



JUNE

**Secondary
Market of
Government
Securities**

1999

Contents

Government Securities Interbank Market	3
Outstanding Government Securities	
Discount Treasury Bills	14
Treasury Bonds	19
Government Securities Issued for Structural Reform	26
Sales of Government Securities to Nonbank Financial Institutions, Companies and Individuals	29
Sales of Government Securities Issued for Structural Reform for Participation in Privatization Transactions	37
Government Securities Primary Dealers and Reuters Pages for Government Securities Quotations	39

Abbreviations

BGL – National Currency of the Republic of Bulgaria

BIR – Base Interest Rate

BNB – Bulgarian National Bank

CGB – Central Government Budget

CM – Council of Ministers

DISCs – Discount Bonds

FLIRBs – Front-loaded Interest Reduction Bonds

IABs – Interest Arrears Bonds

LSPDACB – Law on State Protection of Deposits and Accounts with Commercial Banks in respect whereof the BNB Has Petitioned

the Institution of Bankruptcy Proceedings

MF – Ministry of Finance

SII – State Insurance Institute

ZUNK – Bulgarian Abbreviation of the Law on Settlement of Nonperforming Credits Negotiated prior to 31 December 1990 (LSNC)

GOVERNMENT SECURITIES INTERBANK MARKET

Interbank Market of Government Securities Issued under Regulation No. 5

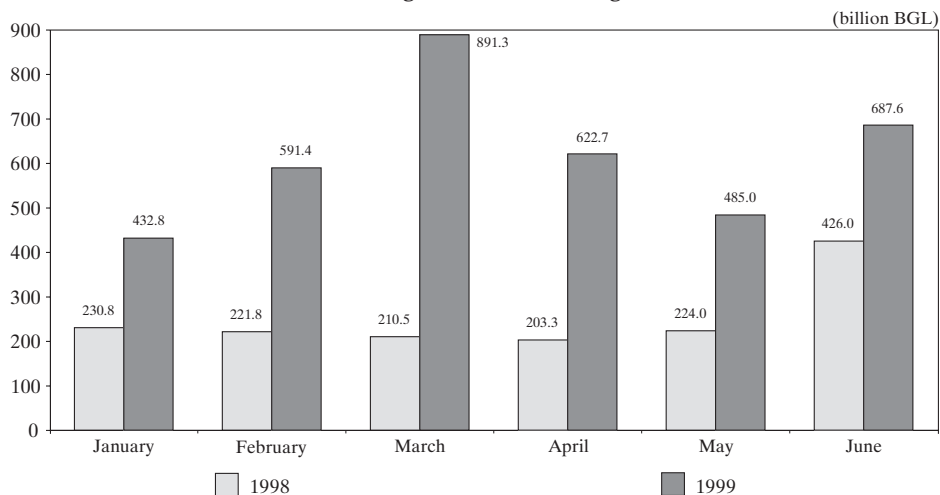
In June 1999 financial institutions concluded 505 transactions in government securities (including the number and volume of reverse repurchase agreements) issued for budget deficit financing, totaling BGL 687,615.6 million nominal value, an increase of 61.4% compared with the same period of the previous year. In June 1998 transactions of BGL 425,998.8 million nominal value were registered, Chart 1.

Over the period under review the volume of secondary market transactions in

government securities between primary dealers issued under Regulation No. 5 (reverse repo agreements volume excluded) totaled BGL 352,776.7 million, including three-month treasury bills of BGL 8,767.9 million, six-month of BGL 13,324.3 million, twelve-month of BGL 172,391.4 million, two-year of BGL 139,673.1 million and up to five years of BGL 18,620 million (Chart 2). In June sales in government securities intensified, their volume increasing by 29.3%; structurally, demand for twelve-month treasury bills occupied the largest share. It should be noticed that trade in two-year government securities signifi-

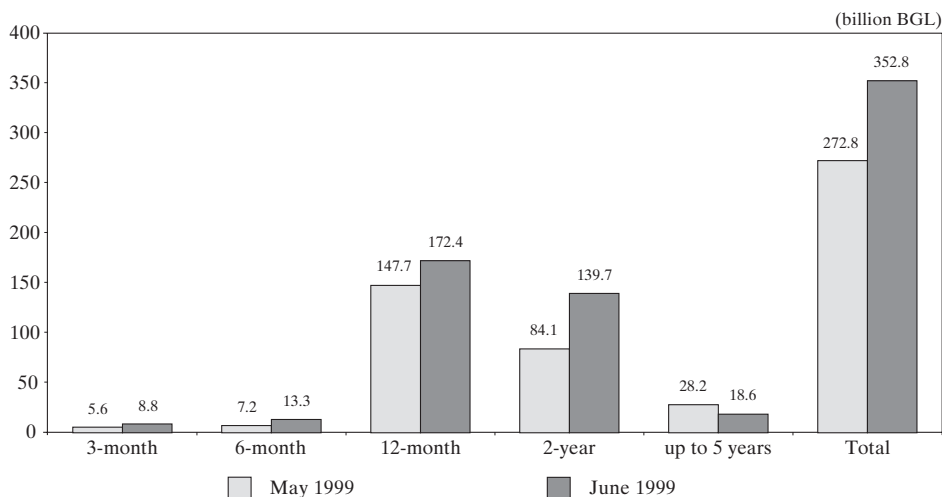
Chart 1

Volume of Transactions in Government Securities Issued for Budget Deficit Financing



Source: BNB.

Structure of Transactions in Government Securities Issued for Budget Deficit Financing



Source: BNB.

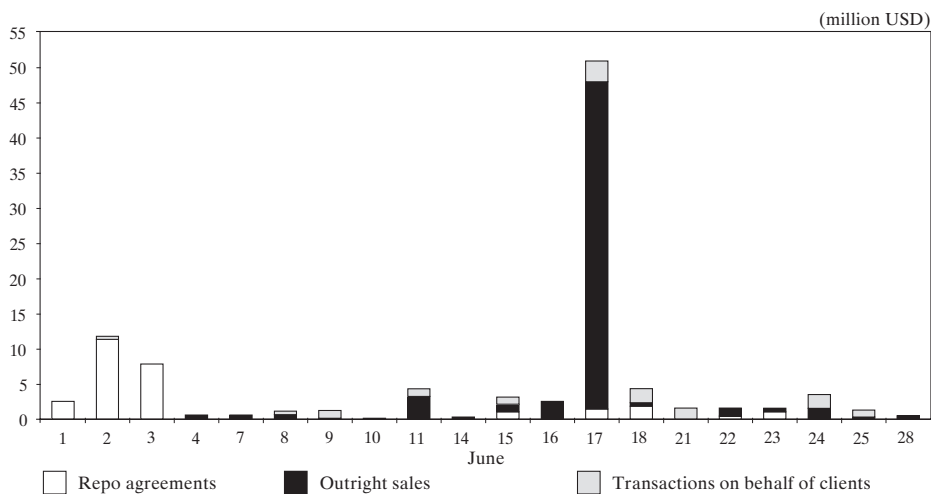
cantly rose in June, their volume increasing by 66.1%.

In June 1999 secondary market transactions on behalf of clients (i. e. under Article 20 of Regulation No. 5) decreased on the previous month to BGL 1,793.3 million. Transactions between nonprimary dealers and physical or legal persons (i. e. transactions under Article 21 of Regulation No. 5) considerably increased compared with May, reaching BGL 544 million. The volume of transactions between primary and nonprimary dealers (under Article 14 of Regulation No. 5) rose from May, reaching BGL 73,579.3 million, including bids approved at the government securities auctions on behalf of nonprimary dealers of BGL 5,020 million.

Interbank Market of Government Securities Issued as a Result of Structural Reform

In June financial institutions concluded 73 transactions in USD-denominated government securities issued as a result of structural reform, totaling USD 144.6 million nominal value (including the number and volume of reverse repurchase agreements). In June, 40 outright transactions of USD 103.3 million, 13 repo agreements of USD 27.2 million, and 20 transactions on behalf of clients of USD 14.1 million (under Articles 14, 20 and 21 of Regulation No. 5) were concluded. One transaction of BGL 260 million was concluded in lev-denominated government securities is-

Volume of Transactions in USD-denominated Government Securities in the Interbank Market



Source: BNB.

sued as a result of structural reform. No transactions in foreign currency guaranty government securities were concluded in June.

Thirty two transactions of USD 18.9 million under Article 14, para. 6 of Regulation No. 5 and two transactions of BGL 481.7 million were concluded in June.

A new debt instrument – EUR-denominated government securities – was launched in the market; three transactions of EUR 23.8 million were registered in June.

An upward trend in forex ZUNK bonds sales was reported in June and sales volumes increased 2.5 times. This is due to a four-fold increase of outright transactions, a result of the dollar ZUNK

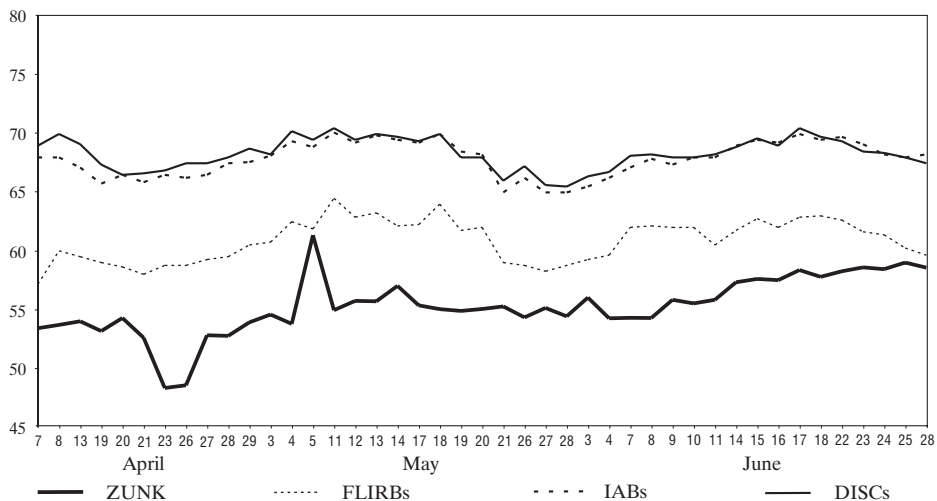
bonds interest coupon on 1 July. The volume of transactions was unevenly distributed in June, reflecting some specific transactions.

Interbank market prices ranged between USD 56 and USD 58.56 per USD 100 nominal value by end-June. They did not reflect price movements of Bulgarian Brady bonds in the international markets. Prices of outright transactions for participation in privatization were traditionally higher than those in the interbank market.

Government Securities Repo Agreements in the Interbank Market

In June the volume of repo agreements traded in the secondary interbank

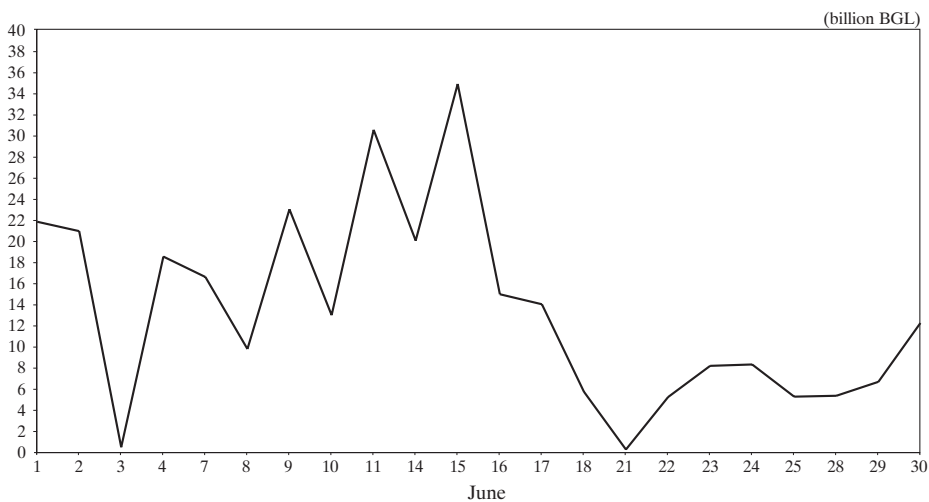
Price Movements of USD-denominated Government Securities (Issued under ZUNK) and Bulgarian Brady Bonds in the Interbank Market*



* Reuters offer quotations for Brady bonds.

Sources: BNB, Reuters.

Volume of Repo Agreements in the Secondary Interbank Market



Source: BNB.

**Prices of Transactions in USD-denominated Government Securities
Issued under Article 5 of ZUNK**

(USD)

Date June	Price		
	Minimum	Maximum	Average weighted
3	56.00	56.00	56.00
4	53.90	57.10	54.23
7	54.00	59.70	54.27
8	54.25	54.25	54.25
9	55.40	57.20	55.81
10	55.50	55.50	55.50
11	54.50	57.00	55.81
14	57.25	60.00	57.31
15	57.50	59.75	57.60
16	56.50	58.48	57.49
17	58.25	60.00	58.35
18	57.75	59.00	57.77
22	58.00	58.38	58.25
23	58.25	59.75	58.59
24	58.39	58.63	58.43
25	59.00	59.00	59.00
28	58.50	58.60	58.56
Monthly	53.90	60.00	56.90

Note: Data is based on privatization and outright transactions registered by the BNB.

Quotations of Bulgarian Brady Bonds*

Date June	DISCs		FLIRBs		IABs	
	Offer	Bid	Offer	Bid	Offer	Bid
1	65.75	64.25	58.50	57.00	64.75	63.50
2	65.50	64.50	57.75	57.25	64.75	63.75
3	66.38	65.25	59.25	58.13	65.50	63.00
4	66.75	66.50	59.63	59.38	66.25	65.63
7	68.13	67.00	62.00	61.13	67.13	66.50
8	68.25	68.00	62.13	61.88	67.88	66.75
9	68.00	67.50	62.00	61.75	67.38	66.75
10	68.00	67.13	62.00	60.50	68.00	66.75
11	68.25	67.75	60.50	60.00	68.00	67.13
14	68.88	68.13	61.75	61.25	69.00	68.00
15	69.63	67.50	62.75	61.50	69.50	68.50
16	69.00	68.50	62.00	61.38	69.25	68.25
17	70.50	69.00	62.88	61.75	70.00	69.00
18	69.75	69.25	63.00	62.13	69.50	68.50
21	69.88	69.25	63.50	61.50	69.50	68.50
22	69.38	69.00	62.63	61.50	69.75	68.75
23	68.50	68.00	61.63	61.00	69.13	68.13
24	68.38	67.50	61.38	60.00	68.25	67.25
25	68.00	67.00	60.25	59.25	68.00	67.00
28	67.50	67.00	59.63	59.38	68.25	67.25
29	68.00	67.38	60.25	59.00	68.00	67.13
30	69.00	67.75	61.50	59.50	70.00	68.25

* Reuters quotations.

Volume and Structure of Government Securities Secondary Market Transactions in June

1. Volume of transactions in government securities denominated in levs (billion BGL nominal value)	352.78
- repo agreements*	291.11
- outright sales	61.67
- privatization transactions	-
2. Volume of transactions in government securities denominated in US dollars and Euro (lev equivalent, billion BGL)	164.86
- repo agreements*	21.85
- outright sales	142.62
- privatization transactions	0.39
3. Number of secondary market transactions	387
- repo agreements**	203
- outright sales	133
- privatization transactions	51
4. Average term of secondary market repo agreements (days)	6.53
5. Average monthly yield (simple interest) on secondary market repo agreements depending on the term (%)	
1 day	0.25
from 2 to 3 days	0.24
from 4 to 7 days	0.27
up to 1 month	0.32

* *Volume of reverse repo agreements excluded.*

** *Number of reverse repo agreements excluded.*

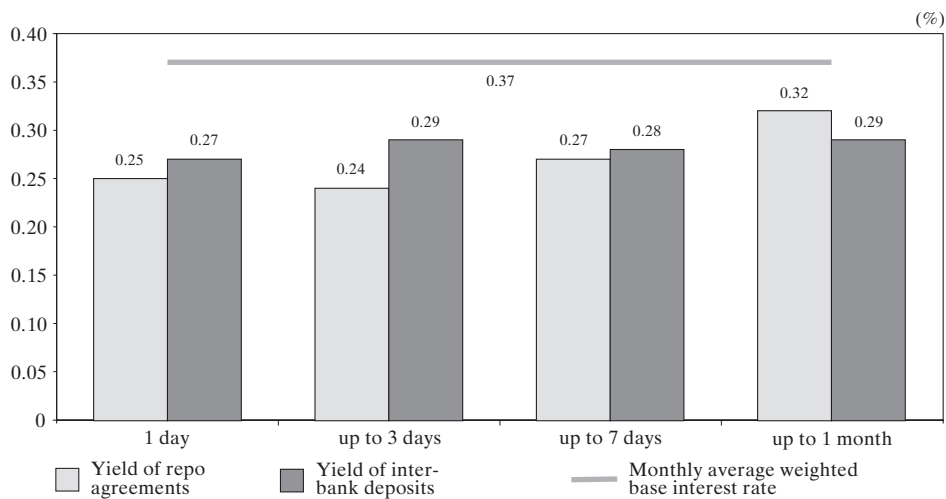
market was uneven (Chart 5). The high was on 15 June 1999, when banks renegotiated their repo agreements. On the same date interest rates on interbank deposits also rose due to increased demand for funds by commercial banks. The volume of traded deposits hit a low on 21 June due to injection of liquidity into banks related to government securities interest and maturities.

In June the yield of repo agreements reflected insignificant changes in the base interest rate; June saw a decrease in the average term (in terms of days) and a significant increase in the volume of outright transactions in government securities. The yield of repo agreements in gov-

ernment securities of up to one-month maturity was higher than the yield of interbank deposits of the same maturity, while the yield of repo agreements in government securities of one, three and seven days was lower than the yield of interbank deposits (Chart 6). June saw a significantly increased activity in the interbank secondary market, particularly strong in the first half of June due to acquisition of new issues and regulation of minimum required reserves with the BNB. Due to forthcoming redenomination of the Bulgarian lev, traded volumes decreased in the second half of the period under review.

Chart 6

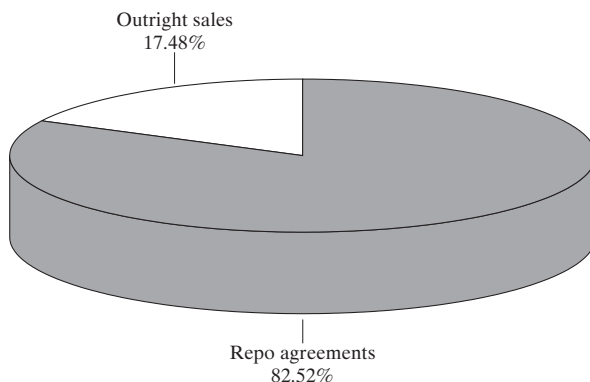
Yield of Repo Agreements in Government Securities and Interest Rate on Interbank Deposits on a Monthly Basis (June)



Source: BNB.

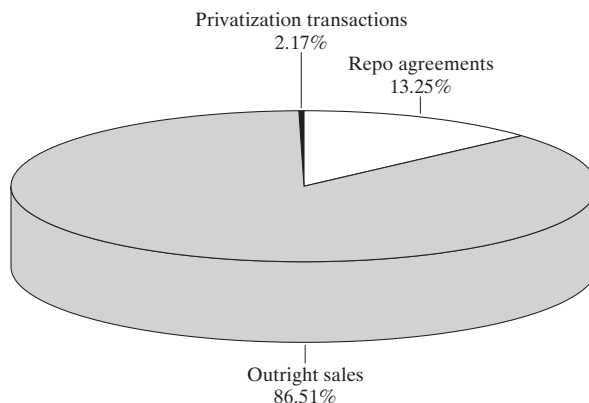
Chart 7

Structure of Secondary Market Transactions in Lev-denominated Government Securities in June



Source: BNB.

Structure of Secondary Market Transactions in USD-denominated Government Securities in June



Source: BNB.

Volume and Yield of Deposits in the Interbank Market and Repo Agreements in Government Securities

	1 day		from 2 to 3 days		from 4 to 7 days		from 8 to 30 days		over 30 days		Total
	Volume	Yield	Volume	Yield	Volume	Yield	Volume	Yield	Volume	Yield	Volume
1.06.1999											
Deposits	15 850	2.21	5 500	2.64	3 200	3.08	2 244	3.43			26 794
Repo agreements	13 617	2.64	6 056	2.69			2 871	3.45	500	3.55	23 044
2.06.1999											
Deposits	6 500	2.31			4 446	2.77	4 000	3.48	800	3.55	15 746
Repo agreements	22 721	2.61			5 000	2.94	1 874	3.65			29 595
3.06.1999											
Deposits	6 850	1.83			4 140	2.84	200	3.20	200	3.55	11 390
Repo agreements							500	3.36			500
4.06.1999											
Deposits	50	2.20	14 100	2.14	7 189	2.75	1 000	3.10			22 339
Repo agreements			16 960	2.61	2 040	2.53					19 000
7.06.1999											
Deposits	15 025	2.29	3 100	2.39	3 270	2.98	1 500	3.27	1 500	3.70	24 395
Repo agreements	7 405	2.57	3 139	2.64	3 004	2.84	3 000	2.62	410	4.00	16 958
8.06.1999											
Deposits	10 900	1.86	3 900	2.33	4 050	2.81	6 052	2.91	1 000	1.40	25 902
Repo agreements	3 000	2.53	4 140	2.53	2 000	2.94			885	3.98	10 025
9.06.1999											
Deposits	23 301	2.42	4 100	2.45	3 600	2.73	2 674	3.15			33 675
Repo agreements	6 000	2.59	2 000	2.58	10 612	2.89	4 946	3.31			23 558

(continued)

(continued)

	1 day		from 2 to 3 days		from 4 to 7 days		from 8 to 30 days		over 30 days		Total
	Volume	Yield	Volume	Yield	Volume	Yield	Volume	Yield	Volume	Yield	Volume
10.06.1999											
Deposits	11 240	2.06			7 190	2.84	650	3.30			19 080
Repo agreements	5 599	2.64			3 100	2.67	3 669	3.26	900	3.92	13 268
11.06.1999											
Deposits			12 150	2.67	10 700	3.03	2 801	2.66	2 000	3.25	27 651
Repo agreements			20 805	2.69	10 075	2.80	490	3.45			31 370
14.06.1999											
Deposits	9 800	2.60			5 820	2.91	5 260	3.53			20 880
Repo agreements	17 305	2.65					3 000	3.35	300	4.00	20 605
15.06.1999											
Deposits	14 170	2.78	10 000	2.85	5 550	3.03	7 000	3.30			36 720
Repo agreements	10 175	2.71	13 710	2.74	4 700	3.06	7 000	3.13			35 585
16.06.1999											
Deposits	15 176	2.79	4 500	3.02	2 200	3.03					21 876
Repo agreements	6 023	2.84	7 729	2.91	505	3.55	1 000	3.35			15 257
17.06.1999											
Deposits	8 104	3.29			5 526	3.44	2 584	3.42	1 588	3.90	17 802
Repo agreements	12 787	2.90			1 876	3.18	657	3.45			15 320
18.06.1999											
Deposits			18 023	3.65	6 989	3.28	560	3.60			25 572
Repo agreements			2 112	3.44	2 116	3.86	1 950	3.46			6 178
21.06.1999											
Deposits	12 460	3.85	1 000	4.50	3 520	4.43	1 400	3.90			18 380
Repo agreements					300	3.55					300
22.06.1999											
Deposits	12 770	3.96	700	4.50	4 500	2.67	1 250	3.90	450	6.20	19 670
Repo agreements	2 300	4.56	3 000	3.89							5 300
23.06.1999											
Deposits	6 790	4.35	4 200	4.61	2 770	4.72					13 760
Repo agreements	3 812	4.56	2 000	4.06	2 600	4.45	39	5.07			8 451
24.06.1999											
Deposits	6 727	4.36			7 141	4.69	290	4.80			14 158
Repo agreements	5 010	4.52			3 315	4.59	304	5.39			8 629
25.06.1999											
Deposits			11 067	4.68	6 500	4.44	400	5.00			17 967
Repo agreements			2 500	4.79	200	4.56	2 600	4.72			5 300
28.06.1999											
Deposits	17 720	4.34	5 000	4.94	7 120	3.85	2 555	5.00	400	2.00	32 795
Repo agreements			1 500	4.36	312	4.56	3 650	4.64			5 462
29.06.1999											
Deposits	18 594	4.25	7 500	4.67			600	3.50			26 694
Repo agreements	3 054	4.89	210	5.07	1 200	5.25	2 321	5.15			6 785
30.06.1999											
Deposits	21 290	4.75	5 600	5.44	4 779	5.34	1 770	5.13			33 439
Repo agreements	4 060	5.14			2 829	5.19	5 500	5.21			12 389

Notes: 1. Volumes of transactions and deposits in million BGL.

2. The volume of repo agreements includes the agreements concluded during the current day.

3. Yield is calculated on an annual basis.

4. Lev equivalent of the transactions in USD-denominated government securities based on the USD exchange rate on the day of transaction.

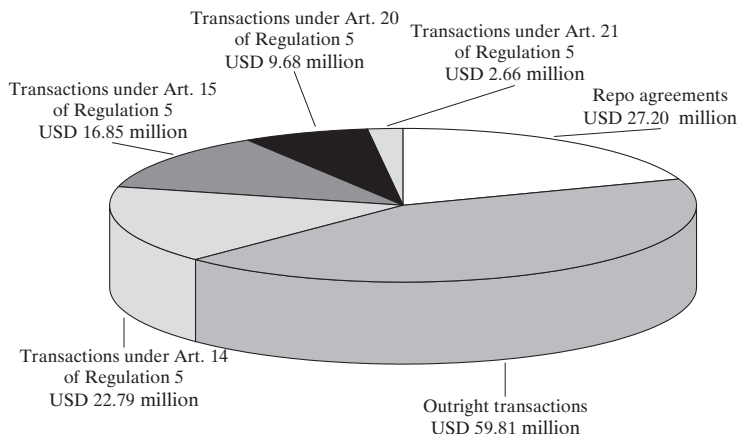
Volume of Government Securities Transactions in the Secondary Market and Transactions in Securities in the Bulgarian Stock Exchange

(thousand BGL)

Date June	Repo agreements	Outright transactions	Regulation No. 5 of 1998				Transactions in government securities, total	Transactions in securities in the Bulgarian Stock Exchange		
			Art. 14	Art. 15	Art. 20	Art. 21		Stock exchange market	OTC market	Total
1	41 538 734	-	481 088	1 701 032	-	-	43 720 854	12 000	47 000	59 000
2	62 289 898	1 000 000	7 147 589	3 718 990	815 398	-	74 971 875	3 000	84 000	87 000
3	25 294 157	2 000 000	4 200 018	16 374 451	657 390	-	48 526 016	7 000	66 000	73 000
4	35 896 000	5 466 126	4 300 000	864 195	-	-	46 526 321	15 000	54 000	69 000
7	34 566 760	7 664 856	5 851 240	1 171 066	-	12 893	49 266 815	3 000	88 000	91 000
8	21 464 000	8 235 512	3 123 716	10 078 515	-	663 572	43 565 315	2 000	57 000	59 000
9	34 436 018	4 644 441	11 495 306	8 203 524	-	-	58 779 289	1 000	117 000	118 000
10	26 868 000	1 629 712	9 831 547	1 647 601	450 578	-	40 427 438	8 000	48 000	56 000
11	44 513 000	7 449 175	6 311 846	4 396 524	-	175 350	62 845 895	19 000	69 000	88 000
14	47 210 000	2 495 997	-	6 309 428	-	59 194	56 074 619	5 000	31 000	36 000
15	67 821 939	2 061 333	4 178 884	1 063 477	1 873 939	-	76 999 572	3 000	29 000	32 000
16	35 026 000	51 807 888	6 861 527	13 195 929	-	-	106 891 344	4 000	314 000	318 000
17	37 294 528	90 094 991	2 325 302	48 488 418	5 299 713	742 629	184 245 581	9 000	45 000	54 000
18	29 595 633	1 155 059	1 400 000	9 382 712	3 783 037	-	45 316 441	7 000	169 000	176 000
21	7 553 000	3 890 000	8 133 525	11 052 802	1 882 778	1 009 357	33 521 462	13 000	127 000	140 000
22	12 216 281	4 852 378	3 324 543	2 589 065	-	-	22 982 266	21 000	11 000	32 000
23	18 192 398	7 982 802	10 057 741	6 976 527	-	967 200	44 176 668	4 000	620 000	624 000
24	16 349 700	7 274 438	13 005 501	6 138 713	3 424 605	1 575 318	47 768 274	2 000	236 000	238 000
25	16 510 000	784 337	6 025 851	9 060 715	1 895 001	22 047	34 297 950	20 000	968 000	988 000
28	13 976 700	5 464 789	3 031 962	5 218 311	-	-	27 691 762	16 000	1 198 000	1 214 000
29	10 315 400	2 321 000	1 130 400	11 017 018	-	22 047	24 805 865	10 000	13 000	23 000
30	21 282 900	2 800 400	5 030 400	1 910 386	-	324 543	31 348 629	109 000	156 000	265 000
Total	660 211 045	221 075 234	117 247 984	180 559 398	20 082 438	5 574 151	1 204 750 251	293 000	4 547 000	4 840 000

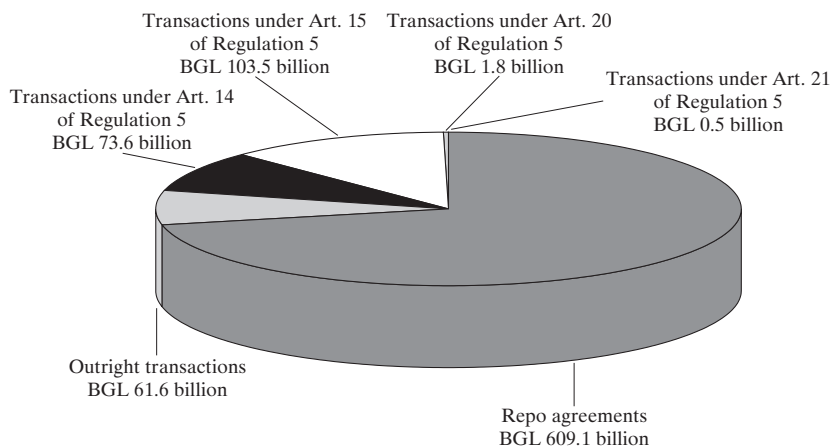
- Notes:**
1. The amount of the bids approved for participation in government securities auctions on behalf of nonprimary dealers of BGL 5,020,000 thousand is included.
 2. The amount of approved competitive and noncompetitive bids on behalf of companies and individuals of BGL 6,271,725 thousand is included.
 3. The volume of repo agreements includes reverse repo agreements and repo agreements concluded during the current day.
 4. Transactions in USD-denominated government securities are in levs at the US dollar exchange rate quoted by the BNB on the day of transaction.
 5. Banking Department data on the volume of transactions in the Bulgarian Stock Exchange.

Volume of Secondary Market Transactions in Government Securities Issued for Structural Reform in June



Source: BNB.

Volume of Secondary Market Transactions in Government Securities Issued for Budget Deficit Financing in June



Source: BNB.

Outstanding Government Securities

Discount Treasury Bills

Issue No.	BG3015698007	BG3015898003	BG3016098009	BG3016698006	BG3017098008	BG3017498000	BG3017898001	BG3018498009
Issue date	8.07.1998	15.07.1998	22.07.1998	12.08.1998	26.08.1998	9.09.1998	23.09.1998	14.10.1998
Maturity date	7.07.1999	14.07.1999	21.07.1999	11.08.1999	25.08.1999	8.09.1999	22.09.1999	13.10.1999
Nominal value of the offer (million BGL)	20 000.00	15 000.00	20 000.00	15000.00	15000.00	15 000.00	15 000.00	17 000.00
Total nominal value of the bids received (million BGL)	47 810.00	35 650.00	31 960.00	40419.50	25250.00	18 365.00	16 055.00	11 865.00
Total nominal value of the bids approved (million BGL)	20 000.00	15 000.00	20 000.00	15000.00	15000.00	15 000.00	15 000.00	11 865.00
Average price of the bids approved per BGL 100 (%)	93.64	93.66	93.64	93.66	93.67	93.67	93.66	93.65
Average discount per BGL 100 (%)	6.36	6.34	6.36	6.34	6.33	6.33	6.34	6.35
Average annual yield (%)	6.81	6.79	6.81	6.79	6.78	6.78	6.79	6.8
Effective annual yield (%)	6.81	6.79	6.81	6.79	6.78	6.78	6.79	6.8
Coverage coefficient	2.39	2.38	1.60	2.69	1.68	1.22	1.07	0.70

(continued)

(continued)

Issue No.	BG3018898000	BG3019298002	BG3019698003	BG3020098003	BG3020498005	BG3010199001	BG3010499005	BG3010799008
Issue date	28.10.1998	11.11.1998	25.11.1998	9.12.1998	23.12.1998	6.01.1999	20.01.1999	3.02.1999
Maturity date	27.10.1999	10.11.1999	24.11.1999	08.12.1999	22.12.1999	5.01.2000	19.01.2000	2.02.2000
Nominal value of the offer (million BGL)	15 000.00	10 000.00	10 000.00	10 000.00	10 000.00	25 000.00	25 000.00	20 000.00
Total nominal value of the bids received (million BGL)	10 250.00	23 395.50	28 175.00	33 914.00	19 850.00	32 577.60	36 670.00	37 350.00
Total nominal value of the bids approved (million BGL)	10 250.00	10 000.00	10 000.00	10 000.00	10 000.00	25 000.00	25 000.00	20 000.00
Average price of the bids approved per BGL 100 (%)	93.21	93.45	93.62	93.93	94.04	93.75	93.68	93.76
Average discount per BGL 100 (%)	6.79	6.55	6.38	6.07	5.96	6.25	6.32	6.24
Average annual yield (%)	7.3	7.03	6.83	6.48	6.36	6.68	6.76	6.66
Effective annual yield (%)	7.31	7.03	6.83	6.48	6.36	6.69	6.77	6.67
Coverage coefficient	0.68	2.34	2.82	3.39	1.99	1.30	1.47	1.87

(continued)

(continued)

	BG3011099002	BG3011399006	BG3011699009	BG3011999003	BG3012099001	BG3012199009	BG3012299007	BG3012399005
Issue No.								
Issue date	17.02.1999	4.03.1999	17.03.1999	31.03.1999	7.04.1999	7.04.1999	14.04.1999	21.04.1999
Maturity date	16.02.2000	2.03.2000	15.03.2000	29.09.1999	7.07.1999	5.04.2000	14.07.1999	21.07.1999
Nominal value of the offer (million BGL)	15 000.00	15 000.00	15 000.00	10 000.00	5 000.00	15 000.00	5 000.00	5 000.00
Total nominal value of the bids received (million BGL)	34 036.70	43 240.00	31 790.00	27 830.00	12 839.00	42 960.00	12 703.00	11 577.50
Total nominal value of the bids approved (million BGL)	15 000.00	15 000.00	15 000.00	10 000.00	5 000.00	15 000.00	5 000.00	5 000.00
Average price of the bids approved per BGL 100 (%)	93.91	94.03	94.09	97.54	98.83	94.32	98.84	98.85
Average discount per BGL 100 (%)	6.09	5.97	5.91	2.46	1.17	5.68	1.16	1.15
Average annual yield (%)	6.50	6.37	6.30	5.06	4.75	6.04	4.71	4.67
Effective annual yield (%)	6.50	6.37	6.30	5.12	4.83	6.04	4.79	4.75
Coverage coefficient	2.27	2.88	2.12	2.78	2.57	2.86	2.54	2.32

(continued)

(continued)

Issue No.	BG3012499003	BG3012599000	BG3012699008	BG3012799006	BG3012899004	BG3012999002	BG3013099000	BG3013199008
Issue date	21.04.1999	28.04.1999	5.05.1999	5.05.1999	12.05.1999	19.05.1999	19.05.1999	26.05.1999
Maturity date	19.04.2000	28.07.1999	4.08.1999	3.05.2000	11.08.1999	18.08.1999	17.05.2000	25.08.1999
Nominal value of the offer (million BGL)	15 000.00	5 000.00	5 000.00	10 000.00	5 000.00	5 000.00	10 000.00	5 000.00
Total nominal value of the bids received (million BGL)	42 660.50	11 500.00	8 737.00	28 000.00	8 746.30	7 850.00	17 250.00	8 614.20
Total nominal value of the bids approved (million BGL)	15 000.00	5 000.00	5 000.00	10 000.00	5 000.00	5 000.00	10 000.00	5 000.00
Average price of the bids approved per BGL 100 (%)	94.54	98.86	98.88	94.82	98.89	98.90	94.94	98.91
Average discount per BGL 100 (%)	5.46	1.14	1.12	5.18	1.11	1.10	5.06	1.09
Average annual yield (%)	5.79	4.63	4.54	5.48	4.50	4.46	5.34	4.42
Effective annual yield (%)	5.79	4.71	4.62	5.48	4.58	4.54	5.34	4.49
Coverage coefficient	2.84	2.30	1.75	2.80	1.75	1.57	1.73	1.72

(continued)

(continued)

Issue No.	BG3013299006	BG301339004	BG3013499002	BG3013599009	BG3013699007	BG3013899003	BG3013999001	BG3014099009
Issue date	2.06.1999	2.06.1999	9.06.1999	16.06.1999	16.06.1999	23.06.1999	30.06.1999	30.06.1999
Maturity date	1.09.1999	31.05.2000	8.09.1999	15.09.1999	14.06.2000	22.09.1999	29.09.1999	29.12.1999
Nominal value of the offer (million BGL)	5 000.00	10 000.00	5 000.00	5 000.00	10 000.00	5 000.00	4 000.00	10 000.00
Total nominal value of the bids received (million BGL)	8 943.30	11 125.00	8 791.00	6 750.00	14 120.00	4 050.00	3 365.00	8 070.00
Total nominal value of the bids approved (million BGL)	5 000.00	10 000.00	5 000.00	5 000.00	10 000.00	4 050.00	3 250.00	8 070.00
Average price of the bids approved per BGL 100 (%)	98.91	94.85	98.91	98.91	94.69	98.89	98.83	97.28
Average discount per BGL 100 (%)	1.09	5.15	1.09	1.09	5.31	1.11	1.17	2.72
Average annual yield (%)	4.42	5.44	4.42	4.42	5.62	4.50	4.75	5.61
Effective annual yield (%)	4.49	5.44	4.49	4.49	5.62	4.58	4.83	5.69
Coverage coefficient	1.79	1.11	1.76	1.35	1.41	0.81	0.84	0.81

Source: MF.

Outstanding Government Securities

Treasury Bonds

Issue No./Date	11/30.01.1995	23/02.03.1995	49/04.05.1995	200/31.05.1995	72/20.07.1995	85/14.09.1995	106/30.11.1995	113/28.12.1995
Maturity date	30.01.2004	2.03.2000	27.04.2000	21.05.2002	13.07.2000	7.09.2000	23.11.2000	21.12.2000
Nominal value of the offer (million BGL)	25.00	500.00	1 000.00	9 320.25	2 982.00	2 000.00	800.00	1 016.80
Total nominal value of the bids received (million BGL)	25.00	400.00	1 000.00	9 320.25	2 982.00	960.00	220.00	1 016.80
Total nominal value of the bids approved (million BGL)	25.00	400.00	1 000.00	9 320.25	2 982.00	960.00	220.00	1 016.80
Average price of the bids approved per BGL 100 (%)	100.00	100.00	98.00	100.00	96.43	93.81	92.86	92.34
Average discount per BGL 100 (%)	-	-	2.00	-	3.57	6.19	7.14	7.66
Interest rate	BIR	BIR	BIR	BIR	BIR	BIR	BIR	BIR
Coverage coefficient	1.00	0.80	1.00	1.00	1.00	0.48	0.28	1.00

(continued)

(continued)

Issue No.	BG2030396126	BG2031096121	BG2033297123	BG2034797121	BG2041097028	BG2042397112	BG2043397111	BG2044097116
Issue date	29.02.1996	30.05.1996	09.05.1997	16.05.1997	17.07.1997	28.08.1997	25.09.1997	16.10.1997
Maturity date	28.02.2001	23.05.2001	05.05.2000	10.05.2002	13.07.2000	26.08.1999	23.09.1999	14.10.1999
Nominal value of the offer (million BGL)	1 000.00	800.00	35 000.00	20 000.00	35 000.00	5 000.00	3 000.00	3 000.00
Total nominal value of the bids received (million BGL)	200.00	800.00	30 910.00	20 000.00	54 150.00	12 325.00	5 150.00	7 975.00
Total nominal value of the bids approved (million BGL)	50.00	800.00	30 000.00	20 000.00	35 000.00	3 250.00	3 000.00	3 000.00
Average price of the bids approved per BGL 100 (%)	91.50	100.00	100.00	100.00	97.75	97.03	97.10	97.70
Average discount per BGL 100 (%)	8.50	-	0.00	0.00	2.25	2.97	2.90	2.30
Interest rate	BIR	BIR+7	BIR+4	BIR+4	BIR	BIR	BIR	BIR
Coverage coefficient	0.20	1.00	0.88	1.00	1.55	2.47	1.72	2.66

(continued)

(continued)

Issue No.	BG2044697113	BG2045397127	BG2045997124	BG2046497124	BG2030098128	BG2030198110	BG2030298116	BG2030398114
Issue date	30.10.1997	20.11.1997	04.12.1997	18.12.1997	15.01.1998	29.01.1998	12.02.1998	05.03.1998
Maturity date	28.10.1999	18.11.1999	02.12.1999	16.12.1999	13.01.2000	27.01.2000	10.02.2000	02.03.2000
Nominal value of the offer (million BGL)	5 000.00	5 000.00	2 500.00	2 000.00	5 000.00	5 000.00	5 000.00	5 000.00
Total nominal value of the bids received (million BGL)	3 050.00	3 950.00	2 480.00	6 880.00	17 425.00	16 360.00	13 320.00	10 620.00
Total nominal value of the bids approved (million BGL)	3 050.00	1 350.00	2 480.00	2 000.00	5 000.00	5 000.00	5 000.00	5 000.00
Average price of the bids approved per BGL 100 (%)	96.05	96.66	94.58	94.16	94.88	95.86	96.11	95.54
Average discount per BGL 100 (%)	3.95	3.34	5.42	5.84	5.12	4.14	3.89	4.46
Interest rate	6.50	(x+1).182/365 ¹	(x+1).182/365 ¹	(x+1).182/365 ¹	(x+1).182/365 ¹	8.00	8.00	7.50
Coverage coefficient	0.61	0.79	0.99	3.44	3.49	3.27	2.66	2.12

¹ x – annual yield of 6-month government securities at the auction preceding the interest period.

(continued)

(continued)

	BG2030498112	BG2030598119	BG2030698117	BG2030798115	BG2030898113	BG2030998111	BG2031098119	BG2031198117
Issue No.								
Issue date	19.03.1998	02.04.1998	16.04.1998	30.04.1998	14.05.1998	28.05.1998	18.06.1998	02.07.1998
Maturity date	16.03.2000	30.03.2000	13.04.2000	24.04.2003	11.05.2000	22.05.2003	15.06.2000	26.06.2003
Nominal value of the offer (million BGL)	5 000.00	5 000.00	5 000.00	1 000.00	5 000.00	2 000.00	5 000.00	2 000.00
Total nominal value of the bids received (million BGL)	7 970.00	8540.00	14 565.00	3 605.00	14 041.00	3 440.00	7 825.00	2 070.00
Total nominal value of the bids approved (million BGL)	5 000.00	5 000.00	5 000.00	1 000.00	5 000.00	2 000.00	5 000.00	2 000.00
Average price of the bids approved per BGL 100 (%)	95.46	94.97	94.43	87.14	95.47	84.78	93.53	76.20
Average discount per BGL 100 (%)	4.54	5.03	5.57	12.86	4.53	15.22	6.47	23.80
Interest rate	7.50	7.50	7.00	8.00	7.00	8.00	6.00	7.00
Coverage coefficient	1.59	1.71	2.91	3.61	2.81	1.72	1.57	1.04

(continued)

(continued)

Issue No.	BG2031298115	BG2031398113	BG2031498111	BG2031598118	BG2031698116	BG2031798114	BG2031898112	BG2031998110
Issue date	16.07.1998	30.07.1998	20.08.1998	03.09.1998	17.09.1998	01.10.1998	15.10.1998	29.10.1998
Maturity date	13.07.2000	26.07.2001	17.08.2000	30.08.2001	14.09.2000	27.09.2001	12.10.2000	25.10.2001
Nominal value of the offer (million BGL)	5 000.00	1 000.00	5 000.00	1 000.00	5 000.00	1 500.00	5 000.00	1 500.00
Total nominal value of the bids received (million BGL)	6 450.00	2 750.00	11 450.00	1 400.00	6 640.00	1 155.00	7 900.00	700.00
Total nominal value of the bids approved (million BGL)	5 000.00	1 000.00	5 000.00	1 000.00	5 000.00	1 055.00	5 000.00	250.00
Average price of the bids approved per BGL 100 (%)	92.70	89.60	92.97	87.85	92.45	86.89	91.71	83.48
Average discount per BGL 100 (%)	7.30	10.40	7.03	12.15	7.55	13.11	8.29	16.52
Interest rate	6.00	7.00	6.00	6.50	6.00	6.50	6.00	6.50
Coverage coefficient	1.29	2.75	2.29	1.40	1.33	0.77	1.58	0.47

(continued)

(continued)

Issue No.	BG2032098118	BG2032198116	BG2032298114	BG2030099118	BG2030199116	BG2030299114	BG2030399112	BG2030499110
Issue date	19.11.1998	03.12.1998	17.12.1998	13.01.1999	27.01.1999	10.02.1999	24.02.1999	10.03.1999
Maturity date	16.11.2000	29.11.2001	14.12.2000	10.01.2001	24.01.2001	07.02.2001	21.02.2001	07.03.2001
Nominal value of the offer (million BGL)	1 000.00	500.00	1 000.00	5 000.00	8 000.00	10 000.00	15 000.00	15 000.00
Total nominal value of the bids received (million BGL)	3 700.00	1 250.00	2 647.02	13 053.00	20 849.60	24 021.03	30 397.50	48 340.00
Total nominal value of the bids approved (million BGL)	1 000.00	500.00	1 000.00	5 000.00	8 000.00	10 000.00	15 000.00	15 000.00
Average price of the bids approved per BGL 100 (%)	93.32	95.55	99.82	99.60	99.38	99.66	99.74	99.91
Average discount per BGL 100 (%)	6.68	4.45	0.18	0.40	0.62	0.34	0.26	0.09
Interest rate	6.50	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Coverage coefficient	3.70	2.50	2.65	2.61	2.61	2.40	2.03	3.22

(continued)

(continued)

Issue No.	BG2030599117	BG2030699115	BG2030799113	BG2030899111	BG2030999119	BG2031099117	BG2031299113	BG2031399111	BG2031699114
Issue date	24.03.1999	31.03.1999	14.4.1999	28.4.1999	29.4.1999	12.05.1999	26.05.1999	09.06.1999	23.06.1999
Maturity date	21.03.2001	24.03.2004	11.04.2001	25.04.2001	22.04.2004	9.05.2001	23.05.2001	6.06.2001	20.06.2001
Nominal value of the offer (million BGL)	15 000.00	2 000.00	15 000.00	20 000.00	1 190.00	20 000.00	20 000.00	20 000.00	15 000.00
Total nominal value of the bids received (million BGL)	39 280.00	2 795.00	47 594.30	42 870.00	1 190.00	25 720.00	25 827.40	15 965.00	11 220.00
Total nominal value of the bids approved (million BGL)	15 000.00	2 000.00	15 000.00	20 000.00	1 190.00	20 000.00	20 000.00	15 965.00	11 220.00
Average price of the bids approved per BGL 100 (%)	100.05	86.35	100.84	99.88	78.39	99.98	98.98	97.18	93.55
Average discount per BGL 100 (%)	-0.05	13.65	-0.84	0.12	21.61	0.02	1.02	2.82	6.45
Interest rate	9.00	9.00	9.00	8.00	9.00	8.00	8.00	8.00	8.00
Coverage coefficient	2.62	1.40	3.17	2.14	1.00	1.29	1.29	0.80	0.75

Source: MF.

Government Securities Issued for Structural Reform

Guaranty Government Securities

Lev Guaranty Government Securities

Issue No.	BG2040296225	BG2040396223	BG2040596228	BG2044397227	BG2047397224	BG2047597229	BG2047497222	BG2047697227
Issue date	05.06.1996	12.06.1996	27.06.1996	18.08.1997	22.10.1997	22.10.1997	27.10.1997	05.11.1997
Maturity date	28.05.2003	04.06.2003	19.06.2003	09.08.2004	13.10.2004	13.10.2004	18.10.2004	27.10.2004
Principal (million BGL)	3 428.57	3 622.12	453.18	25 355.82	2 796.63	9 111.74	8 078.71	12 419.73
Interest rate	BIR	BIR	BIR	BIR	BIR	BIR	BIR	BIR
Interest payments	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual
Repayments	equal annual	equal annual	equal annual	equal annual	equal annual	equal annual	equal annual	equal annual
Maturity (in years)	7	7	7	7	7	7	7	7

Issue No.	BG2040098225	BG2040298221	BG2040398229
Issue date	29.01.1998	12.02.1998	10.03.1998
Maturity date	20.01.2005	03.02.2005	01.03.2005
Principal (million BGL)	2 936.32	2 741.11	116.06
Interest rate	BIR	BIR	BIR
Interest payments	semiannual	semiannual	semiannual
Repayments	equal annual	equal annual	equal annual
Maturity (in years)	7	7	7

(continued)

(continued)

Foreign Currency Guaranty Government Securities

Issue No.	BG2040097110	BG2040198116	BG2040297116	BG2040397114	BG2045697112	BG2047297119	BG2047797118	BG2047897116
Issue date	02.05.1997	29.01.1998	21.10.1997	21.10.1997	15.08.1997	18.08.1997	24.10.1997	05.11.1997
Maturity date	28.04.2000	25.01.2001	17.10.2000	17.10.2000	11.08.2000	14.08.2000	20.10.2000	01.11.2000
Principal (million USD)	8.86	0.51	1.44	0.66	2.04	49.57	23.33	5.34
Interest rate	LIBOR+2	LIBOR+2	LIBOR+2	LIBOR+2	LIBOR+2	LIBOR+2	LIBOR+2	LIBOR+2
Interest payments	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual
Repayments	one-off at maturity	one-off at maturity	one-off at maturity	one-off at maturity	one-off at maturity	one-off at maturity	one-off at maturity	one-off at maturity
Maturity (in years)	3	3	3	3	3	3	3	3

Issue No.	BG2040498110	BG2040598117	BG2040698115
Issue date	13.02.1998	13.03.1998	11.05.1998
Maturity date	09.02.2001	06.03.2001	07.05.2001
Principal (million USD)	3.13	0.05	1.01
Interest rate	LIBOR+2	LIBOR+2	LIBOR+2
Interest payments	semiannual	semiannual	semiannual
Repayments	one-off at maturity	one-off at maturity	one-off at maturity
Maturity (in years)	3	3	3

LIBOR – average six-month LIBOR (London Interbank Offered Rate) quoted by the Reuters for the preceding interest period.
STRIPS – Separate Trading of Registered Interest and Principal of Securities.

In compliance with Article 8 and Article 9, para. 1, items 1 and 2 of the LSPDACB, the Ministry of Finance issues lev and foreign currency guaranty government securities. These are issued under the following conditions:

- in lev – 7-year redemption term; interest – BIR for the respective period, payable semiannually; redemption schedule – equal annual installments.
 - in US dollars – 3-year redemption term; interest – six-month LIBOR plus 2 percent, payable semiannually; redemption schedule – one-off at end-period; transferable only between commercial banks based in this country. Interest coupons are separated from the principal and are freely transferable, provided that the MF and the BNB approve a STRIPS program for the banks applying to trade in interest coupon derivative financial instruments, to be registered in BNB Government Securities Depository.
- The Law on Bank Deposit Guaranty (published in the State Gazette, issue 29 of 1998) repeals the Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Petitioned the Institution of Bankruptcy Proceedings. The repealed law is applicable to deposits and accounts with banks which had been declared insolvent before the enforcement of the Law on Bank Deposit Guaranty, as well as to the special fund for state protection of deposits and accounts and guaranty government securities service.

Source: MF.

Government Securities Issued to Settle Nonperforming Credits of State-owned Companies to Banks

Legal regulation	CMD 244/91	CMD 186/93	Art. 4 ZUNK/93	Art. 5 ZUNK/93	CMD 3/94	CMD 89/95
Issue No./Date	95/01.01.1992	99/01.07.1993	98/01.10.1993	97/01.01.1994	96/01.12.1993	200/31.05.1995
Maturity date	01.01.2011	01.07.2017	01.10.2018	01.01.2019	01.12.2018	21.05.2002
Maturity (years)	19	24	25	25	25	7
Grace period (years)	4	4	5	5	5	4
Redemption term (years)	15	20	20	20	20	3
Repayments	15 equal annual installments	20 equal annual installments	20 equal annual installments	20 equal annual installments	20 equal annual installments	6 equal semiannual installments
Principal (million)	3302.08 (BGL)	2429.78 (BGL)	8787.98 (BGL)	634.89 (USD)	931.34 BGL)	9320.28 (BGL)
Interest payments	semiannual	semiannual	semiannual	semiannual	annual	semiannual
1999 interest	BIR+1	2/3 BIR	2/3 BIR	LIBOR*	2/3 BIR	BIR

* Six-month LIBOR for the US dollar in the respective period.

Principals are based on actual data as of 30 June 1999.

Long-term government bonds transferred on the MF account with the BNB are included in the debt amount under ZUNK.

Pursuant to CM Decree No. 221 of 1995 holders of long-term government bonds issued under ZUNK, CM Decrees No. 244 of 1991, No. 186 of 1993, No. 3 of 1994 may be used as legal tender in privatization transactions.

Pursuant to CM Decree No. 22 of 1995, long-term government bonds issued under ZUNK may be used to repay obligations of state-owned enterprises, firms and commercial companies to the government, transformed under Article 10 of ZUNK. In meeting these obligations, long-term government bonds are valued at their nominal for the bonds denominated in US dollars, and 80% for those denominated in levs.

Source: MF.

SALES OF GOVERNMENT SECURITIES TO NONBANK FINANCIAL INSTITUTIONS, COMPANIES AND INDIVIDUALS

Sales of Government Securities Issued under Regulation No. 5 and Target Issues

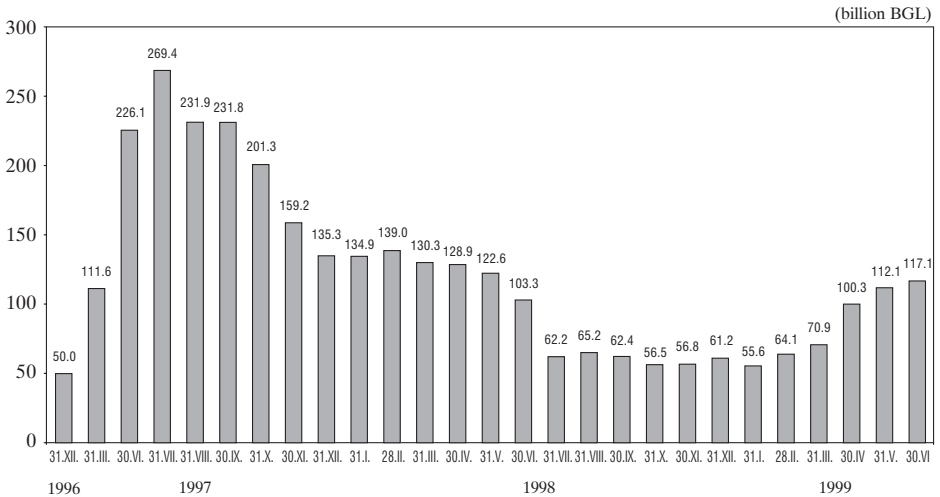
The volume of government securities sales for budget deficit financing increased in June. As of 30 June 1999 government securities (issued under Regulation No. 5) held by individuals, companies and nonbank financial institutions totaled BGL 117,119 million (Chart 11), an increase of BGL 4,969 million, or 4.43%, on the previous month. Target government securities earmarked for sale

to physical persons accounted for BGL 16,567 million (Chart 12), an increase of BGL 1,162 million, or 7.54%, on May.

In June sales of government securities issued under Regulation No. 5 included three-month treasury bills of BGL 5,516.7 million, six-month treasury bills of BGL 370 million, one-year of BGL 1,739.5 million, and two-year treasury bonds of BGL 1,915 million. Three-month treasury bills occupied the largest share in total government securities sales in June, 57.82%.

Chart 11

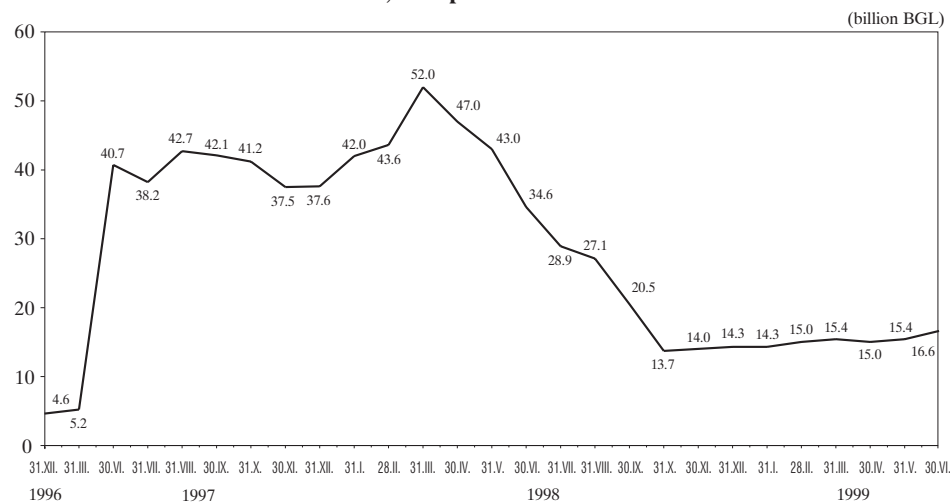
Net Sales of Government Securities Issued under Regulation No. 5 to Nonbank Financial Institutions, Companies and Individuals



Note: Preliminary data for June 1999.

Source: BNB.

Net Sales of Government Securities from Target Issues to Nonbank Financial Institutions, Companies and Individuals



Notes: 1. Preliminary data for June 1999.
2. Target issues dated 23 June 1999 excluded.

Source: BNB.

Target Issues of Government Securities Earmarked for Physical Persons

Between 26 May and 29 June 1999¹ the MF offered for sale nine issues of government securities earmarked for physical persons under the following conditions:

- Three issues of six-month target discount government treasury bills yielding 5.9% annually. Their average weighted monthly yield is 0.49% (Chart 13). No repurchases are effected by the clients

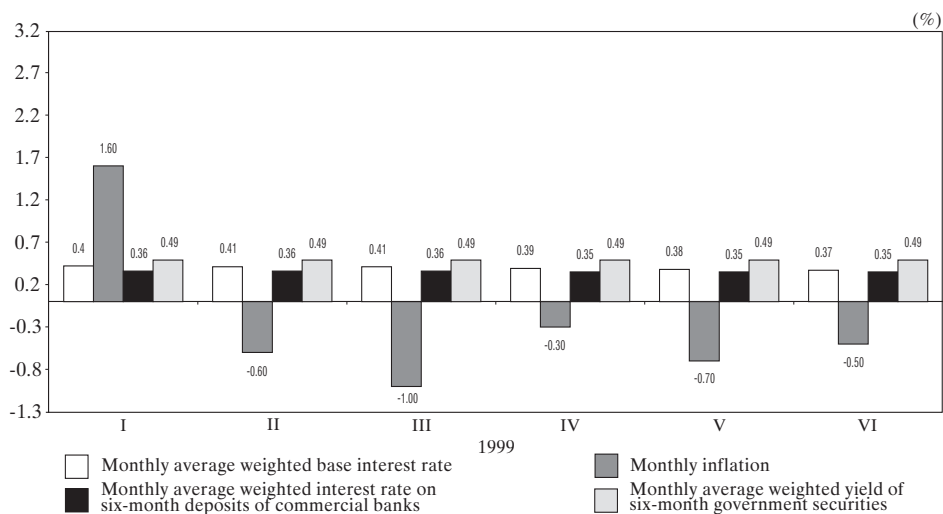
¹ The period under review starts from the issue date and finishes at the end of issue periods, since data is obtained and registered after the sale of a particular issue has been finished. Therefore, this period does not correspond to the calendar month and includes three issue periods or five weeks.

prior to maturity of these government securities.

- Three issues of twelve-month target discount government treasury bills ensuring 6.99% annual yield. Their average weighted monthly yield is 0.58% (Chart 14). Reverse repurchase of these government securities starts six months after their issue at prices set by the issuer, with their effective annual yield increasing proportionally from beginning to end of the reverse repurchase period.

- Three issues of two-year savings government treasury bonds with fixed annual yield in the form of semiannual interest payment, effective as of the issue date. The last interest payment is effected at maturity together with the nominal value of government securities.

Yield of Six-month Government Securities from Target Issues



Source: BNB.

The annual interest rate of the first interest coupon is 8%, the second 9%, the third 10%, and fourth 11%. Reverse repurchases of these bonds start six months after their issue at prices set by the issuer. Reverse repurchase price of two-year savings government securities issues is set by accruing the previous coupon annual rate of interest to the nominal value for the period since the latest interest payment until the reverse repurchase date.

Sales of target government securities totaled BGL 1,505.7 million nominal value: six-month treasury bills of BGL 120.1 million (7.98%), twelve-month treasury bills of BGL 47.6 million (3.16%) and two-year savings treasury bonds of BGL 1,338 million (88.86%). Data shows that during the reporting pe-

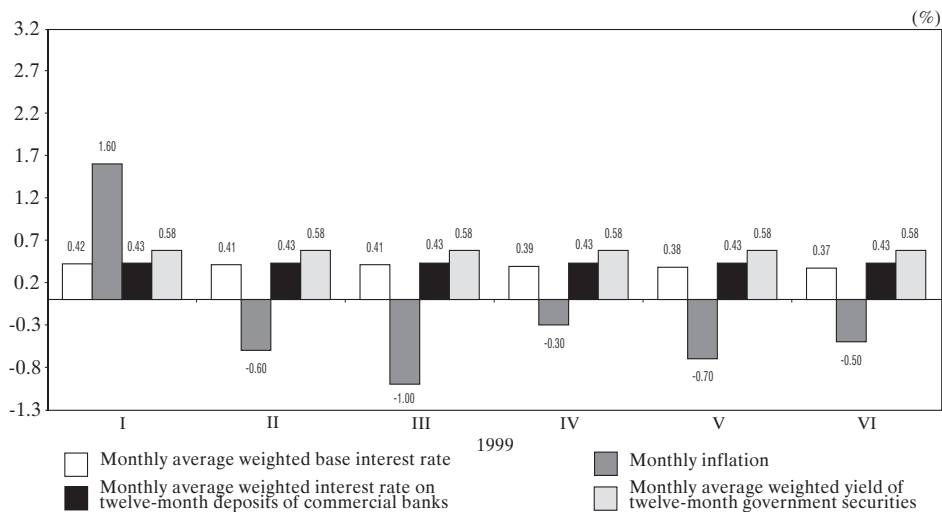
riod investors opted for two-year savings treasury bonds (Chart 15), generating higher yield.

Sales of Government Securities Issued for Structural Reform

The volume of government securities acquired by individuals, companies and nonbank financial institutions and issued for structural reform decreased in June. As of 30 June total sales of government securities accounted for BGL 562,251.3 million (including sales to foreign investors), a decrease of BGL 45,766.1 million (7.5%) from May (Chart 17).

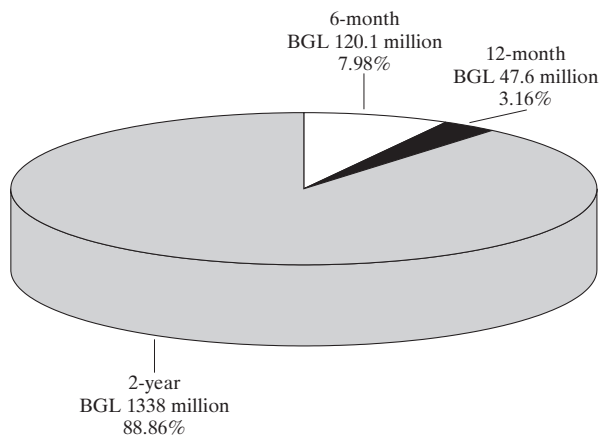
The bulk of government securities issued for structural reform was sold by commercial banks (84.9%) and other financial institutions (15.1%).

Yield of Twelve-month Government Securities from Target Issues



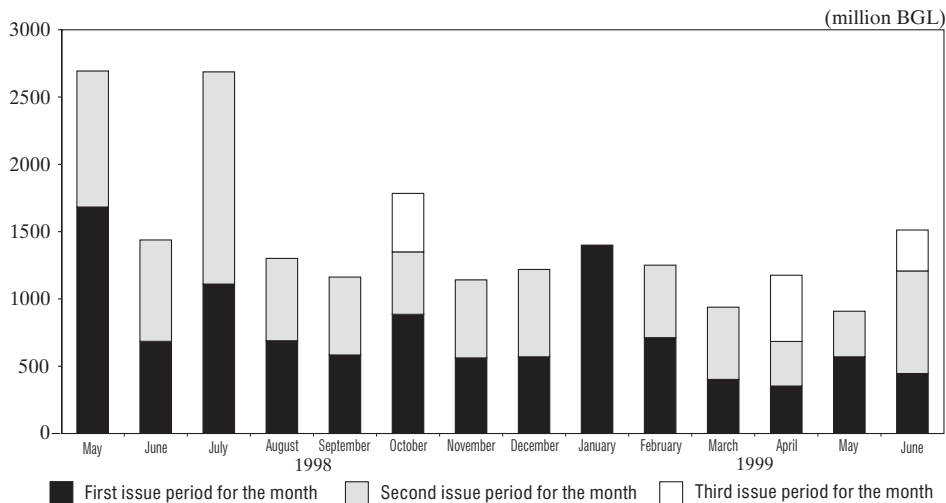
Source: BNB.

Maturity Structure of Target Government Securities Sold through the BNB and Primary Dealers in June



Source: BNB.

Volume of Target Government Securities Sales to Physical Persons



Source: BNB.

Lev-denominated government securities held by individuals, companies and nonbank financial institutions totaled BGL 8,142.8 million (1.5% of total sales), while USD-denominated government securities issued under ZUNK accounted for BGL 554,108.5 million.

Sales of Government Securities to Foreign Investors

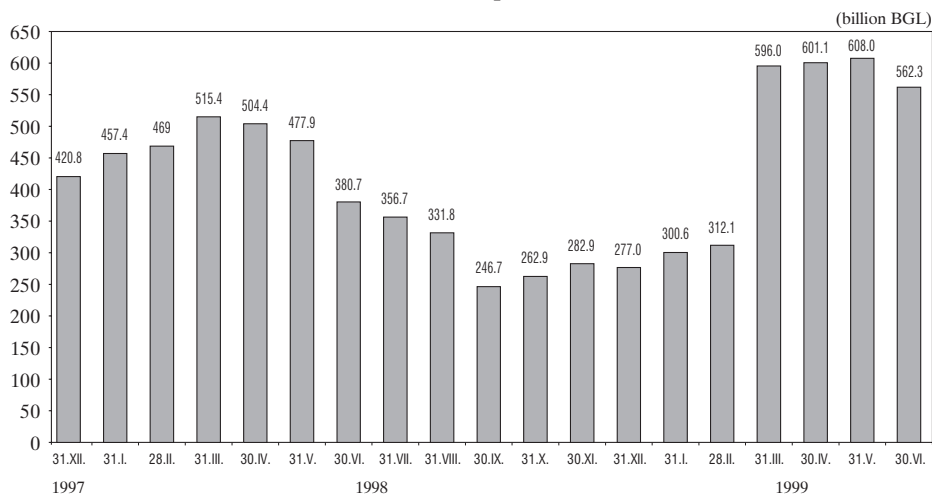
The slight upward trend from the previous months in the volume of government securities held by foreign investors continued in June. As of 30 June 1999 government securities acquired by foreign investors totaled BGL 146,542.1 million (Chart 18), an increase of

BGL 7,988.1 million (5.8%) on May.

Government securities acquired by foreign investors and issued under Regulation No. 5 were repurchased and no sales were registered in June. Target government securities (earmarked for direct sale to physical persons) sold to nonresidents totaled BGL 6.7 million.

As of 30 June USD-denominated long-term government bonds held by foreign investors increased by USD 3.3 million, reaching USD 77.4 million (equivalent to BGL 146,535.4 million), an increase of BGL 8,047 million, or 5.8%, on the previous month. Forex bonds on domestic debt continued to occupy the largest share in foreign investors' portfolios (99.9%).

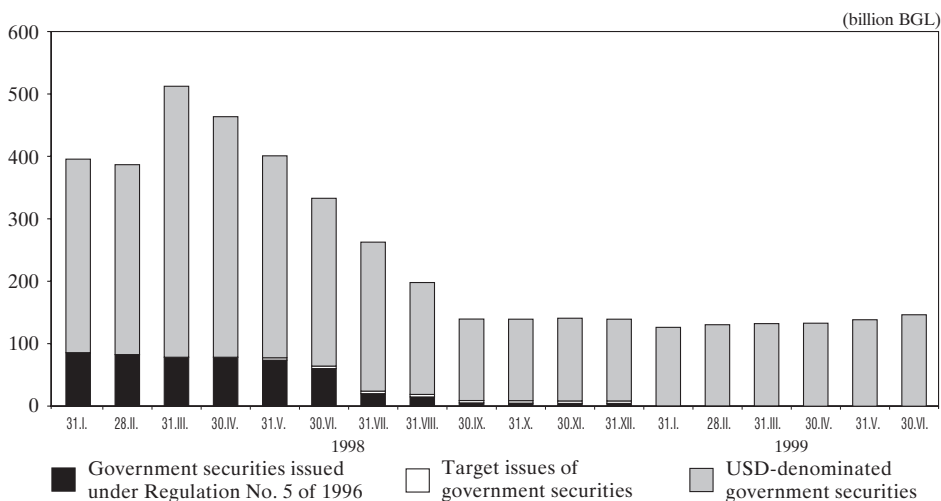
Net Sales of Government Securities Issued for Structural Reform to Nonbank Financial Institutions, Companies and Individuals



Note: Data on USD-denominated government securities shows the lev equivalent based on the USD exchange rate at the end of month.

Source: BNB.

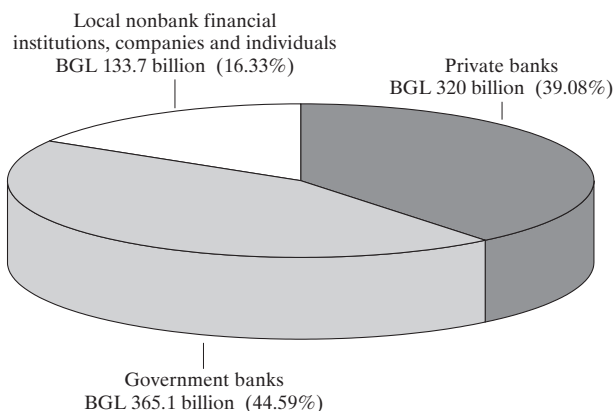
Government Securities in Foreign Investors' Portfolios



Note: Preliminary data for June 1999.

Source: BNB.

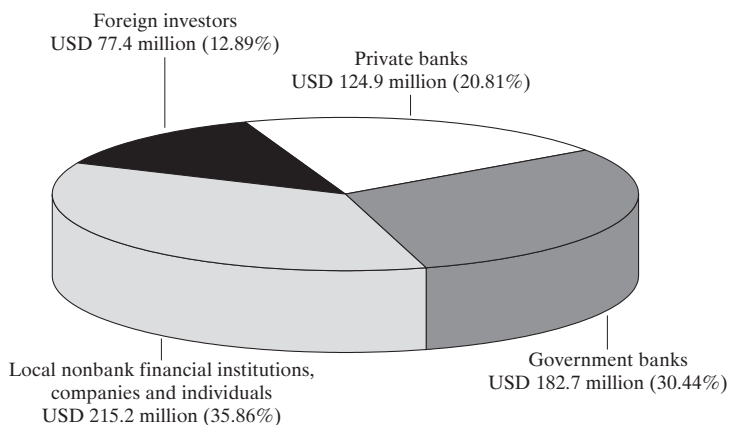
Holders of Government Securities Issued under Regulation No. 5 and of Target Issues by 30 June



- Notes:** 1. Including frozen government securities by financial institutions.
 2. Excluding guaranty government securities issued under the LSPDACB.
 3. Preliminary data.

Source: BNB.

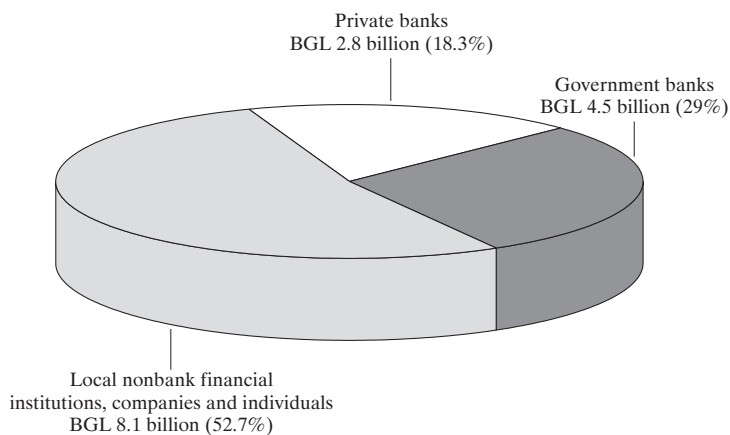
Holders of USD-denominated Government Securities Issued under ZUNK by 30 June



- Notes:** 1. Including frozen government securities by financial institutions.
 2. Preliminary data.

Source: BNB.

Holders of Lev-denominated Government Securities Issued for Structural Reform (as of 30 June)



Notes: 1. Including frozen government securities by financial institutions.
2. Preliminary data.

Source: BNB.

SALES OF GOVERNMENT SECURITIES ISSUED FOR STRUCTURAL REFORM FOR PARTICIPATION IN PRIVATIZATION TRANSACTIONS

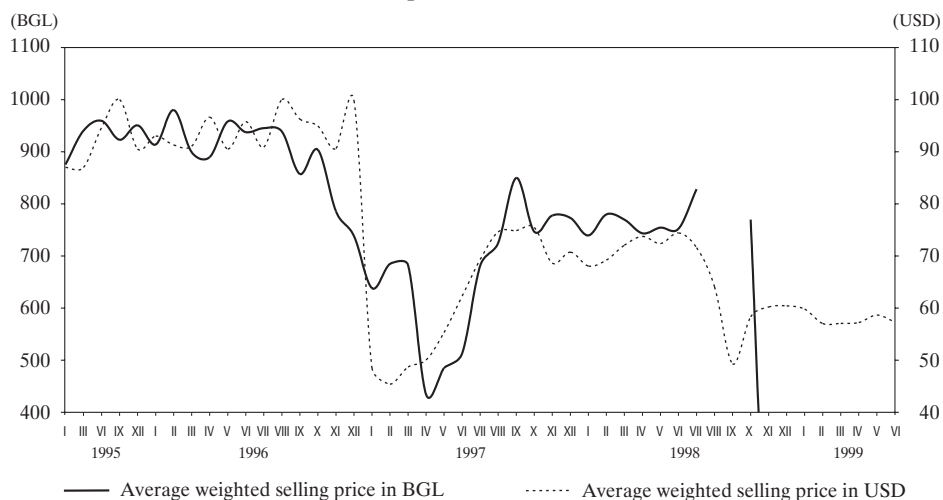
In June long-term government bonds issued under Article 5 of ZUNK, totaling USD 0.21 million, were sold for participation in privatization. Pursuant to Article 5 of the Regulation on participation in privatization of holders of long-term government bonds issued under the terms of ZUNK, CM Decrees Nos. 244 of 1991, 186 of 1993 and 3 of 1994 (government securities for structural reform),

these government securities were transferred to the MF account for participation in 24 privatization transactions as legal tender.

The average weighted price of the bonds issued under Article 5 of ZUNK and sold for participation in privatization was USD 57.36 per USD 100 nominal value (Chart 22). In June no transfer transactions in government securities

Chart 22

**Price Dynamics of Government Securities Issued under Articles 4 and 5
of ZUNK and Sold to Companies and Individuals
for Participation in Privatization**



Source: BNB.

from issue No. 98 of 1993 (to be used as legal tender in privatization transactions) were registered.

In June pursuant to Article 1 of the Regulation on the procedure for utilization of long-term government bonds issued under ZUNK for repayment of

debts to the government arising under the same law (published in the State Gazette, issue 12 of 3 February 1995), maturing long-term government bonds of USD 0.6 million (issued under Article 5 of ZUNK) were used.

Sales of Long-term Government Bonds Issued for Structural Reform for Participation in Privatization Transactions

	Year	Jan.	Feb.	March	April	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
I. Government securities in BGL (million BGL)	1994					19.20	0.10	501.40	110.70	177.00	76.70	609.80	28.30	1523.20
	1995	88.20	257.20	65.00	35.50	143.60	132.40	262.90	148.90	59.80	54.90	242.50	354.90	1845.80
	1996	5.70	53.90	16.50	113.90	16.60	147.80	19.90	46.00	121.30	309.60	541.20	1151.20	2543.60
	1997	210.70	1374.90	114.90	1259.35	4354.90	744.30	500.80	175.00	209.10	184.50	135.60	144.70	9408.75
	1998	3916.30	17.18	238.60	13.70	60.00	90.72	27.30	3.96	0.00	11.47	0.00	0.00	4379.23
	1999	0.00	0.00	0.00	0.00	0.00	0.00							0.00
II. Government securities in USD (million USD)	1994						0.80	0.10	0.10	0.90	1.70		3.90	7.50
	1995													
	1996	0.18	0.23	0.32	2.22	0.04	2.47	0.20	2.21	0.22	4.29	1.22	0.76	14.37
	1997	4.96	0.68	4.10	0.11	1.54	1.41	6.22	1.73	3.86	2.63	2.15	10.26	39.64
	1998	31.50	4.79	11.00	13.00	13.15	10.59	5.18	13.78	4.77	3.60	4.55	2.81	118.72
	1999	9.50	1.61	5.34	0.67	0.61	0.21							17.94

- Notes:** 1. Government securities in BGL include long-term government bonds issued under Article 4 of ZUNK, CM Decrees No. 186 of 1993 and No. 3 of 1994.
 2. Government securities in USD include long-term government bonds issued under Article 5 of ZUNK and denominated in US dollars.

GOVERNMENT SECURITIES PRIMARY DEALERS AND REUTERS PAGES FOR GOVERNMENT SECURITIES QUOTATIONS

Pursuant to Article 4, para. 1 of Regulation No. 5 of 1998, by resolution of BNB Managing Board and letter of the Minister of Finance, the following are approved as government securities primary dealers:

FOR THE PERIOD 1 JULY – 31 DECEMBER 1999

BIOCHIM	CBBB 01-03
BNP – DRESDNERBANK	BSBD 01-03
BULBANK	BGTB 01-03
BULGARIAN POST BANK	BPBB 01-03
BULGARIA-INVEST	BGIN 01-03
BRIBANK	RIBB 01-03
DSK BANK	SSBG 01-03
SII INVEST LTD.	S IIB 01
EUROBANK	EBSF 01-03
EXPRESSBANK	EBVB 01
NEFTINVESTBANK	OBGB 01-03
ING BANK	INBS 01-03
UNITED BULGARIAN BANK	UBBB 01-03
MUNICIPAL BANK	SMBK 01-03
FIRST INVESTMENT BANK	BFIB 01-03
RAIFFEISENBANK	RBBS 01-03
ROSSEXIMBANK	REBS 01
SOCIETE GENERALE	SGBG 01
HEBROS	AGBG 01-03
UNIONBANK	UNBS 01-03
EUROFINANCE FINANCIAL HOUSE	EUFU 01-03
ELANA FINANCIAL BROKERAGE HOUSE	ELAN 01-03

SUMMARIZED QUOTATION PAGES

BGTSY=
BGZUNK=

BNB pages containing information on the government securities interbank market

BGBNB 5
BGBNB 7
BGBNB 9

Published by the Bulgarian National Bank
Fiscal Services Department, tel. 9145 1486.
1000 Sofia, 1 Alexander Battenberg Square
Telephone: 91459
Telex: 24090, 24091
Fax: 980 2425, 980 6493
Printed by BNB Printing Center

© Bulgarian National Bank, 1999

ISSN 1311-0055

This issue includes materials and data received up to 19 July 1999.

The contents of the *Secondary Market of Government Securities*
Bulletin may be quoted or reproduced without further permission.
Due acknowledgment is requested.