap issuance and buybacks are conducted on MTS Cash via MTS Multimarket, segment MTS Denmark.

- DMO typically uses the <u>mid-price function</u>.
- DMO can also place bids and offers directly or hit/lift streamed quotes.
- TRS function is used regularly by the DMO to buy back bonds maturing within the year.
- Primary dealers using vendor screens (ION, ETOMS, etc.) may need to customize initial setup to be able to engage with the DMO.

Securities lending facility

Facility is available to all primary dealers and applies to all government securities. Lending takes place against collateral in other Danish government securities.

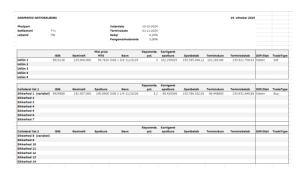
The term is up to 5 trading days. The current fee is 0.2 per cent per year for both government bonds and Tbills with settlement the following day. In case of same day settlement, the fee is 0.3 per cent per year. More details can be found in the <u>terms and conditions</u>.

Trades are typically agreed upon between the DMO and the repo desk of the primary dealer via Bloomberg chat. A chat can be set up on request, please contact the DMO.









Where to find information

Government Debt Management Kingdom of Denmark



General information is published on <u>www.governmentdebt.dk</u>. A news service is offered which delivers news regarding your topics of choice.

Auction calendar

An <u>auction calendar</u> with preliminary dates for the next three months is published end-of-month on our website as well as Bloomberg (<NH DCB>).

Bonds for sale on regular auctions are announced at least three banking days prior to the auction. Bonds for switch auctions are announced at least one banking day prior to the switch auction.

Auction results

<u>Ordinary auction results</u> as well as <u>switch auction</u> <u>results</u> are announced on our website and on Bloomberg.

DMO transactions

DMO <u>issuances and buybacks</u> for the previous trading day are announced on our website and on Bloomberg at 08:00 CET.

Liquidity forecast of government payments

On the second last banking day of each month, DN publishes its <u>daily liquidity projection</u>, providing an overview of expected liquidity changes in DKK liquidity over the two coming months using forecasts of government payments.

<u>Monthly projections</u> are updated four times a year following updates to the central government budget from the Ministry of Finance.

Central government borrowing strategy

The DMO usually publishes the <u>borrowing strategy</u> for the coming year in December on our website. A review of the strategy for the second half of the year is usually published in May or June.

Quoting requirements and the primary dealer model

Quoting requirements are stated in the <u>primary dealer</u> <u>terms and conditions</u>, which are frequently updated and distributed via email. A <u>general overview of the</u> <u>primary dealer model</u> is available on our website. Auction calendar

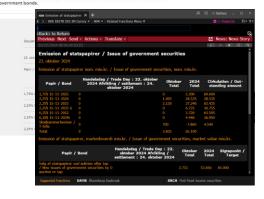
The Kingdom of Denmark regularly holds government bond and T-bill auctions. Auction dates are published each month and fastly following three months

Auction results - government

October									
2024									
events	Date	Value	ISN	Security	Bid, DKK	Sale, DKX	Cub-off	Prp	Vielo.
9 October	Land La	dete	1414	percent.	millan	millon	price	rete	per cent
0:15 AM	25-10- 2024	25-10- 2024	DK0009924685	DG8 2.25'2028	520	510	100.785	100	1.66
	25-10- 2024	25-10- 2024	DK0009924615	DGB 2.25'2033 G	1,810	1,410	101.00	100	2.15
	02-10- 2024	04-10- 2024	DK0009924688	DG8 2.25'2026	5,460	1,005	100.88	27	1.82
	02-10- 2024	04-10- 2024	DK0009924532	DG8 2.25'2035	2,520	1,660	102.25	105	1.98
	18-09-	20-09-	DK0009924665	DG8 2.25'2026	4,160	1,260	100.455	60	2,05

Issuance and buybacks

he Danish Debt Management Office regularly offers bonds at auctions and also varticipates in the secondary market through tap issuance and buybacks of off-the-rui ecurities. Furthermore, switch auctions are held regularly to support liquidity in



Tabel 1. Oversigt, mio. kr.												ØR2_24	
	jan-24	feb-34	mar-24	apr-24	maj-24	jun-24	jul-24	aug-24	sep-24	okt-24	nov-24	dec-34	202
initiateliner													
(inverse)	61,288	88.055	129 168	43.555	72,940	72 107	41,988	89.755	102.178	67.695	133.974	77.297	980.0
Udbetalinger													
(typendture)	79.034	65,254	65.129	46.003	71,795	68,229	84,953	45.859	72,150	90.188	95.412	88.363	914.
Nettofinansieringsbehov													
(Net financing requirement)	17,736	-21.791	-64.040	23.338	-1.148	-3.070	42.976	-23.895	-30.028	22,493	-38.561	11.066	-65.1
Afdrag på indenlandsk gæld (Redemption of domestic debt)													
Afdrag på statspapirer 1)	3,187	4.572	5,446	2,870	5.952	2,870	2,559	5.549	3.205	3,295	54,940	0	94.
Nettoobligationskab til fonde og egenbeholdning	555	370	-59	-52	-55	-50	-55	-55	-54	-55	-1.209	525	
Opkab af almene boligobligationer	-2.733	644	934	-1.934	1,230	511	899	229	581	823	2,308	2,308	5.
Andet 2)	20	295	-00	142	425	-519	-109	97	0	0	0	0	
Indenlandsk bruttofinansieringsbehov 3) (Domestic financing requirement)	18.764	-15.909	-57.838	24.485	6.424	-846	46.292	-18.054	-26.276	26.579	17.418	13.899	34.1
Afdrag på udenlandsk gæld													
(Redemption of foreign debt) 4)													
Afdrag på udenlandsk statsgæld	0	0	0	0	0	0	0	0	0	0	11.194	0	11.
Udenlandsk nettofinansieringsbehov	0	0	0	0	0	0	0	0	0	0	0	0	
Bruttofinansieringsbehov													
(Gross financing requirement)	18.764	-15.929	-57.030	24.415	6.424	-046	46.292	-18.054	-26.276	26.579	28.612	13.899	46.3
 Inkl. budgetteret opkøbskurstab. 													
b Korrektion for sikkerhedsstillelse.													
l) inkluderer ikke afdrag på skatkammerbeviser													
l) Inkluderer ikke efdreg på commercial pepers													
Tabel 2. Indbetalinger, mio. kr.												ØR2 24	

