



OCTOBER

**Secondary
Market of
Government
Securities**

2000

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ANNOUNCEMENTS

As of December 1999 you can find a daily bulletin containing information on government securities primary and secondary market on BNB Internet website: www.bnb.bg.

For additional information on the bulletin subscription and use please call on telephone (+359 2) 9145 1304.

As of January 2000 information on BNB activity as a government fiscal agent and official state depository is included in BNB Internet website under the heading of Fiscal Services containing the following major sections:

- establishment and maintenance of an electronic system for registration and trade in book-entry government securities;
- automated system for registration, service and management of foreign debt;
- information service of cash reporting of consolidated state budget and fiscal reserves.

As of March 2000 Rules of BNB Activity on Recording Circumstances Related to a Pledge in Book-entry Government Securities under Article 18, Para. 3 of the Law on Register Pledges and the Attachments to them can be found on BNB Internet website under the heading of Fiscal Services.

For additional information on the Rules please call on telephones: (+359 2) 987 14 11 or 9145 1486.

Abbreviations

BGN – The Abbreviation of the Redenominated Bulgarian Lev

BIR – Base Interest Rate

BNB – Bulgarian National Bank

BSE – Bulgarian Stock Exchange

CGB – Central Government Budget

CM – Council of Ministers

CMD – Council of Ministers Decree

DISCs – Discount Bonds

FLIRBs – Front-loaded Interest Reduction Bonds

GS – Government Securities

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

OTC Market – Over-the-counter Market

SBL – State Budget Law

SII – State Insurance Institute

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

Interbank Market of Government Securities Issued under Regulation No. 5

In October 2000 financial institutions concluded 494 transactions in government securities (including the number and volume of reverse repurchase agreements) issued for budget deficit financing, totaling BGN 682,107 thousand nominal value, an increase of BGN 223,345.6 thousand, or 48.7%, compared with the same period of the previous year (Chart 1).

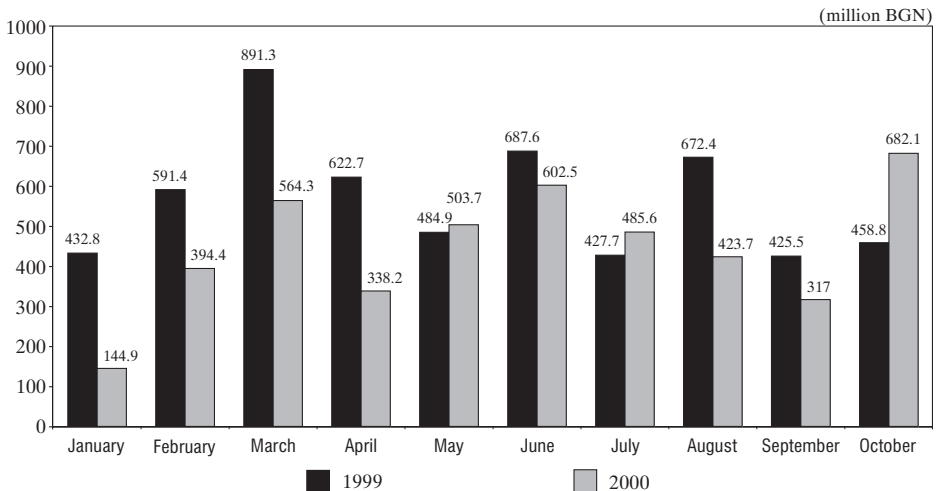
Total volume of secondary market transactions in government securities issued under Regulation No. 5 (reverse

repo agreements volume excluded) amounted to BGN 374,562.1 thousand, including three-month treasury bills of BGN 11,324.6 thousand, twelve-month of BGN 24,057.6 thousand, two-year of BGN 253,268.9 thousand and up to seven years of BGN 85,911 thousand (Chart 2). In October sales in government securities intensified compared with the previous month, their volume increasing by 80.5%. Structurally, two-year treasury bonds occupied the largest share in October.

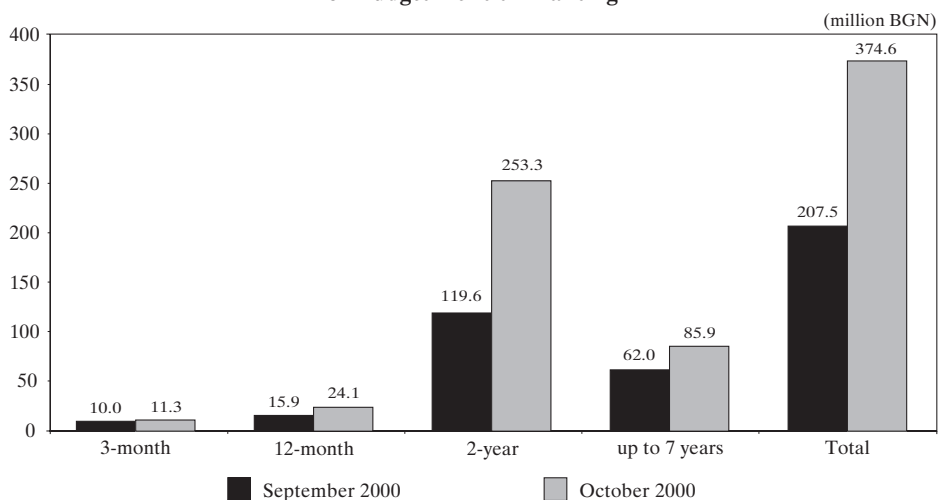
Over the review period the volume of transactions on behalf of clients increased considerably on the previous

Chart 1

Volume of Transactions in Government Securities Issued for Budget Deficit Financing



Structure of Transactions in Government Securities Issued for Budget Deficit Financing



month: transactions of BGN 70,604.5 thousand under Article 14, transactions in the amount of BGN 5,913.6 thousand under Article 20 and of BGN 2,153.6 thousand under Article 21 of Regulation No. 5 were registered.

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

In October financial institutions concluded 59 transactions in USD-denominated government securities issued as a result of structural reform, totaling USD 46.8 million nominal value (including the number and volume of reverse repurchase agreements). Twenty-

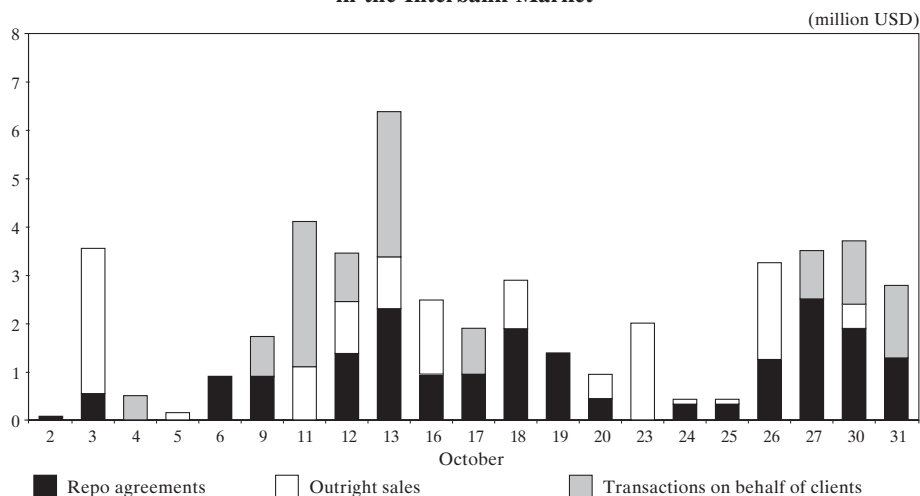
three outright transactions of USD 14.2 million, 22 repo agreements of USD 19.2 million, and 14 transactions on behalf of clients of USD 13.4 million (under Articles 14, 20 and 21) were concluded.

Two transactions in EUR-denominated government securities of EUR 1.7 million were concluded in October.

Pursuant to Article 14, para. 6 of Regulation No. 5 11 transactions of USD 3.07 million were concluded.

In October the volume of transactions concluded in ZUNK bonds denominated in foreign currency increased by 45.3% on the previous month due mainly to the outright transactions and repo agreements. The average daily vol-

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



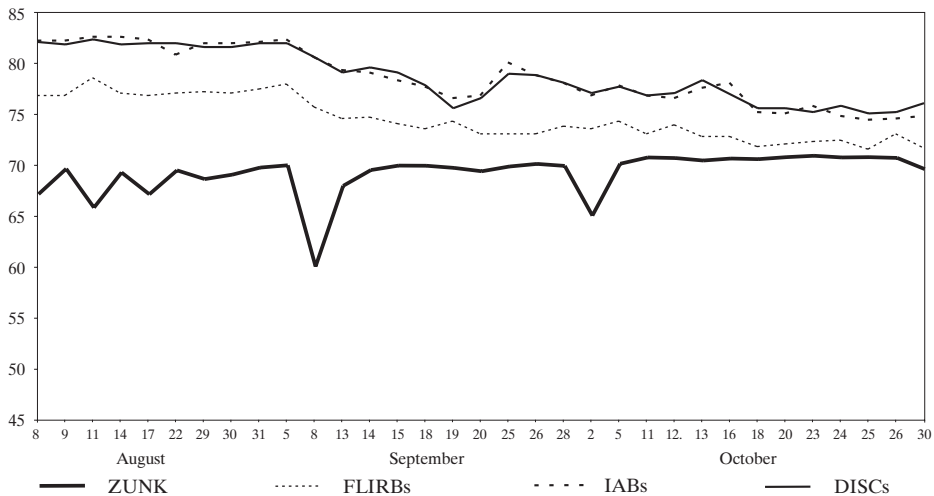
ume of traded ZUNK bonds was USD 2.2 million. Prices at which forex ZUNK bonds were traded on the interbank market gradually increased in October. The average-weighted daily prices moved within the range of USD 70 – 71 per USD 100 nominal value (Chart 4).

Government Securities Repo Agreements in the Interbank Market

In October the volume of repo agreements traded in the secondary interbank market was uneven (Chart 5). Transactions volume reached a high on 13 October coupled with higher interest rates on interbank deposits.

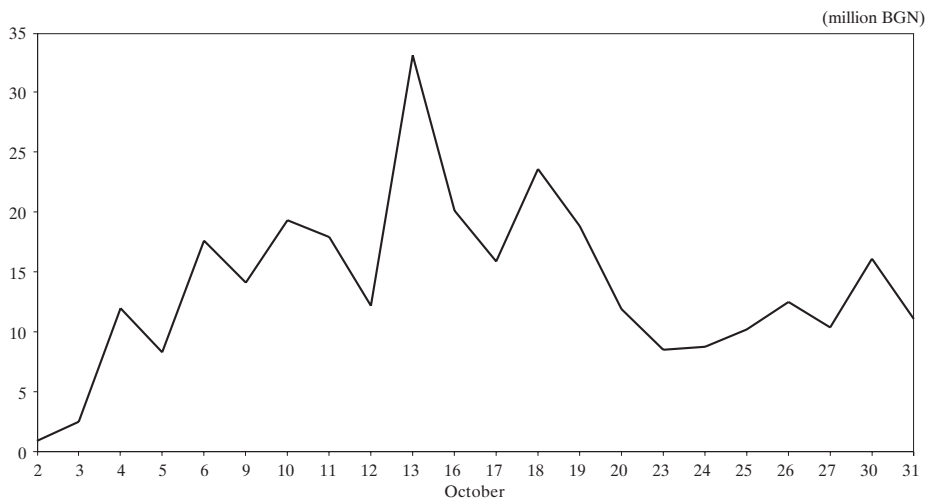
In October the yield of repo agreements reflected weekly changes in the base interest rate. The yield of repo agreements in government securities with one-day term was higher than the yield of interbank deposits with the same term, and lower for transactions with three-day, seven-day and up to one month terms. At the same time the average term of repo agreements (in days) significantly dropped. The yield of interbank deposits with a term of up to one month was equal to the average-weighted base interest rate for October, and that of repo agreements with the same term was lower than the base interest rate (Chart 6).

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



* Reuters offer quotations for Brady bonds.

Volume of Repo Agreements in the Secondary Interbank Market



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

(USD)

Date October	Price		
	Minimum	Maximum	Average-weighted
2	65.00	65.00	65.00
3	69.80	69.80	69.80
4	-	-	-
5	70.07	70.70	70.07
6	-	-	-
9	-	-	-
10	-	-	-
11	70.58	70.70	70.69
12	65.00	71.04	70.62
13	68.00	70.56	70.38
16	68.00	70.67	70.58
17	71.94	71.94	71.94
18	70.45	70.58	70.52
19	-	-	-
20	70.71	70.71	70.71
23	70.70	71.00	70.85
24	70.69	70.69	70.69
25	70.71	70.71	70.71
26	70.43	70.65	70.64
27	-	-	-
30	69.55	69.55	69.55
31	73.23	73.25	73.23
Monthly	65.00	73.25	70.38

Note: Information is based on outright transactions registered by the BNB (with and without flows on settlement accounts), as well as transactions in government securities registered during the current month for participation in privatization.

Quotations of Bulgarian Brady Bonds*

(USD)

Date October	DISCs		FLIRBs		IABs	
	Offer	Bid	Offer	Bid	Offer	Bid
2	77.00	76.00	73.50	72.00	76.75	75.75
3	77.88	76.88	74.50	72.13	77.50	76.50
4	77.38	76.88	73.63	73.13	77.50	76.50
5	77.63	77.00	74.25	73.25	77.75	76.75
6	78.00	77.50	74.88	74.00	78.63	77.63
9	78.50	77.50	74.88	74.00	77.25	76.25
10	77.50	76.75	74.50	73.13	77.50	76.50
11	76.75	75.75	73.00	71.38	76.75	75.75
12	77.00	75.75	73.88	71.50	76.50	75.50
13	78.25	75.50	72.75	71.00	77.50	75.00
16	76.88	76.00	72.75	71.50	78.00	77.00
17	76.50	75.75	72.75	71.00	76.75	75.50
18	75.50	75.00	71.75	69.63	75.13	74.00
19	76.63	75.25	72.25	70.75	75.50	74.00
20	75.50	74.88	72.00	71.00	75.00	74.00
23	75.13	74.75	72.25	71.00	75.75	74.25
24	75.75	74.75	72.38	70.00	74.75	73.75
25	75.00	74.00	71.50	70.00	74.38	73.38
26	75.13	74.50	73.00	70.25	74.50	73.50
27	75.75	74.63	71.50	70.50	74.75	73.50
30	76.00	74.50	71.63	70.50	74.75	73.50
31	75.75	74.50	71.63	70.50	75.50	74.50

* Reuters quotations.

Volume and Structure of Government Securities Transactions in the Secondary Interbank Market in October

1. Volume of transactions in government securities denominated in levs (million BGN nominal value)	374.56
- repo agreements*	283.29
- outright sales	91.27
- privatization transactions	-
2. Volume of transactions in government securities denominated in US dollars and euro (million BGN nominal value)	56.40
- repo agreements*	22.25
- outright sales	34.14
- privatization transactions	0.01
3. Number of secondary interbank market transactions	340
- repo agreements**	178
- outright sales	159
- privatization transactions	3
4. Average term of secondary interbank market repo agreements (days)	3.00
5. Average monthly yield (simple interest) of secondary interbank market repo agreements depending on the term (%)	
1 day	0.30
from 2 to 3 days	0.26
from 4 to 7 days	0.29
up to 1 month	0.30

* Volume of reverse repo agreements excluded.

** Number of reverse repo agreements excluded.

Chart 6

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

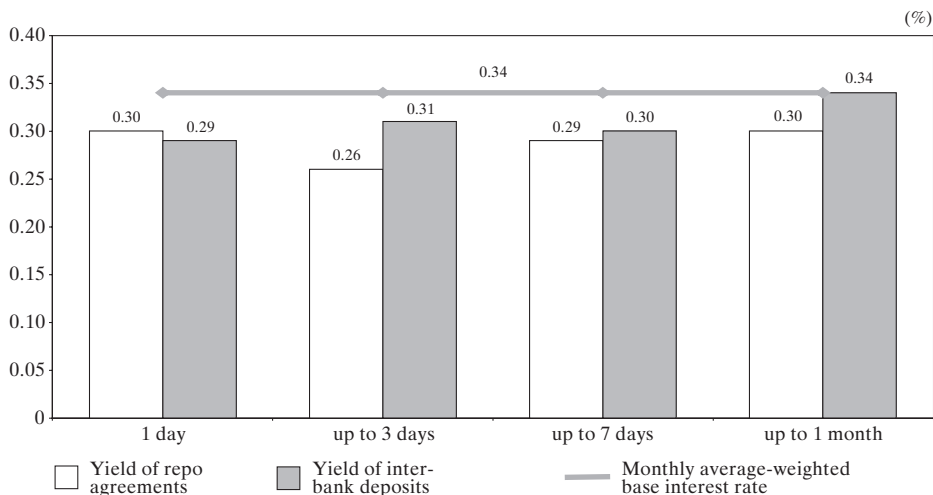


Chart 7

Structure of Secondary Interbank Market Transactions in Lev-denominated Government Securities in October

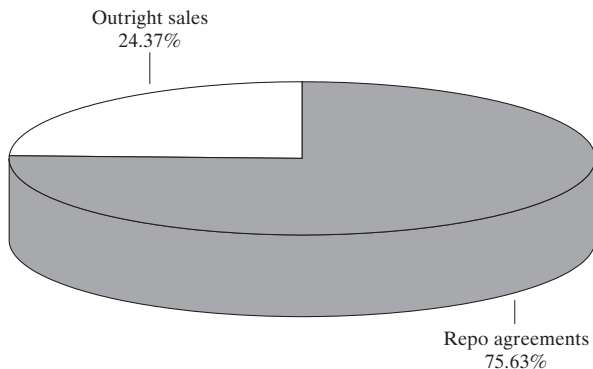
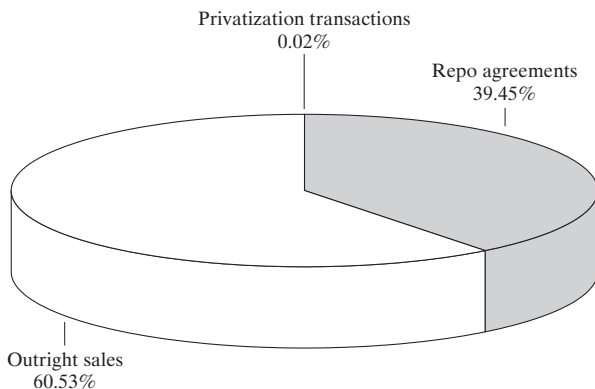


Chart 8

Structure of Secondary Interbank Market Transactions in Government Securities Denominated in US Dollars and Euro in October



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
02.10.2000											
Deposits	46 000	1.75	4 000	1.50	4 000	2.70			1 000	4.40	55 000
Repo agreements							900	3.04			900
03.10.2000											
Deposits	32 611	1.39			17 000	2.98	2 220	2.85	3 000	4.40	54 831
Repo agreements	300	2.10			1 500	2.33	700	2.53			2 500
04.10.2000											
Deposits	36 456	2.51	6 600	2.79	20 226	3.21			1 000	4.25	64 282
Repo agreements	6 100	2.17	1 960	2.74	3 900	2.94					11 960
05.10.2000											
Deposits	39 687	2.44	900	2.30	8 403	3.06					48 990
Repo agreements	8 300	2.16									8 300
06.10.2000											
Deposits			42 850	2.61	6 400	3.15	3 500	3.69	2 896	4.60	55 646
Repo agreements			16 603	2.19	1 000	2.53					17 603
09.10.2000											
Deposits	37 432	2.55	2 150	2.77	2 000	3.17	1 500	4.50	300	4.60	43 382
Repo agreements	14 100	2.21									14 100
10.10.2000											
Deposits	44 648	2.38	250	3.00	3 000	3.28	1 000	4.50	1 000	4.50	49 898
Repo agreements	14 000	2.03	4 300	2.53			1 000	3.04			19 300
11.10.2000											
Deposits	45 716	2.44	8 000	2.60	14 526	3.16					68 242
Repo agreements	4 000	2.33	13 900	2.37							17 900
12.10.2000											
Deposits	40 591	2.49			11 800	2.93	550	3.52	4 850	4.58	57 791
Repo agreements	9 077	2.38			3 100	2.65					12 177
13.10.2000											
Deposits			43 750	2.81	7 250	3.16			2 900	6.01	53 900
Repo agreements			25 744	2.64	4 800	2.95	2 500	3.75			33 044
16.10.2000											
Deposits	55 850	3.15	7 200	3.25	1 000	4.00			2 600	4.71	66 650
Repo agreements	19 200	2.86					900	3.55			20 100
17.10.2000											
Deposits	61 800	3.89	2 000	4.00	5 400	4.22	2 000	4.60			71 200
Repo agreements	15 867	3.85									15 867
18.10.2000											
Deposits	53 300	4.04	10 850	4.37	3 810	4.40					67 960
Repo agreements	21 671	4.22			1 900	4.51					23 571
19.10.2000											
Deposits	48 290	3.98			2 100	4.81					50 390
Repo agreements	16 409	4.28			2 391	4.73					18 800
20.10.2000											
Deposits			47 803	4.56	8 000	4.63			2 000	4.08	57 803
Repo agreements			11 900	4.46							11 900

(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
23.10.2000											
Deposits	48 660	4.52	6 520	4.69	2 000	4.80					57 180
Repo agreements	7 000	4.46			500	5.07	1 000	4.92			8 500
24.10.2000											
Deposits	46 513	4.58	1 000	4.60	2 000	4.80					49 513
Repo agreements	8 759	4.51									8 759
25.10.2000											
Deposits	56 195	4.65			2 575	4.88	1 000	4.80			59 770
Repo agreements	8 500	4.57	1 700	4.97							10 200
26.10.2000											
Deposits	40 343	4.48			8 375	4.91					48 718
Repo agreements	10 643	4.54			1 850	4.82					12 493
27.10.2000											
Deposits			49 392	4.78	3 650	4.92	2 000	4.80	1 000	4.90	56 042
Repo agreements			10 363	4.91							10 363
30.10.2000											
Deposits	35 354	4.85	2 750	4.88	1 500	4.83					39 604
Repo agreements	12 604	4.86	2 600	5.04	891	5.08					16 095
31.10.2000											
Deposits	29 870	4.77	3 000	4.99	1 000	4.85					33 870
Repo agreements	11 076	4.87									11 076
Monthly, total											
Deposits	799 316		239 015		136 015		13 770		22 546		1 210 662
Repo agreements	187 606		89 070		21 832		7 000		-		305 508

Notes: 1. Volumes of transactions and deposits in thousand BGN.

2. Volumes of repo agreements include 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 BNB exchange rate of the US dollar on the day of transaction.

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

(BGN)

Date October	Repo agreements	Outright sales	Regulation No. 5				Privatization transactions	Transactions in GS, total	Transactions in securities		
			Article 14	Article 15	Article 20	Article 21			BSE	OTC market	Total
2	6 627 000.00	2 603 214.75	3 992 348.04	5 385 781.82	-	-	-	18 608 344.60	12 587.50	4 244.10	16 831.60
3	5 814 984.32	7 666 090.00	2 415 513.56	4 708 663.25	1 163 000.00	-	-	21 768 251.13	14 861.66	27 143.44	42 005.10
4	12 260 000.00	8 065 000.00	7 000 000.00	13 650 517.69	1 199 287.00	59 815.46	-	42 234 620.14	9 321.43	3 658.37	12 979.80
5	14 400 000.00	10 665 636.00	11 063 354.80	15 826 040.40	1 265 378.00	54 888.82	-	53 275 298.02	646 395.35	23 503.50	669 898.85
6	27 863 472.00	14 638 854.48	6 369 974.50	299 233.28	-	-	-	49 171 534.26	461 085.75	76 907.51	537 993.26
9	34 622 579.00	2 227 366.00	192 801.00	478 815.00	1 854 030.75	-	-	39 375 591.75	332 084.59	1 661.05	333 745.64
10	36 900 000.00	1 045 000.00	800 000.00	107 071.00	-	55 109.57	-	38 907 180.57	385 266.93	877.00	386 143.93
11	49 600 000.00	10 888 189.00	490 023.40	25 753 117.34	6 978 010.00	58 982.22	-	93 768 321.96	4 416 375.68	28 674.15	4 445 049.83
12	16 177 286.24	15 576 664.00	10 224 463.16	15 496 368.63	2 242 920.00	606 000.00	-	60 323 702.03	49 171.35	17 961.49	67 132.84
13	60 696 912.00	3 907 727.60	3 332 800.00	9 061 232.00	6 784 800.00	54 278.40	-	83 837 750.00	4 753 561.82	8 379.28	4 761 941.10
16	49 149 210.80	3 843 132.90	1 910 735.85	13 800 025.90	-	-	-	68 703 105.45	22 453.46	1 364.63	23 818.09
17	35 067 014.00	2 570 000.00	4 152 113.00	-	5 183 100.00	56 301.00	4 607.49	47 033 135.49	1 382 162.16	85 510.45	1 467 672.61
18	42 441 685.16	5 001 727.00	2 332 800.00	7 021 097.00	151 883.00	-	-	56 949 192.16	733 201.72	5 781.75	738 983.47
19	41 555 404.09	1 557 398.00	3 186 518.90	10 362 290.04	-	-	-	56 661 611.03	8 710.61	34 419.75	43 130.36
20	30 123 140.80	1 714 680.00	2 166 400.00	190 007.56	-	-	-	34 194 228.36	544 346.36	3 191.34	547 537.70
23	22 550 000.00	5 128 080.00	1 623 900.00	13 332 040.60	-	242 900.00	-	42 876 920.60	292 783.16	4 253.95	297 037.11
24	16 758 797.00	3 237 061.00	3 474 260.00	2 801 443.80	-	-	-	26 271 561.80	842 675.73	2 799.75	845 475.48
25	20 857 984.50	2 708 226.00	4 792 498.81	6 649 485.19	-	-	-	35 008 194.50	38 440.85	9 573.14	48 013.99
26	21 383 848.00	9 218 880.00	2 840 484.12	13 149 609.16	-	606 000.00	5 886.10	47 204 707.38	14 697.55	2 410.00	17 107.55
27	25 225 325.00	5 800 000.00	1 830 000.00	8 589 455.34	2 370 130.00	-	-	43 814 910.34	257 788.85	5 738.50	263 527.35
30	28 523 284.70	1 174 815.00	2 952 409.01	5 465 494.44	2 349 630.00	698 700.00	-	41 164 333.14	5 620 732.28	4 313.36	5 625 045.64
31	24 609 814.80	5 329 167.00	1 903 830.41	6 093 762.00	3 458 790.00	-	922.34	41 396 286.55	14 820.32	16 817.95	31 638.27
Total	623 207 742.41	124 566 908.73	79 047 228.54	178 221 551.43	35 000 958.75	2 492 975.46	11 415.93	1 042 548 781.25	20 853 525.11	369 184.46	21 222 709.57

Average volume of government securities transactions* 43 439 532.55

* Volume calculated on the basis of 24 operating primary dealers.

- Notes:**
1. The amount of approved competitive and noncompetitive bids on behalf of companies and individuals of BGN 6,945,615 is included.
 2. The volume of repo agreements includes reverse repo agreements and repo agreements concluded during the current day.
 3. Transfer transactions of government securities to the MF account used as legal tender in privatization are considered to be privatization transactions.
 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 and OTC market.

Volume of October Secondary Market Transactions in USD-denominated Government Securities Issued for Structural Reform

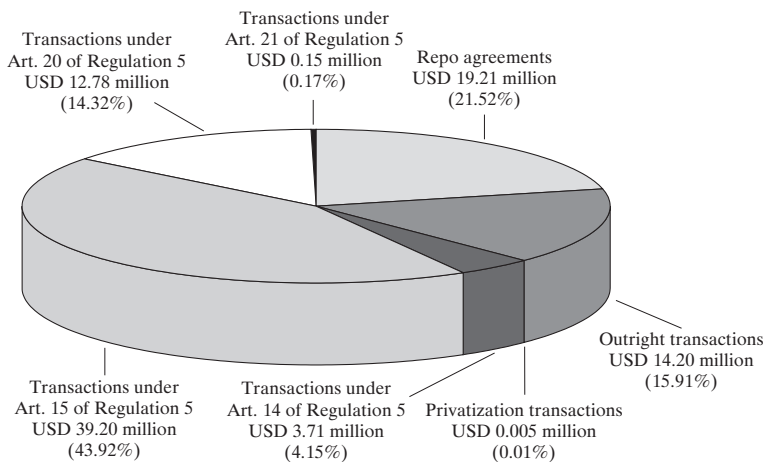
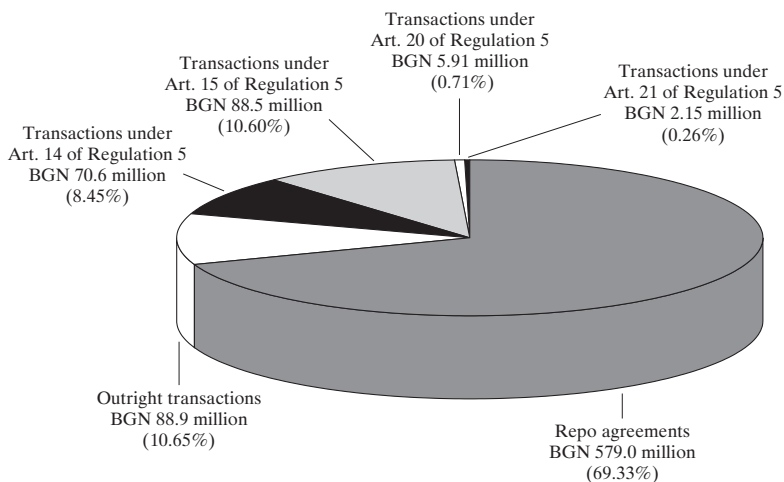


Chart 10

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





INVESTMENTS OF NONBANK FINANCIAL INSTITUTIONS, COMPANIES AND INDIVIDUALS IN GOVERNMENT SECURITIES

Sales of Government Securities Issued under Regulation No. 5 of the MF and BNB, Including Target Issues

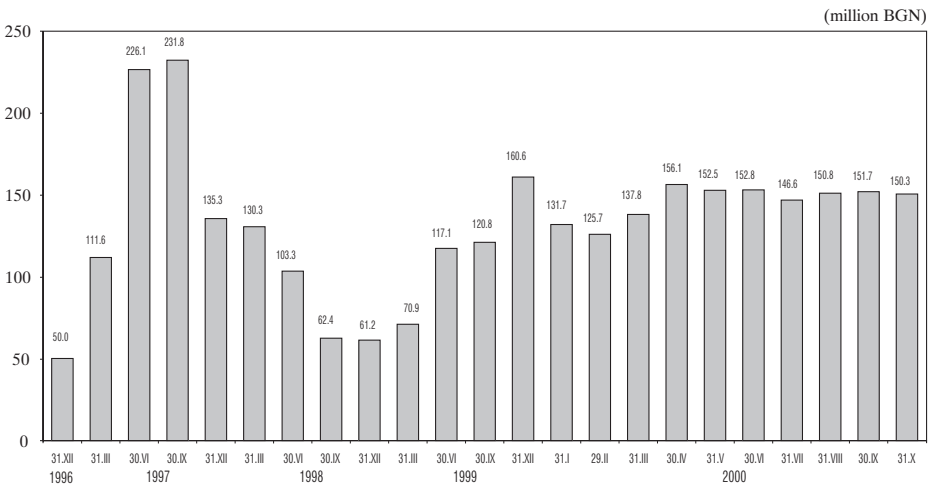
The volume of government securities issued for budget deficit financing and acquired by nonbank financial institutions, companies and individuals decreased during the period under review. As of 31 October 2000 they accounted for BGN 150,308 thousand (Chart 11), a decrease of BGN 1,192 thousand, or 0.78%, on the previous month. Sales of

target government securities earmarked for physical persons accounted for BGN 30,561 thousand (Chart 12), an increase of BGN 950 thousand, or 3.20%, on September.

In October sales of government securities issued under Regulation No. 5 included three-month treasury bills of BGN 6,891.5 thousand, two-year treasury bonds of BGN 850 thousand, three-year treasury bonds of BGN 408.2 thousand and five-year treasury bonds of BGN 4,107.9 thousand. Three-month

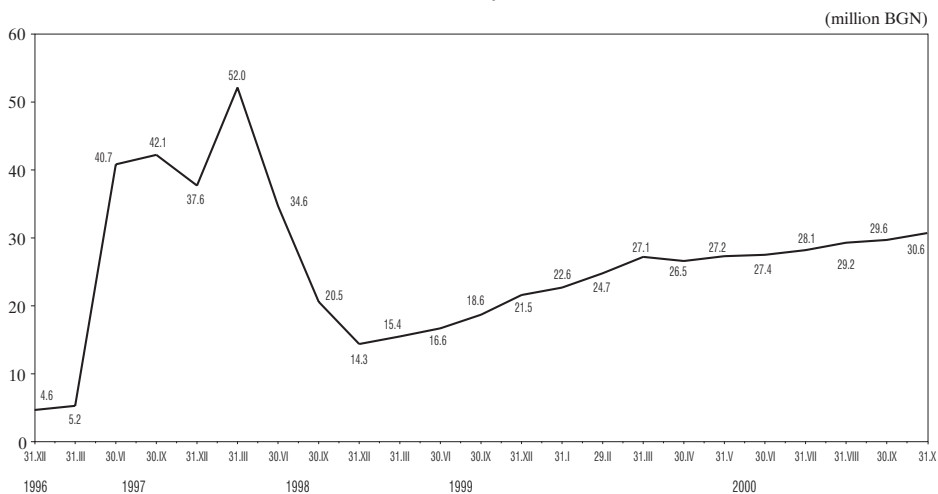
Chart 11

Investments of Nonbank Financial Institutions, Companies and Individuals in Government Securities Issued under Regulation No. 5



Note: Preliminary data for October 2000.

Investments in Target Government Securities Earmarked for Physical Persons



Note: Preliminary data for October 2000.

treasury bills occupied the largest share in total government securities sales in October, 56.22%.

Target Issues of Government Securities Earmarked for Physical Persons

Between 27 September and 24 October 2000¹ the Ministry of Finance offered for sale two issues of savings government securities earmarked for direct sale to physical persons under the following conditions:

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 two issue periods or four weeks.

- 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. During the first issue period the annual interest rates of the four interest coupons are 7%, 8%, 9%, and 10% respectively, and during the second issue period, 6.5%, 7.5%, 8.5%, and 9.5%. 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.

Total amount of target government securities sales registered in October accounted for BGN 1,819.3 thousand nominal value, including BGN 904.7 thousand sold by the BNB and its domestic branches (Chart 13).

Investments in Government Securities Issued for Structural Reform

The volume of government securities acquired by individuals, companies and nonbank financial institutions and issued for structural reform slightly increased in October. As of 31 October 2000 total sales of government securities accounted for BGN 452,700 thousand (including sales to foreign investors), an increase of

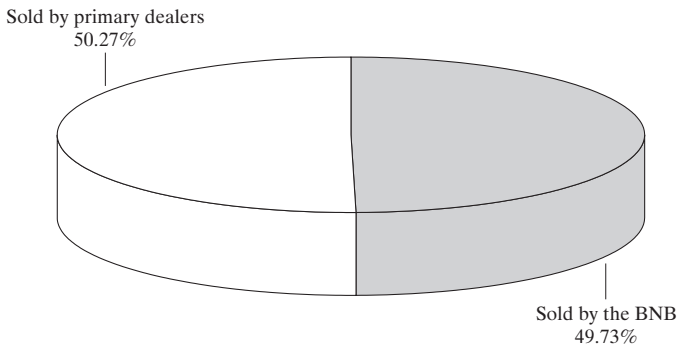
BGN 7,530.32 thousand, or 1.69%, from September (Chart 15).

The bulk of government securities issued for structural reform was sold by commercial banks (82.11%) and other financial institutions (17.89%).

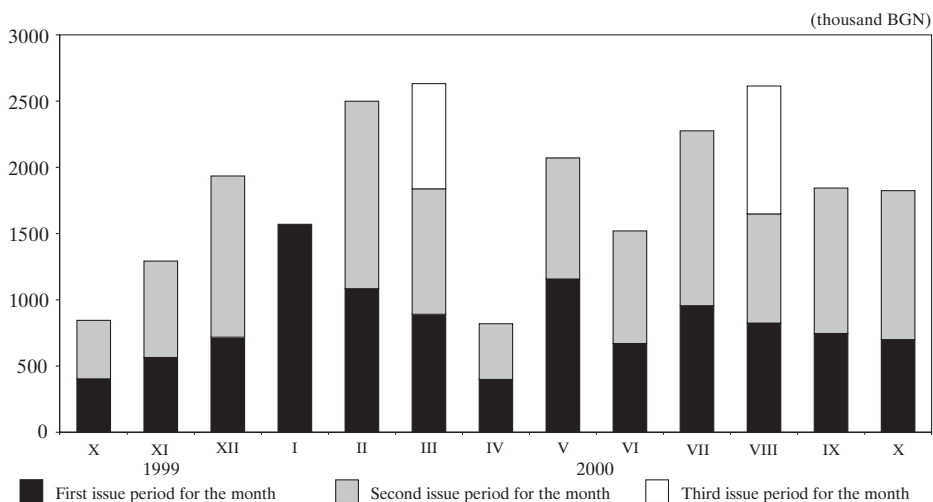
Lev-denominated government securities held by individuals, companies and nonbank financial institutions totaled BGN 7,373.60 thousand, while USD-denominated government securities issued under ZUNK accounted for BGN 402,504.93 thousand (USD 173.2 million) and EUR-denominated government securities issued for structural reform amounted to BGN 42,821.49 thousand (EUR 21.9 million).

Chart 13

Share of Government Securities (Earmarked for Physical Persons) Sold by the BNB and Its Domestic Branches in October in Total Volume of Target Government Securities Issued



Volume of Target Government Securities Sales to Physical Persons



Foreign Investments in Government Securities

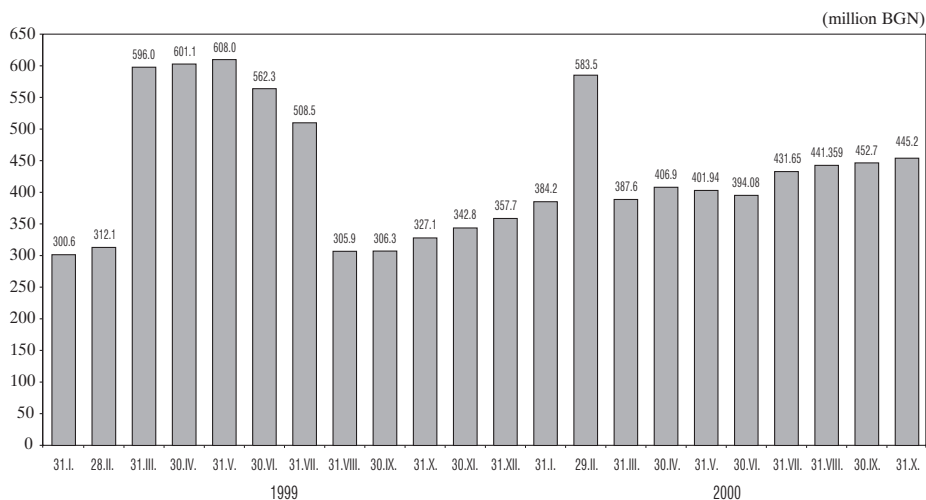
The volume of government securities held by foreign investors slightly increased in October. As of 31 October government securities acquired by foreign investors totaled BGN 240,702.7 thousand (Chart 16), an increase of BGN 4,981.4 thousand (2.11%) on September.

Sales of government securities issued under Regulation No. 5 for budget deficit financing accounted for BGN 450.4 thousand. By end-October the volume of target government securities (earmarked for direct sale to physical persons and sold to nonresidents) remained unchanged: BGN 3.9 thousand.

As of 31 October 2000 USD-denominated long-term government bonds held by foreign investors dropped by USD 1.95 million (1.90%) on September, reaching USD 100.62 million (lev equivalent of BGN 233,811.7 million, Chart 17). The increase in lev terms was BGN 4,932.1 (2.15%) on the previous month, as a result of appreciation of the US dollar against the lev on this date. The relative share of these government securities on domestic debt accounted for 97.14% in foreign investors' portfolios (Chart 18).

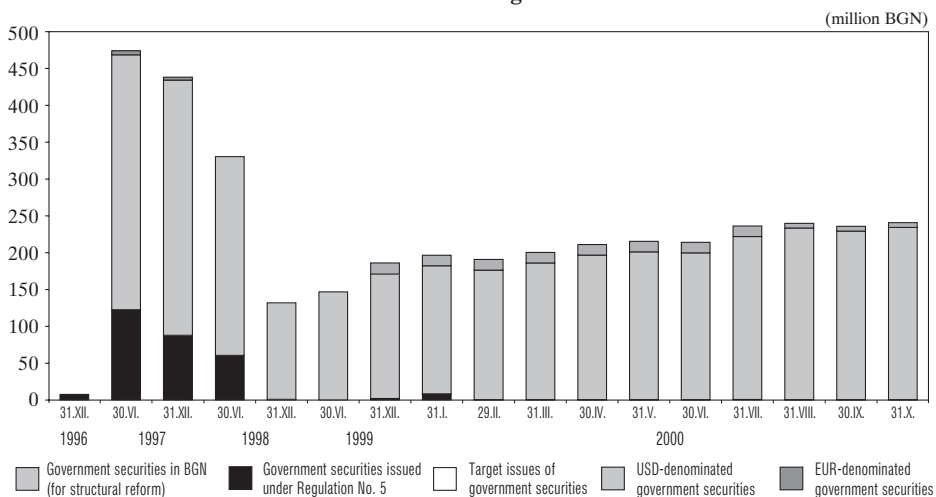
In October EUR-denominated government securities held by foreign investors remained unchanged: EUR 3.29 million (2.73%).

Investments of Nonbank Financial Institutions, Companies and Individuals in Government Securities Issued for Structural Reform



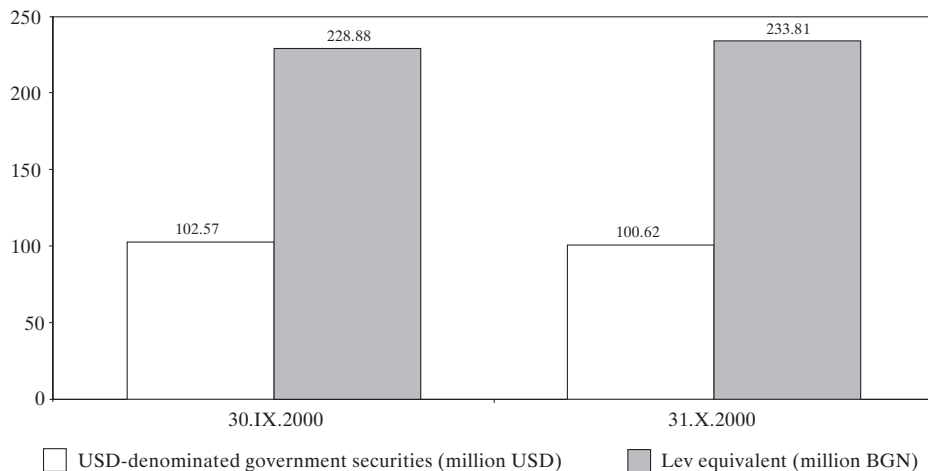
- Notes:**
1. The lev equivalent of government securities denominated in foreign currency is based on BNB exchange rate at the end of month.
 2. From January 2000 EUR-denominated government securities from issue No. 400 of 1999 are included.
 3. Preliminary data for October.

Government Securities in Foreign Investors' Portfolios



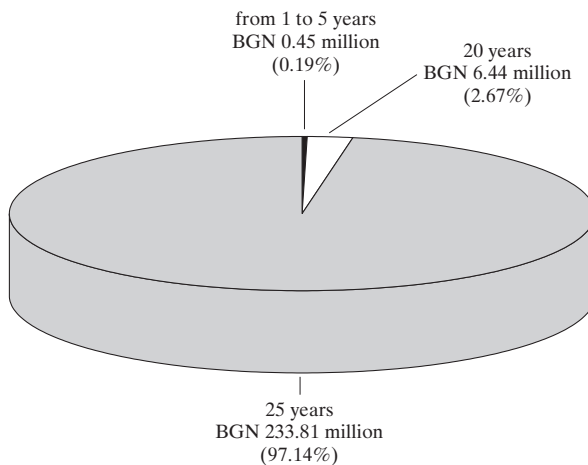
Note: Preliminary data for October.

USD-denominated Government Securities Held by Foreign Investors



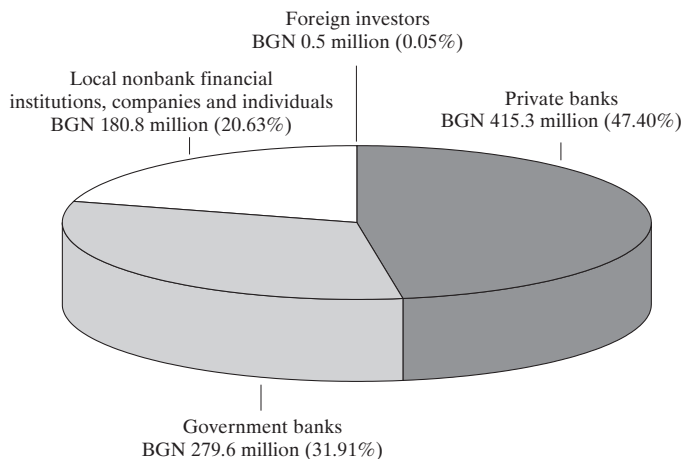
Notes: 1. The lev equivalent of USD-denominated government securities is based on BNB exchange rate at the end of month.
2. Preliminary data.

Volume and Maturity Structure of Government Securities Held by Foreign Investors as of 31 October



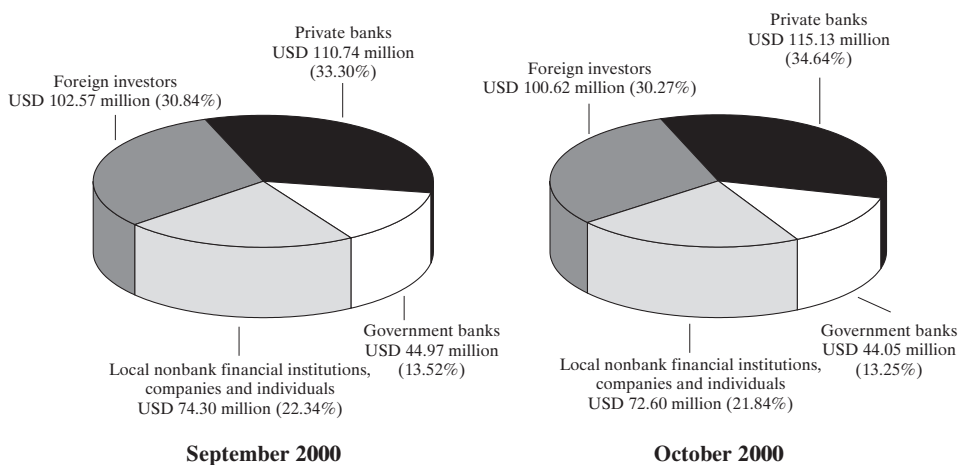
Note: Preliminary data.

Holders of Government Securities Issued under Regulation No. 5 as of 31 October



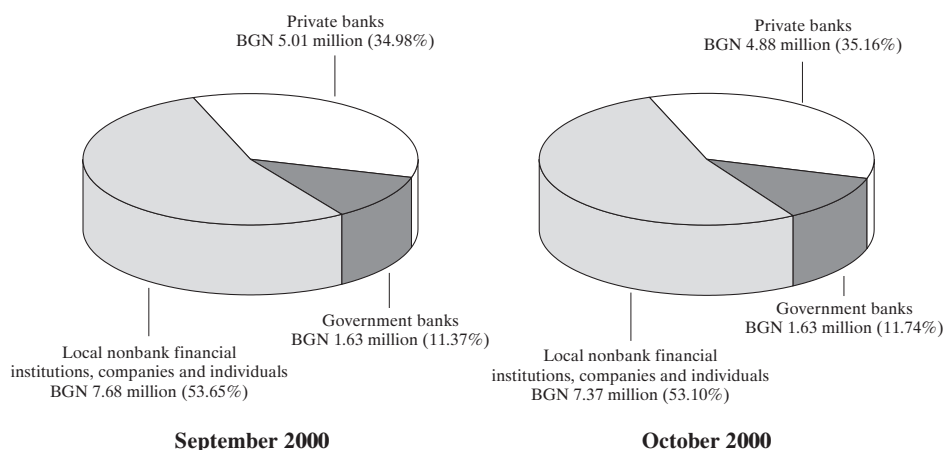
- Notes:** 1. Including frozen government securities by financial institutions.
 2. Including target issues earmarked for individuals.
 3. Preliminary data.

Holders of USD-denominated Government Securities Issued under ZUNK



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

Holders of Lev-denominated Government Securities Issued for Structural Reform



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

Volume of Frozen and Pledged Government Securities as of 31 October 2000

Transaction	Government securities issued under Regulation No. 5	Government securities issued for structural reform		
	BGN	USD	BGN	EUR
Government securities pledges under the Law on Special Pledges	3 534 456	9 148 000		
Frozen government securities as security on budget funds	225 992 541	79 202 872	90 000	4 000 000
Frozen government securities under contracts concluded before enforcement of the Law on Special Pledges	6 044 404	17 800	143 440	
TOTAL	235 571 401	88 368 672	233 440	4 000 000



Outstanding Government Securities

Discount Treasury Bills

Issue No.	BG3016899000	BG3017199004	BG3017499008	BG3017799001	BG3010100009	BG3010600008	BG3011100008	BG3012500008
Issue date	03.11.1999	17.11.1999	01.12.1999	15.12.1999	05.01.2000	02.02.2000	01.03.2000	31.05.2000
Maturity date	01.11.2000	15.11.2000	29.11.2000	13.12.2000	03.01.2001	31.01.2001	28.02.2001	30.05.2001
Nominal value of the offer (thousand BGN)	8 000.00	8 000.00	8 000.00	8 000.00	20 000.00	20 000.00	20 000.00	20 000.00
Total nominal value of the bids received (thousand BGN)	10 930.00	15 630.00	18 150.00	7 285.00	55 050.00	80 480.00	33 600.00	34 130.00
Total nominal value of the bids approved (thousand BGN)	8 000.00	8 000.00	8 000.00	7 285.00	20 000.00	20 000.00	20 000.00	20 000.00
Average price of the bids approved per BGN 100 (%)	94.45	94.37	94.43	94.38	94.22	95.23	95.28	95.26
Average discount per BGN 100 (%)	5.55	5.63	5.57	5.62	5.78	4.77	4.72	4.74
Average annual yield (%)	5.89	5.98	5.91	5.97	6.15	5.02	4.97	4.99
Effective annual yield (%)	5.89	5.98	5.92	5.97	6.15	5.02	4.97	4.99
Coverage coefficient	1.37	1.95	2.27	0.91	2.75	4.02	1.68	1.71

(continued)

(continued)

Issue No.	BG3013400000	BG3013500007	BG3013600005	BG3013700003	BG3013800001	BG3013900009	BG3014000007	BG3014100005
Issue date	02.08.2000	09.08.2000	16.08.2000	23.08.2000	30.08.2000	30.08.2000	07.09.2000	13.09.2000
Maturity date	01.11.2000	08.11.2000	15.11.2000	22.11.2000	29.11.2000	29.08.2001	07.12.2000	13.12.2000
Nominal value of the offer (thousand BGN)	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00	20 000.00	5 000.00	5 000.00
Total nominal value of the bids received (thousand BGN)	7 412.50	9 097.50	8 437.50	7 210.00	7 460.00	41 530.00	9 387.50	9 237.56
Total nominal value of the bids approved (thousand BGN)	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00	20 000.00	5 000.00	5 000.00
Average price of the bids approved per BGN 100 (%)	99.14	99.14	99.15	99.08	99.01	95.07	99.05	99.06
Average discount per BGN 100 (%)	0.86	0.86	0.85	0.92	0.99	4.93	0.95	0.94
Average annual yield (%)	3.48	3.48	3.44	3.72	4.01	5.20	3.85	3.81
Effective annual yield (%)	3.53	3.53	3.48	3.78	4.07	5.20	3.90	3.86
Coverage coefficient	1.48	1.82	1.69	1.44	1.49	2.08	1.88	1.85

(continued)

Issue No.	BG3014200003	BG3014300001	BG3014400009	BG3014500006	BG3014600004	BG3014700002
Issue date	20.09.2000	27.09.2000	04.10.2000	11.10.2000	18.10.2000	25.10.2000
Maturity date	20.12.2000	27.12.2000	03.01.2001	10.01.2001	17.01.2001	24.01.2001
Nominal value of the offer (thousand BGN)	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00
Total nominal value of the bids received (thousand BGN)	6 860.00	6 860.00	8 727.56	8 587.50	6 695.00	7 563.50
Total nominal value of the bids approved (thousand BGN)	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00	5 000.00
Average price of the bids approved per BGN 100 (%)	99.03	99.01	99.02	99.01	98.98	98.91
Average discount per BGN 100 (%)	0.97	0.99	0.98	0.99	1.02	1.09
Average annual yield (%)	3.93	4.01	3.97	4.01	4.13	4.42
Effective annual yield (%)	3.99	4.07	4.03	4.07	4.20	4.49
Coverage coefficient	1.37	1.37	1.75	1.72	1.34	1.51

Source: BNB and MF.

Treasury Bonds

Issue No./Date	11/30.01.95	106/30.11.95	113/28.12.95
Maturity date	30.01.2004	23.11.2000	21.12.2000
Nominal value of the offer (thousand BGN)	25.00	800.00	1 016.80
Total nominal value of the bids received (thousand BGN)	25.00	220.00	1 016.80
Total nominal value of the bids approved (thousand BGN)	25.00	220.00	1 016.80
Average price of the bids approved per BGN 100 (%)	100.00	92.86	92.34
Average discount per BGN 100 (%)		7.14	7.66
Interest rate	BIR	BIR	BIR
Coverage coefficient	1.00	0.28	1.00

(continued)

(continued)

Issue No.	BG2030396126	BG2031096121	BG2034797121	BG2030798115	BG2030998111	BG2031198117	BG2031398113	BG2031598118
Issue date	29.02.1996	30.05.1996	16.05.1997	30.04.1998	28.05.1998	02.07.1998	30.07.1998	03.09.1998
Maturity date	22.02.2001	23.05.2001	10.05.2002	24.04.2003	22.05.2003	26.06.2003	26.07.2001	30.08.2001
Nominal value of the offer (thousand BGN)	1 000.00	800.00	20 000.00	1 000.00	2 000.00	2000.00	1 000.00	1 000.00
Total nominal value of the bids received (thousand BGN)	200.00	800.00	20 000.00	3 605.00	3 440.00	2070.00	2 750.00	1 400.00
Total nominal value of the bids approved (thousand BGN)	50.00	800.00	20 000.00	1 000.00	2 000.00	2000.00	1 000.00	1 000.00
Average price of the bids approved per BGN 100 (%)	91.50	100.00	100.00	87.14	84.78	76.20	89.60	87.85
Average discount per BGN 100 (%)	8.50			12.86	15.22	23.80	10.40	12.15
Interest rate	BIR	BIR+7	BIR+4	8.00	8.00	7.00	7.00	6.50
Coverage coefficient	0.20	1.00	1.00	3.61	1.72	1.04	2.75	1.40

(continued)

(continued)

Issue No.	BG2031798114	BG2031998110	BG2032098118	BG2032198116	BG2032298114	BG2030099118	BG2030199116	BG2030299114
Issue date	01.10.1998	29.10.1998	19.11.1998	03.12.1998	17.12.1998	13.01.1999	27.01.1999	10.02.1999
Maturity date	27.09.2001	25.10.2001	16.11.2000	29.11.2001	14.12.2000	10.01.2001	24.01.2001	07.02.2001
Nominal value of the offer (thousand BGN)	1 500.00	1 500.00	1 000.00	500.00	1 000.00	5 000.00	8 000.00	10 000.00
Total nominal value of the bids received (thousand BGN)	1 155.00	700.00	3 700.00	1 250.00	2 647.02	13 053.00	20 849.60	24 021.03
Total nominal value of the bids approved (thousand BGN)	1 055.00	250.00	1 000.00	500.00	1 000.00	5 000.00	8 000.00	10 000.00
Average price of the bids approved per BGN 100 (%)	86.89	83.48	93.32	95.55	99.82	99.60	99.38	99.66
Average discount per BGN 100 (%)	13.11	16.52	6.68	4.45	0.18	0.40	0.62	0.34
Interest rate	6.50	6.50	6.50	9.00	9.00	9.00	9.00	9.00
Coverage coefficient	0.77	0.47	3.70	2.50	2.65	2.61	2.61	2.40

(continued)

(continued)

	BG2030399112	BG2030499110	BG2030599117	BG2030699115	BG2030799113	BG2030899111	BG2030999119	BG2031099117
Issue No.								
Issue date	24.02.1999	10.03.1999	24.03.1999	31.03.1999	14.04.1999	28.04.1999	29.04.1999	12.05.1999
Maturity date	21.02.2001	07.03.2001	21.03.2001	24.03.2004	11.04.2001	25.04.2001	22.04.2004	09.05.2001
Nominal value of the offer (thousand BGN)	15 000.00	15 000.00	15 000.00	2 000.00	15 000.00	20 000.00	1 190.00	20 000.00
Total nominal value of the bids received (thousand BGN)	30 397.50	48 340.00	39 280.00	2 795.00	47 594.30	42 870.00	1 190.00	25 720.00
Total nominal value of the bids approved (thousand BGN)	15 000.00	15 000.00	15 000.00	2 000.00	15 000.00	20 000.00	1 190.00	20 000.00
Average price of the bids approved per BGN 100 (%)	99.74	99.91	100.05	86.35	100.84	99.88	78.39	99.98
Average discount per BGN 100 (%)	0.26	0.09		13.65		0.12	21.61	0.02
Interest rate	9.00	9.00	9.00	9.00	9.00	8.00	9.00	8.00
Coverage coefficient	2.03	3.22	2.62	1.40	3.17	2.14	1.00	1.29

(continued)

(continued)

Issue No.	BG2031299113	BG2031399111	BG2031699114	BG2031799112	BG2031899110	BG2031999118	BG2032099116	BG2032199114
Issue date	26.05.1999	09.06.1999	23.06.1999	14.07.1999	28.07.1999	11.08.1999	25.08.1999	08.09.1999
Maturity date	23.05.2001	06.06.2001	20.06.2001	11.07.2001	25.07.2001	08.08.2001	22.08.2001	05.09.2001
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	15 000.00	12 000.00	10 000.00	10 000.00	8 000.00	8 000.00
Total nominal value of the bids received (thousand BGN)	25 827.40	15 965.00	11 220.00	16 170.00	13 105.50	11 325.00	9 080.63	16 600.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	15 965.00	11 220.00	12 000.00	10 000.00	10 000.00	8 000.00	8 000.00
Average price of the bids approved per BGN 100 (%)	98.98	97.18	93.55	93.54	93.26	92.59	91.92	91.05
Average discount per BGN 100 (%)	1.02	2.82	6.45	6.46	6.74	7.41	8.08	8.95
Interest rate	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Coverage coefficient	1.29	0.80	0.75	1.35	1.31	1.13	1.14	2.08

(continued)

(continued)

Issue No.	BG2032299112	BG2032399110	BG2032499118	BG2032599115	BG2032699113	BG2032799111	BG2032899119	BG2030000116
Issue date	24.09.1999	13.10.1999	27.10.1999	10.11.1999	24.11.1999	08.12.1999	22.12.1999	19.01.2000
Maturity date	21.09.2001	10.10.2001	24.10.2001	07.11.2001	21.11.2001	05.12.2001	19.12.2001	16.01.2002
Nominal value of the offer (thousand BGN)	8 000.00	8 000.00	10 000.00	10 000.00	10 000.00	10 000.00	10 000.00	28 000.00
Total nominal value of the bids received (thousand BGN)	34 781.00	39 093.50	28 485.05	24 059.00	29 786.00	40 252.00	37 050.00	87 580.00
Total nominal value of the bids approved (thousand BGN)	8 000.00	8 000.00	10 000.00	10 000.00	10 000.00	10 000.00	10 000.00	28 000.00
Average price of the bids approved per BGN 100 (%)	94.71	98.02	98.53	98.80	99.04	99.60	100.12	99.74
Average discount per BGN 100 (%)	5.29	1.98	1.47	1.20	0.96	0.40		0.26
Interest rate	9.00	9.00	9.00	9.00	9.00	9.00	9.00	8.00
Coverage coefficient	4.35	4.89	2.85	2.41	2.98	4.03	3.71	3.13

(continued)

(continued)

Issue No.	BG2030100114 ¹	BG2030200112	BG2030300110	BG2030400118 ²	BG2030500115 ²	BG2030600113 ²	BG2030700111 ²	BG2030800119 ³
Issue date	09.02.2000	16.02.2000	15.03.2000	05.04.2000	19.04.2000	05.07.2000	19.07.2000	04.10.2000
Maturity date	05.02.2003	13.02.2002	13.03.2002	03.04.2002	16.04.2003	03.07.2002	16.07.2003	02.10.2002
Nominal value of the offer (thousand BGN)	50 000.00	28 000.00	28 000.00	50 000.00	30 000.00	50 000.00	30 000.00	15 000.00
Total nominal value of the bids received (thousand BGN)	192 244.60	84 094.00	61 368.00	151 083.50	120 312.85	135 755.00	131 450.00	53 250.00
Total nominal value of the bids approved (thousand BGN)	50 000.00	28 000.00	28 000.00	50 000.00	30 000.00	50 000.00	30 000.00	15 000.00
Average price of the bids approved per BGN 100 (%)	101.20	100.34	100.10	100.83	100.61	101.16	102.09	101.24
Average discount per BGN 100 (%)								
Interest rate	9.00	7.00	7.00	7.00	8.00	7.00	8.00	7.00
Coverage coefficient	3.84	3.00	2.19	3.02	4.01	2.72	4.38	3.55

¹ The above price is a result of the four auctions organized for sale of this issue and includes the interest accrued as of the dates of the auctions.

² The above price is a result of the three auctions organized for sale of this issue and includes the interest accrued as of the dates of the auctions.

³ The total volume of the issue is BGN 50,000 thousand; the MF will sell the remaining portion on an auctional principle.

(continued)

(continued)	
Issue No.	BG2030900117 ⁴ BG2031000115 ⁵
Issue date	11.10.2000 18.10.2000
Maturity date	05.10.2005 15.10.2003
Nominal value of the offer (thousand BGN)	10 000.00 10 000.00
Total nominal value of the bids received (thousand BGN)	46 780.00 42 068.00
Total nominal value of the bids approved (thousand BGN)	10 000.00 10 000.00
Average price of the bids approved per BGN 100 (%)	98.78 101.44
Average discount per BGN 100 (%)	1.22
Interest rate	9.00 7.50
Coverage coefficient	4.68 4.21

⁴ The total volume of the issue is BGN 40,000 thousand; the MF will sell the remaining portion on an auctional principle.

⁵ The total volume of the issue is BGN 30,000 thousand; the MF will sell the remaining portion on an auctional principle.

Source: BNB and MF.

Guaranty Government Securities

Lev Guaranty Government Securities

Issue No.	BG2040296225	BG2040396223	BG2040596228	BG2044397227	BG20447397224	BG20447597229	BG20447697227
Issue date	05.06.1996	12.06.1996	27.06.1996	18.08.1997	22.10.1997	22.10.1997	05.11.1997
Maturity date	28.05.2003	04.06.2003	19.06.2003	09.08.2004	13.10.2004	13.10.2004	27.10.2004
Principal (thousand BGN)	2571.43	2716.59	339.89	16 903.88	1864.42	6074.50	10 349.77
Interest rate	BIR	BIR	BIR	BIR	BIR	BIR	BIR
Interest payments	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual	semiannual
Repayments	equal annual	equal annual	equal annual	equal annual	equal annual	equal annual	equal annual
Maturity (in years)	7	7	7	7	7	7	7

Foreign Currency Guaranty Government Securities

Issue No.	BG2047897116	BG2040198116	BG2040498110	BG2040598117	BG2040698115
Issue date	11.05.1997	29.01.1998	13.02.1998	13.03.1998	11.05.1998
Maturity date	01.11.2000	25.01.2001	09.02.2001	06.03.2001	07.05.2001
Principal (thousand USD)	5342.50	512.00	3127.00	53.50	1013.20
Interest rate	LIBOR + 2	LIBOR + 2	LIBOR + 2	LIBOR + 2	LIBOR + 2
Interest payments	semiannual	semiannual	semiannual	semiannual	semiannual
Repayments	one-off	one-off	one-off	one-off	one-off
Maturity (in years)	3	3	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:

- (a) in US dollars – 3-year redemption term; interest – BIR for the respective period, payable semiannually; redemption schedule – equal annual installments.
 (b) in US dollars – 5-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 49 of 29 April of 1998) repeals the Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Positioned 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.
 Principals of lev guaranty government securities are based on actual data as of 31 October 2000.

Source: BNB and 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.	BG 2000192224	BG 2009993226	BG 2009893228	BG 2009794228	BG 2009693222	200/1995
Issue date	01.01.1992	01.07.1993	01.10.1993	01.01.1994	01.12.1993	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 (thousand)	3026.91 (BGN)	2174.02 (BGN)	7799.39 (BGN)	432 385.44 (USD)	877.88 (BGN)	6213.52 (BGN)
Interest payments	semiannual	semiannual	semiannual	semiannual	annual	semiannual
2000 interest	BIR+1	BIR	BIR	LIBOR*	BIR	BIR

* Six-month LIBOR of the US dollar for the preceding interest period; the amount of interest coupon is announced by the Minister of Finance three days after the beginning of each interest period.

Principals are based on actual data as of 31 October 2000.

Long-term government bonds on the MF account (restructured debt and target programs) are excluded from 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: BNB and MF.

EUR-denominated Government Securities

Issue No.	BG2040099223	BG2031599124
Issue date	01.07.1999	16.06.1999
Maturity date	01.01.2019	11.04.2001
Principal (thousand EUR)	24 412.62	7000.00
Interest rate	EURIBOR ¹	EURO LIBOR ² + 3
Interest payments dates	semiannual	14.06.2000; 11.04.2001
Repayments	20 equal annual	one-off at maturity

EUR-denominated government securities are issued pursuant to § 10 of the Transitional and Final Provisions of 1999 State Budget Law of the Republic of Bulgaria.

¹ 6-month EURIBOR for the preceding interest period; the amount of interest coupon is announced by the Minister of Finance three days after the beginning of each interest period.
² 6-month EURO LIBOR quoted on 15 June 1999 and on 13 June 2000 respectively at 11:00 am London time.

EUR-denominated issue BG 2040099223 has the same status as USD-denominated issue BG 2009794228 (issued under Article 5 of ZUNK).

The principal of issue BG 2040099223 is based on actual data as of 31 October 2000.

Source: BNB and MF.

Government Securities Issued in 2000

Discount Government Securities Issued under Regulation No. 5 of the MF and BNB (Treasury Bills)

ISSUES				Amount offered by the MF (thousand BGN)	BIDS RECEIVED					BIDS APPROVED						
No.	Auction date	Issue date	Maturity date		Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Average yield			Nominal value (thousand BGN)	Price per BGN 100 nominal value			Average yield		
							Up to maturity %	Annual %	Effective annual %		Minimum	Maximum	Average	Up to maturity %	Annual %	Effective annual %
BG 30 100 00001	04.01.2000	05.01.2000	05.04.2000	5 000.00	6 920.00	98.90	1.11	4.46	4.54	5 000.00	98.90	98.91	98.91	1.10	4.42	4.49
BG 30 102 00007	10.01.2000	12.01.2000	12.04.2000	5 000.00	13 727.00	98.93	1.08	4.34	4.41	5 000.00	98.93	99.01	98.95	1.06	4.26	4.32
BG 30 103 00005	17.01.2000	19.01.2000	19.04.2000	5 000.00	14 832.50	98.96	1.05	4.22	4.28	5 000.00	98.96	99.02	98.98	1.03	4.13	4.20
BG 30 104 00003	24.01.2000	26.01.2000	26.04.2000	5 000.00	17 925.50	99.00	1.01	4.05	4.11	5 000.00	99.01	99.04	99.03	0.98	3.93	3.99
BG 30 105 00000	31.01.2000	02.02.2000	03.05.2000	5 000.00	17 060.00	99.06	0.95	3.81	3.86	5 000.00	99.07	99.10	99.09	0.92	3.68	3.73
BG 30 107 00006	07.02.2000	09.02.2000	10.05.2000	5 000.00	19 672.50	99.13	0.88	3.52	3.57	5 000.00	99.16	99.17	99.16	0.85	3.40	3.44
BG 30 108 00004	14.02.2000	16.02.2000	17.05.2000	5 000.00	13 852.50	99.18	0.83	3.32	3.36	5 000.00	99.19	99.70	99.20	0.81	3.23	3.27
BG 30 109 00002	21.02.2000	23.02.2000	24.05.2000	5 000.00	14 620.50	99.20	0.81	3.23	3.27	5 000.00	99.20	99.25	99.23	0.78	3.11	3.15
BG 30 110 00000	28.02.2000	01.03.2000	31.05.2000	5 000.00	9 555.00	99.21	0.80	3.19	3.23	5 000.00	99.21	99.25	99.25	0.76	3.03	3.07
BG 30 112 00006	06.03.2000	08.03.2000	07.06.2000	5 000.00	9 522.50	99.22	0.79	3.15	3.19	5 000.00	99.23	99.26	99.25	0.76	3.03	3.07
BG 30 113 00004	13.03.2000	15.03.2000	14.06.2000	5 000.00	5 315.00	99.12	0.89	3.56	3.61	5 000.00	98.77	99.26	99.14	0.87	3.48	3.53
BG 30 114 00002	20.03.2000	22.03.2000	21.06.2000	5 000.00	11 260.00	99.01	1.00	4.01	4.07	5 000.00	98.96	99.20	99.12	0.89	3.56	3.61
BG 30 115 00009	27.03.2000	29.03.2000	28.06.2000	5 000.00	13 971.50	99.01	1.00	4.01	4.07	5 000.00	99.05	99.14	99.12	0.89	3.56	3.61
BG 30 116 00007	03.04.2000	05.04.2000	05.07.2000	5 000.00	12 422.50	99.04	0.97	3.89	3.94	5 000.00	99.08	99.12	99.10	0.91	3.64	3.69
BG 30 117 00005	10.04.2000	12.04.2000	12.07.2000	5 000.00	12 762.50	99.07	0.94	3.77	3.82	5 000.00	99.10	99.12	99.11	0.90	3.60	3.65
BG 30 118 00003	17.04.2000	19.04.2000	19.07.2000	5 000.00	13 580.00	99.07	0.94	3.77	3.82	5 000.00	99.09	99.18	99.11	0.90	3.60	3.65
BG 30 119 00001	24.04.2000	26.04.2000	26.07.2000	5 000.00	13 460.00	99.04	0.97	3.89	3.94	5 000.00	99.08	99.12	99.10	0.91	3.64	3.69
BG 30 120 00009	02.05.2000	03.05.2000	02.08.2000	5 000.00	13 482.50	99.07	0.94	3.77	3.82	5 000.00	99.08	99.12	99.10	0.91	3.64	3.69
BG 30 121 00007	08.05.2000	10.05.2000	09.08.2000	5 000.00	16 277.50	99.10	0.91	3.64	3.69	5 000.00	99.12	99.12	99.12	0.89	3.56	3.61
BG 30 122 00005	15.05.2000	17.05.2000	16.08.2000	5 000.00	15 895.00	99.12	0.89	3.56	3.61	5 000.00	99.14	99.14	99.14	0.87	3.48	3.53
BG 30 123 00003	22.05.2000	25.05.2000	24.08.2000	5 000.00	10 287.50	99.13	0.88	3.52	3.57	5 000.00	99.14	99.16	99.15	0.86	3.44	3.48
BG 30 124 00001	29.05.2000	31.05.2000	30.08.2000	5 000.00	12 592.50	99.13	0.88	3.52	3.57	5 000.00	99.15	99.15	99.15	0.86	3.44	3.48
BG 30 126 00006	05.06.2000	07.06.2000	06.09.2000	5 000.00	8 750.00	99.13	0.88	3.52	3.57	5 000.00	99.13	99.16	99.15	0.86	3.44	3.48
BG 30 127 00004	12.06.2000	14.06.2000	13.09.2000	5 000.00	12 512.00	98.94	1.07	4.30	4.37	5 000.00	99.00	99.28	99.11	0.90	3.60	3.65
BG 30 128 00002	19.06.2000	21.06.2000	20.09.2000	5 000.00	8 810.00	98.90	1.11	4.46	4.54	5 000.00	98.83	99.18	98.97	1.04	4.17	4.24
BG 30 129 00000	26.06.2000	28.06.2000	27.09.2000	5 000.00	14 912.50	98.94	1.07	4.30	4.37	5 000.00	99.00	99.02	99.00	1.01	4.05	4.11
BG 30 130 00008	03.07.2000	05.07.2000	04.10.2000	5 000.00	11 312.50	98.99	1.02	4.09	4.16	5 000.00	99.00	99.06	99.03	0.98	3.93	3.99
BG 30 131 00006	10.07.2000	12.07.2000	11.10.2000	5 000.00	13 224.60	99.04	0.97	3.89	3.94	5 000.00	99.06	99.13	99.08	0.93	3.72	3.78

(continued)

(continued)

No.	ISSUES				Amount offered by the MF (thousand BGN)	BIDS RECEIVED					BIDS APPROVED				
	Auction date	Issue date	Maturity date	Nominal value (thousand BGN)		Average price per BGN 100 nominal value	Average yield			Nominal value (thousand BGN)	Price per BGN 100 nominal value			Average yield	
							Up to maturity %	Annual %	Effective annual %		Minimum	Maximum	Average	Up to maturity %	Annual %
BG 30 133 00004	17.07.2000	19.07.2000	18.10.2000	5 000.00	99.07	0.94	3.77	3.82	5 000.00	99.15	99.16	99.15	0.86	3.44	3.48
BG 30 133 00002	24.07.2000	26.07.2000	25.10.2000	5 000.00	99.09	0.92	3.68	3.73	5 000.00	99.15	99.16	99.15	0.86	3.44	3.48
BG 30 134 00000	31.07.2000	02.08.2000	01.11.2000	5 000.00	99.08	0.93	3.72	3.78	5 000.00	99.08	99.17	99.14	0.87	3.48	3.53
BG 30 135 00007	07.08.2000	09.08.2000	08.11.2000	5 000.00	99.11	0.90	3.60	3.65	5 000.00	99.13	99.15	99.14	0.87	3.48	3.53
BG 30 136 00005	14.08.2000	16.08.2000	15.11.2000	5 000.00	99.12	0.89	3.56	3.61	5 000.00	99.14	99.16	99.15	0.86	3.44	3.48
BG 30 137 00003	21.08.2000	23.08.2000	22.11.2000	5 000.00	99.03	0.98	3.93	3.99	5 000.00	99.01	99.15	99.08	0.93	3.72	3.78
BG 30 138 00001	28.08.2000	30.08.2000	29.11.2000	5 000.00	98.95	1.06	4.26	4.32	5 000.00	98.91	99.10	99.01	1.00	4.01	4.07
BG 30 140 00007	04.09.2000	07.09.2000	07.12.2000	5 000.00	98.98	1.03	4.13	4.20	5 000.00	98.96	99.10	99.05	0.96	3.85	3.90
BG 30 141 00005	11.09.2000	13.09.2000	13.12.2000	5 000.00	99.02	0.99	3.97	4.03	5 000.00	99.01	99.13	99.06	0.95	3.81	3.86
BG 30 142 00003	18.09.2000	20.09.2000	20.12.2000	5 000.00	99.00	1.01	4.05	4.11	5 000.00	98.99	99.06	99.03	0.98	3.93	3.99
BG 30 143 00001	25.09.2000	27.09.2000	27.12.2000	5 000.00	98.97	1.04	4.17	4.24	5 000.00	98.95	99.08	99.01	1.00	4.01	4.07
BG 30 144 00009	02.10.2000	04.10.2000	03.01.2001	5 000.00	98.97	1.04	4.17	4.24	5 000.00	99.01	99.04	99.02	0.99	3.97	4.03
BG 30 145 00006	09.10.2000	11.10.2000	10.01.2001	5 000.00	98.96	1.05	4.22	4.28	5 000.00	98.97	99.04	99.01	1.00	4.01	4.07
BG 30 146 00004	16.10.2000	18.10.2000	17.01.2001	5 000.00	98.93	1.08	4.34	4.41	5 000.00	98.80	99.01	98.98	1.03	4.13	4.20
BG 30 147 00002	23.10.2000	25.10.2000	24.01.2001	5 000.00	98.87	1.14	4.58	4.66	5 000.00	98.81	98.97	98.91	1.10	4.42	4.49
Three-month issues, total				215 000.00	485 590.22				215 000.00						
BG 30 101 00009	04.01.2000	05.01.2000	03.01.2001	20 000.00	93.23	7.26	7.28	7.28	20 000.00	94.00	94.53	94.22	6.13	6.15	6.15
BG 30 106 00008	31.01.2000	02.02.2000	31.01.2001	20 000.00	94.81	5.47	5.49	5.49	20 000.00	95.20	95.28	95.23	5.01	5.02	5.02
BG 30 111 00008	28.02.2000	01.03.2000	28.02.2001	20 000.00	95.13	5.12	5.13	5.13	20 000.00	95.19	95.30	95.28	4.95	4.97	4.97
BG 30 125 00008	29.05.2000	31.05.2000	30.05.2001	20 000.00	95.10	5.15	5.17	5.17	20 000.00	95.05	95.43	95.26	4.98	4.99	4.99
BG 30 139 00009	28.08.2000	30.08.2000	29.08.2001	20 000.00	94.81	5.47	5.49	5.49	20 000.00	94.89	95.27	95.07	5.19	5.20	5.20
One-year issues, total				100 000.00	244 790.00				100 000.00						
Total				315 000.00	730 380.22				315 000.00						

Note: According to the methodology applied by the MF, the yield of treasury bills is calculated using the following formulae:

$$YM = D/P \times 100, \text{ where } EAY = [(1 + YM)^n - 1] \times 100$$

$$YM - \text{yield to maturity; } EAY - \text{effective annual yield.}$$

$$D - \text{discount; } n - \text{number of periods in one year.}$$

$$P - \text{price per BGN 100 nominal value.}$$

It is assumed that one year has 364 days.

Interest-bearing Government Securities Issued under Regulation No. 5 of the MF and BNB (Treasury Bonds)

ISSUES						Interest rate offered by the MF	Amount offered by the MF		BIDS RECEIVED		BIDS APPROVED				
No.	Auction date	Issue date	Open date of payment	Maturity date	Interest payments date		Total volume (thousand BGN)	Auction volume (thousand BGN)	Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Nominal value (thousand BGN)	Price per BGN 100 nominal value			Average effective annual yield (%)
												Minimum	Maximum	Average	
BG 20 300 00116	17.01.2000	19.01.2000		16.01.2002	19.07.2000 17.01.2001 18.07.2001 16.01.2002	8%	28 000.00		87 580.00	99.13	28 000.00	99.55	100.02	99.74	8.14
BG 20 302 00112	14.02.2000	16.02.2000		13.02.2002	16.08.2000 14.02.2001 15.08.2001 13.02.2002	7%	28 000.00		84 094.00	99.50	28 000.00	100.20	101.10	100.34	6.81
BG 20 303 00110	13.03.2000	15.03.2000		13.03.2002	13.09.2000 14.03.2001 12.09.2001 13.03.2002	7%	28 000.00		61 368.00	99.17	28 000.00	99.73	100.73	100.10	6.95
BG 20 304 00118	03.04.2000	05.04.2000	05.04.2000	03.04.2002	04.10.2000 04.04.2001 03.10.2001 03.04.2002	7%	50 000.00	15 000.00	46 165.00	99.77	15 000.00	100.00	100.60	100.29	6.84
*BG 20 304 00118	02.05.2000	05.04.2000	03.05.2000	03.04.2002				20 000.00	54 461.00	100.18	20 000.00	100.56	101.27	100.72	
*BG 20 304 00118	05.06.2000	05.04.2000	07.06.2000	03.04.2002				15 000.00	50 457.50	101.10	15 000.00	101.31	101.82	101.51	
BG 20 306 00113	03.07.2000	05.07.2000	05.07.2000	03.07.2002	03.01.2001 04.07.2001 02.01.2002 03.07.2002	7%	50 000.00	15 000.00	38 290.00	99.97	15 000.00	100.11	100.77	100.30	6.84
*BG 20 306 00113	31.07.2000	05.07.2000	02.08.2000	03.07.2002				20 000.00	53 730.00	100.81	20 000.00	100.89	101.73	101.20	
*BG 20 306 00113	04.09.2000	05.07.2000	07.09.2000	03.07.2002				15 000.00	43 735.00	101.61	15 000.00	101.80	102.30	101.95	

(continued)

(continued)

No.	ISSUES				Interest rate offered by the MF	Amount offered by the MF		BIDS RECEIVED		BIDS APPROVED					
	Auction date	Issue date	Open date of payment	Maturity date		Interest payments date	Total volume (thousand BGN)	Auction volume (thousand BGN)	Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Nominal value (thousand BGN)	Price per BGN 100 nominal value		Average effective annual yield (%)	
												Minimum	Maximum		
BG 20 308 00119	02.10.2000	04.10.2000	04.10.2000	02.10.2002	04.04.2001 03.10.2001 03.04.2002 02.10.2002	7%	50 000.00	15 000.00	53 250.00	100.80	15 000.00	101.04	101.62	101.24	6.33
Two-year issues, total							234 000.00	115 000.00	573 130.50		199 000.00				
BG 20 301 00114	07.02.2000	09.02.2000	09.02.2000	05.02.2003	09.08.2000 07.02.2001 08.08.2001 06.02.2002 07.08.2002 05.02.2003	9%	50 000.00	5 000.00	34 765.00	98.78	5 000.00	100.70	101.64	101.20	8.54
*BG 20 301 00114	17.02.2000	09.02.2000	18.02.2000	05.02.2003				15 000.00	59 465.00	100.15	15 000.00	100.91	102.63	101.47	
*BG 20 301 00114	24.02.2000	09.02.2000	25.02.2000	05.02.2003				15 000.00	48 516.60	99.98	15 000.00	100.64	101.82	100.93	
*BG 20 301 00114	02.03.2000	09.02.2000	06.03.2000	05.02.2003				15 000.00	49 498.00	100.36	15 000.00	100.64	102.02	101.21	
BG 20 305 00115	17.04.2000	19.04.2000	19.04.2000	16.04.2003	18.10.2000 18.04.2001 17.10.2001 17.04.2002 16.10.2002 16.04.2003	8%	30 000.00	10 000.00	44 350.00	98.58	10 000.00	99.22	100.40	99.68	8.12
*BG 20 305 00115	15.05.2000	19.04.2000	17.05.2000	16.04.2003				10 000.00	42 182.80	100.20	10 000.00	100.53	101.20	100.88	
*BG 20 305 00115	19.06.2000	19.04.2000	21.06.2000	16.04.2003				10 000.00	33 780.05	99.53	10 000.00	100.13	101.77	101.26	
BG 20 307 00111	17.07.2000	19.07.2000	19.07.2000	16.07.2003	17.01.2001 18.07.2001 16.01.2002 17.07.2002 15.01.2003 16.07.2003	8%	30 000.00	10 000.00	37 920.00	100.01	10 000.00	100.18	101.59	100.67	7.74

(continued)

(continued)

ISSUES										BIDS RECEIVED					BIDS APPROVED				
No.	Auction date	Issue date	Open date of payment	Maturity date	Interest payments date	Interest rate offered by the MF	Amount offered by the MF		Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Nominal value (thousand BGN)	Price per BGN 100 nominal value		Average effective annual yield (%)					
							Total volume (thousand BGN)	Auction volume (thousand BGN)				Minimum	Maximum						
*BG 20 307 00111	14.08.2000	19.07.2000	16.08.2000	16.07.2003			10 000.00	10 000.00	52 900.00	101.41	10 000.00	101.73	103.02	102.04					
*BG 20 307 00111	18.09.2000	19.07.2000	20.09.2000	16.07.2003			10 000.00	10 000.00	40 630.00	102.71	10 000.00	103.24	103.80	103.57					
BG 20 310 00115	16.10.2000	18.10.2000	18.10.2000	15.10.2003	18.04.2001	7.5%	30 000.00	10 000.00	42 068.00	100.71	10 000.00	101.20	101.92	101.44					
					17.10.2001									6.96					
					17.04.2002														
					16.10.2002														
					16.04.2003														
					15.10.2003														
Three-year issues, total							140 000.00	120 000.00	486 075.45		120 000.00								
BG 20 309 00117	09.10.2000	11.10.2000	11.10.2000	05.10.2005	11.04.2001	9%	40 000.00	10 000.00	46 780.00	93.48	10 000.00	97.66	102.21	98.78					
					10.10.2001									9.31					
					10.04.2002														
					09.10.2002														
					09.04.2003														
					08.10.2003														
					07.04.2004														
					06.10.2004														
					06.04.2005														
					05.10.2005														
Five-year issues, total							40 000.00	10 000.00	46 780.00		10 000.00								
Total							414 000.00	245 000.00	1 105 985.95		329 000.00								

* Prices include interest accrued as of the open date of the issue. Therefore, no average effective annual yield is published.

Note: According to the methodology applied by the MF, the calculation of the effective annual yield is based on yield function built in MICROSOFT EXCEL.



SALES OF GOVERNMENT SECURITIES FOR PARTICIPATION IN PRIVATIZATION TRANSACTIONS

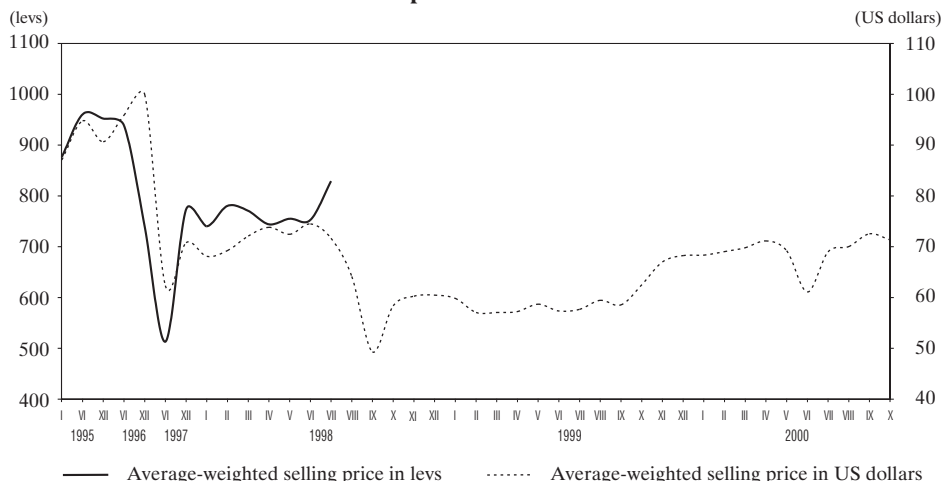
In October long-term government bonds issued under Article 5 of ZUNK, totaling USD 5 thousand, were sold for participation in privatization. Pursuant to Article 5 of the Regulation on participation in privatization of holders of long-term government bonds issued under the terms of ZUNK, CM Decrees Nos. 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 one privatization transaction as legal tender and were canceled at the end of October.

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

Long-term government bonds issued under Article 5 of ZUNK 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), totaling USD 199,000, were sold and utilized in October.

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



Volume of Long-term Government Bonds Used as Legal Tender in Privatization Transactions

	Year	Jan.	Feb.	March	April	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
I. Government securities in BGN (thousand BGN)	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	0.00	0.00	0.00	0.00	0.00	0.00
	2000	0.00	0.00	6.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00			6.90
II. Government securities in USD (million USD)	1994													
	1995						0.80	0.10	0.10	0.90	1.70		3.90	7.50
	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	0.66	0.03	0.04	2.00	0.03	0.04	20.74
	2000	0.016	0.010	0.010	0.010	0.030	0.010	0.040	0.005	0.002	0.005			0.138
III. Government securities in EUR (thousand EUR)	1999							0.00	2.79	0.00	0.00	0.00	0.00	2.79
	2000	0.00	4.05	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			4.05

- Notes:**
1. Government securities in BGN 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.
 3. Government securities in EUR include long-term government bonds from Issue No. 400 of 1999 denominated in euro and issued pursuant to § 10 of the Transitional and Final Provisions of 1999 SBL of the Republic of Bulgaria.

5

GOVERNMENT SECURITIES PRIMARY DEALERS AND REUTERS PAGES FOR GOVERNMENT SECURITIES QUOTATIONS

Pursuant to Article 4, para. 1 of Regulation No. 5 of the MF and BNB, the Minister of Finance and the Governor of the Bulgarian National Bank approved the government securities primary dealers, as follows:

UP TO 31 DECEMBER 2000

DSK BANK	SSBG 01-03
BIOCHIM COMMERCIAL BANK	CBBB 01-03
BNP – DRESDNERBANK	BSBD 01-03
BULBANK	BGTB 01-03
BULGARIAN POST BANK	BPBB 01-03
BULGARIA-INVEST COMMERCIAL BANK	BGIN 01-03
DEMIRBANK (BULGARIA)	DBBG 01-03
SII INVEST	SIIB 01
EVROBANK	EBSF 01-03
SG EXPRESSBANK	EBVB 01
ECONOMIC AND INVESTMENT BANK	RIBB 01-03
NEFTINVESTBANK	OBGG 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
ROSEXIMBANK	REBS 01
HEBROS COMMERCIAL BANK	AGBG 01-03
UNIONBANK	UNBS 01-03
BULBROKERS	BULB 01-03

EUROFINANCE FINANCIAL HOUSE
ELANA FINANCIAL BROKERAGE HOUSE
CENTRAL COOPERATIVE BANK

EUFI 01-03
ELAN 01-03
SCCB 01-03

SUMMARIZED QUOTATION PAGES

BGTSY=
BGZUNK=
BGTSYM=

BNB pages containing information on the government
securities interbank market

BGBNB 5
BGBNB 6
BGBNB 9

**JOINT LETTER OF THE MF AND BNB NO. 33-17-00/4660
OF 20 OCTOBER 2000 REGARDING CHANGES IN THE
CRITERIA FOR EVALUATION AND SELECTION OF
GOVERNMENT SECURITIES PRIMARY DEALERS**



To Executive Directors of
commercial banks,
SII Invest,
Bulbrokers Ltd.,
Eurofinance Financial House and
Elana Financial Brokerage House

Dear Sirs,

We hereby inform you that the Minister of Finance and the Governor of the BNB approved changes in the Criteria for Evaluation and Selection of Government Securities Primary Dealers sent by Letter No. 9100-0012 of 31 January 2000, as follows:

1. The requirement under item 7 'bid and offer quotations for each new government securities issue shall be sent daily to the BNB, starting from its issuance until next auction for the same maturity issue' is repealed.
2. Under item 10: primary dealers – commercial banks, shall maintain a portfolio in government securities permanently available according to the register at the BNB for the corresponding period in order to reduce their risk exposure in the amount at least 3 (three) percent of attracted resources as determined under the procedure for calculation of minimum reserve requirements with the BNB.

These changes shall be taken into consideration in selecting government securities primary dealers for the period after 1 January 2001 and applied when evaluating the fulfillment of the Criteria for the period 1 July 2000 – 31 December 2000.

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