



DECEMBER

**Secondary
Market of
Government
Securities**

2001

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
LRP – Law on Registered Pledges
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)

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As of December 1999 you can find a daily bulletin containing information on government securities primary and secondary markets 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 Registered 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) 9145 1795 or 9145 1551.

As of September 2001 *Computerized Book-entry System for Registration of and Trade in Government Securities* was published in Bulgarian and English on BNB Internet website under the heading of Fiscal Services.

Interbank Market of Government Securities Issued under Regulation No. 5

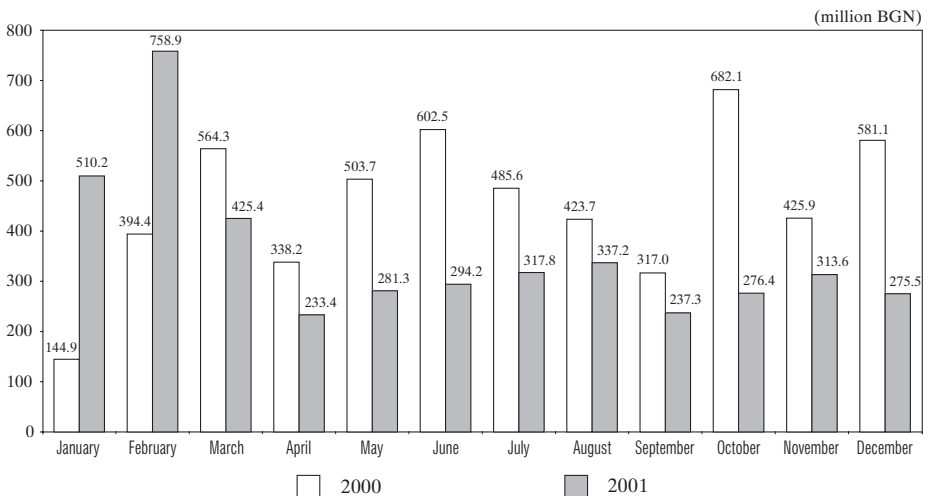
In December 2001 financial institutions concluded 305 transactions in government securities (including the number and volume of reverse repurchase agreements) issued for budget deficit financing, totaling BGN 275,447.7 thousand nominal value, a two-fold decrease from the same period of the previous year (Chart 1).

The total volume of secondary mar-

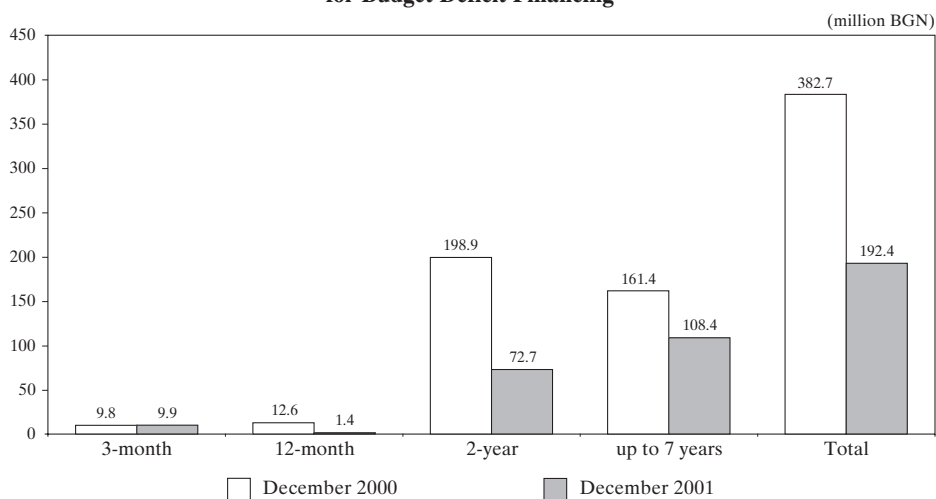
ket transactions in government securities issued under Regulation No. 5 (reverse repo agreements volume excluded) amounted to BGN 192,360.3 thousand, a decrease of 49.73% on December 2000. Structurally, government securities transactions included three-month treasury bills of BGN 9,941.4 thousand, twelve-month of BGN 1,406.3 thousand, two-year of BGN 72,647.3 thousand and up to seven years of BGN 108,365.3 thousand. This suggests that treasury bonds of up to seven years term were most preferred in December (Chart 2).

Chart 1

Volume of Transactions in Government Securities Issued for Budget Deficit Financing



Structure of Transactions in Government Securities Issued for Budget Deficit Financing



Over the review period the volume of transactions concluded on behalf of clients (under Article 21) totaled BGN 3,300 thousand, a three-fold increase from November. Transactions registered under Article 20 accounted for BGN 8,357.3 thousand, a decrease of 58.97% on the previous month. The volume of transactions concluded between primary and nonprimary dealers under Article 14 insignificantly dropped to BGN 61,818.5 thousand (7.06%), including bids of BGN 2,150 thousand approved at government securities auctions on behalf of nonprimary dealers.

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

In December financial institutions concluded 35 transactions in USD-de-

nominated government securities issued as a result of structural reform, totaling USD 16.3 million nominal value. Twenty-five outright transactions of USD 9.7 million, two repo agreements of USD 0.7 million and eight transactions of USD 5.9 million on behalf of clients (under Articles 14, 20 and 21) were concluded.

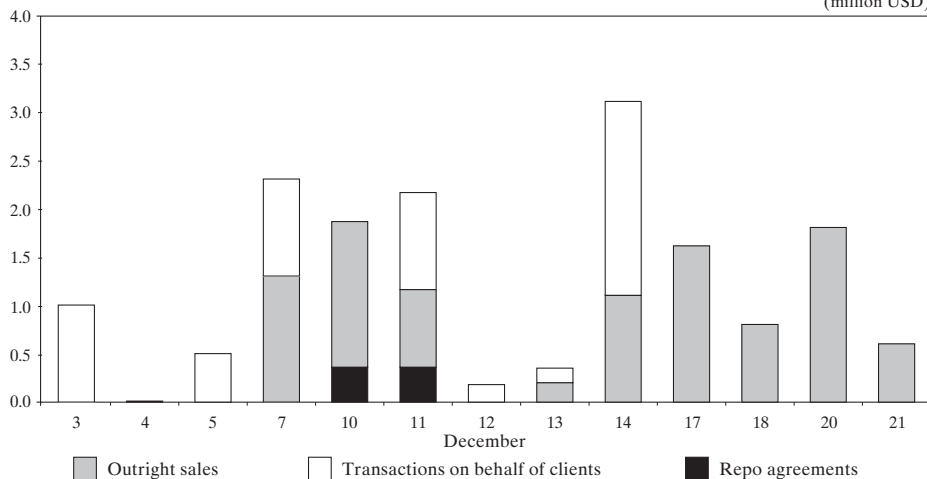
Eleven transactions in EUR-denominated government securities of EUR 6.6 million, including six outright transactions of EUR 2.3 million, two repo agreements of EUR 1.4 million and three transactions on behalf of clients of EUR 2.9 million, were reported.

Pursuant to Article 14, para. 6 of Regulation No. 5 24 transactions of USD 10.2 million and nine transactions of EUR 5.7 million were concluded in the review period.

In December traded volumes in

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

(million USD)



USD-denominated ZUNK bonds indicated approximately two-fold decrease on the previous month. One of the possible reasons might be the installment made on 2 January 2002 in the amount of 1/18 of the issue. Outright transactions volume decreased by USD 6.2 million and transactions on behalf of clients fell by USD 14 million. The average daily trade turnover totaled USD 1.25 million. The average-weighted price for December was USD 80.73 per USD 100 nominal value.

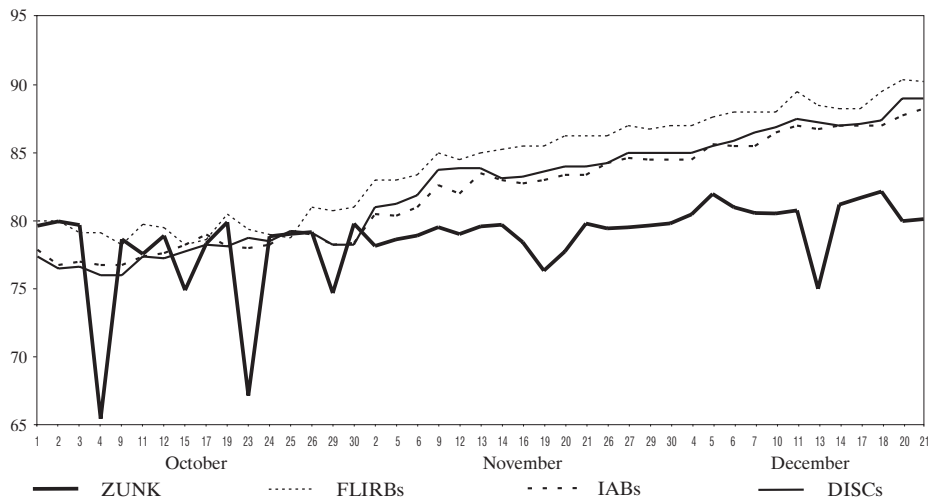
Government Securities Repo Agreements in the Interbank Market

In December the volume of repo agreements traded in the secondary interbank market was uneven (Chart 5). It hit highs on 29 December due to the increased demand for resource by com-

mercial banks consistent with minimum reserve requirements regulation with the BNB.

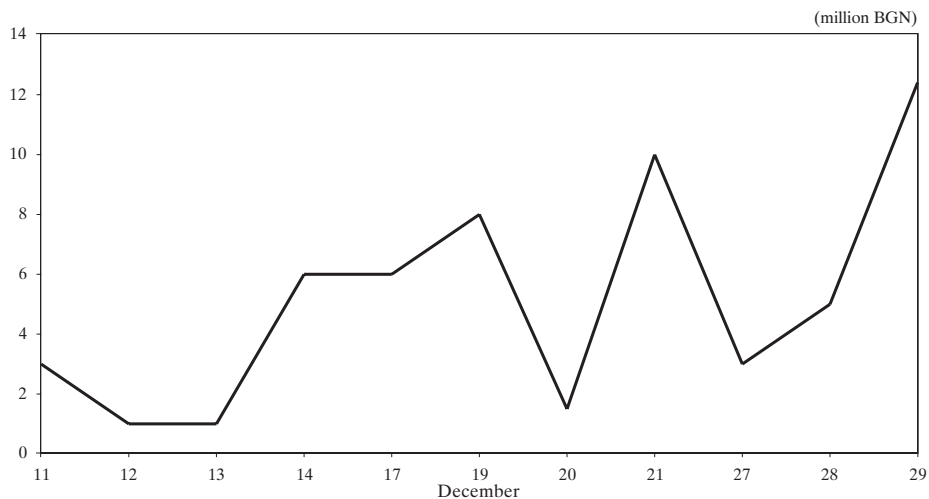
In December the yield on repo agreements in government securities significantly fluctuated. Their average term (in days) increased compared with the previous month and outright transactions volume rose in the review period. The yield on repo agreements in government securities with one-day, three-day, and up to seven days terms (1.02%, 0.31%, 1.00% respectively) was higher than the yield on interbank deposits with the same terms (0.39%, 0.25%, 0.72% respectively) and lower for transactions with up to one month term (0.54%). In the period under review the yield on repo agreements with up to three days term was lower than the average-weighted base interest rate for December (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 December	Price		
	Minimum	Maximum	Average-weighted
3	-	-	-
4	80.48	80.48	80.48
5	81.98	81.98	81.98
6	81.00	81.00	81.00
7	80.40	80.64	80.58
10	80.51	80.56	80.54
11	80.77	80.77	80.77
12	-	-	-
13	75.00	75.00	75.00
14	80.98	81.60	81.19
17	75.25	82.02	81.69
18	82.16	82.16	82.16
19	-	-	-
20	76.00	81.98	79.98
21	76.00	82.20	80.13
27	-	-	-
28	-	-	-
29	-	-	-
Monthly	75.00	82.20	80.73

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 December	DISCs		FLIRBs		IABs	
	Offer	Bid	Offer	Bid	Offer	Bid
3	85.00	84.50	87.00	86.50	84.38	83.88
4	85.00	84.50	87.00	86.63	84.50	84.25
5	85.50	85.00	87.63	87.13	85.63	85.13
6	85.88	85.63	88.00	87.00	85.50	85.00
7	86.50	86.00	88.00	87.00	85.50	85.25
10	86.88	86.00	88.00	87.00	86.50	85.50
11	87.50	86.75	89.50	88.38	87.00	86.63
12	87.38	86.63	89.13	88.50	86.88	86.25
13	87.25	86.00	88.50	88.00	86.75	86.00
14	87.00	86.00	88.25	87.75	87.00	85.75
17	87.13	86.63	88.25	87.75	87.00	86.38
18	87.38	86.75	89.50	88.50	87.00	86.50
19	89.00	88.63	90.25	88.75	88.38	87.63
20	89.00	88.50	90.38	88.88	87.75	87.00
21	89.00	88.50	90.25	89.75	88.25	87.50
24	89.00	88.50	90.25	90.13	88.50	87.75
26	89.00	88.50	90.25	90.13	88.50	87.75
27	89.00	88.75	90.25	90.13	88.50	87.75
28	89.00	88.75	90.25	90.13	88.25	87.75
31	89.00	88.75	90.25	90.13	88.00	87.50

* Reuters quotations.

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

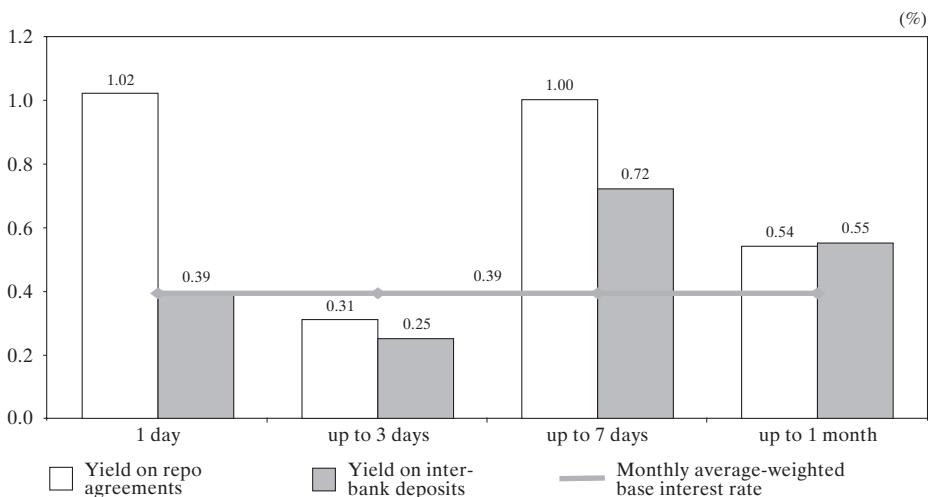
1. Volume of transactions in government securities denominated in levs (million BGN nominal value)	192.39
- repo agreements*	58.14
- outright sales	134.25
- privatization transactions	-
2. Volume of transactions in government securities denominated in US dollars and euro (million BGN nominal value)	28.30
- repo agreements*	2.19
- outright sales	26.04
- privatization transactions	0.07
3. Number of secondary interbank market transactions	202.00
- repo agreements**	45
- outright sales	154
- privatization transactions	3
4. Average term of secondary interbank market repo agreements (days)	8.00
5. Average monthly yield (simple interest) on secondary interbank market repo agreements depending on the term (%)	
1 day	1.02
from 2 to 3 days	0.31
from 4 to 7 days	1.00
up to 1 month	0.54

* Volume of reverse repo agreements excluded.

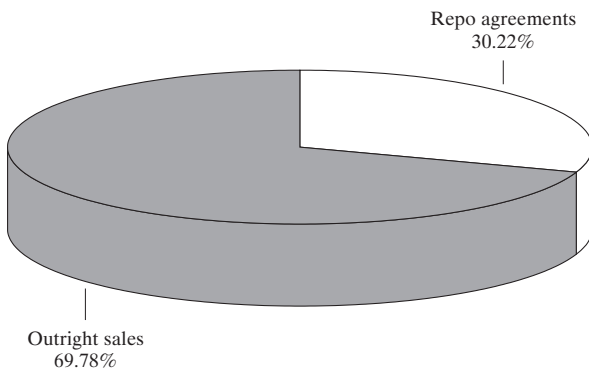
** Number of reverse repo agreements excluded.

Chart 6

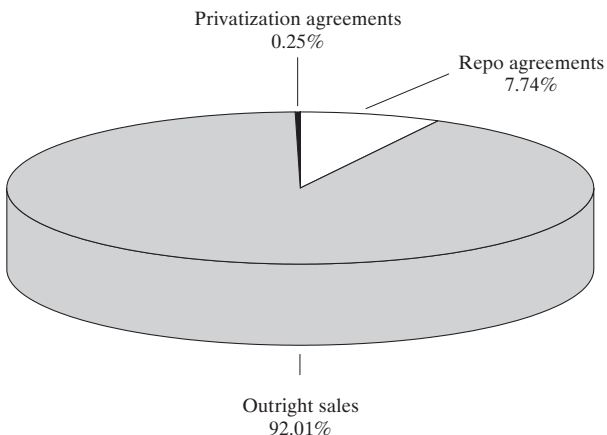
Yield on Repo Agreements in Government Securities and Interest Rate on Interbank Deposits on a Monthly Basis (December)



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



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



Volume and Yield on 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
03.12.2001											
Deposits	57 360	0.70			8 585	3.41			6 600	4.41	72 545
Repo agreements											-
04.12.2001											
Deposits	59 900	2.36	5 450	2.40	9 500	3.89					74 850
Repo agreements											-
05.11.2001											
Deposits	72 368	1.97			7 500	3.81					79 868
Repo agreements											-
06.11.2001											
Deposits	100 300	2.09			2 600	3.72			500	5.50	103 400
Repo agreements											-
07.11.2001											
Deposits			75 400	1.96	8 200	3.64	1 000	5.00			84 600
Repo agreements											-
10.12.2001											
Deposits	77 400	1.86	1 000	2.30	4 585	4.58	5 000	5.34	9 500	5.82	97 485
Repo agreements											-
11.12.2001											
Deposits	70 442	2.29					1 500	5.40	5 500	5.70	77 442
Repo agreements	2 000	3.04							1 000	6.08	3 000
12.12.2001											
Deposits	79 923	2.78			5 960	4.14			5 000	5.94	90 883
Repo agreements	200	3.24							1 000	6.08	1 200
13.12.2001											
Deposits	79 923	2.78			5 960	4.14			5 000	5.94	90 883
Repo agreements					1 000	5.58					1 000
14.12.2001											
Deposits	97 800	3.07			5 100	5.36			5 000	4.14	107 900
Repo agreements			4 000	3.75	2 000	5.68					6 000
17.12.2001											
Deposits			110 570	3.57	7 500	5.58			2 500	6.02	120 570
Repo agreements					2 000	6.59	4 000	6.34			6 000
18.12.2001											
Deposits	66 964	7.14					2 000	6.50	2 550	6.39	71 514
Repo agreements											-
19.12.2001											
Deposits	59 150	7.98					3 000	6.80	4 500	7.00	66 650
Repo agreements	1 800	8.62					6 000	6.49	565	6.08	8 365
20.12.2001											
Deposits	70 452	7.50			4 500	8.39	600	9.50	1 000	7.00	76 552
Repo agreements	1 500	8.65									1 500
21.12.2001											
Deposits	3 000	6.00	1 000	7.30	74 840	9.53			3 000	7.78	81 840
Repo agreements					9 000	9.69	1 000	8.62			10 000

(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
27.12.2001											
Deposits	78 680	7.80	2 900	10.00	974	8.00			7 341	6.76	89 895
Repo agreements	2 500	10.04									2 500
28.12.2001											
Deposits	91 560	14.71			12 991	11.70	3 000	7.50	3 500	9.86	111 051
Repo agreements	4 000	21.80			1 000	8.11					5 000
29.12.2001											
Deposits					90 124	11.02	900	12.00			91 024
Repo agreements					12 000	16.58	406	4.36			12 406
Monthly, total											
Deposits	1 065 222		196 320		248 919		17 000		61 491		1 588 952
Repo agreements	12 000		4 000		27 000		11 406		2 565		56 971

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.

Outright Sales in the Secondary Interbank Market of Government Securities in December

Date	Issue		Nominal value	Currency	Price 100/1000
	No.	Year			
3	306	2000	2 500 000	BGN	100.08
4	97	1994	10 790	USD	80.48
	123	2001	489 131	BGN	99.17
	303	2000	450 000	BGN	102.23
	304	2001	1 000 000	BGN	102.59
	303	2001	210 000	BGN	106.33
5	97	1994	10 790	USD	81.98
	126	2001	371 202	BGN	98.89
	304	2000	487 990	BGN	102.00
	304	2000	500 000	BGN	101.83
	301	2001	350 000	BGN	110.83
	301	2001	500 000	BGN	112.87
	305	2001	2 100 000	BGN	103.71
	305	2001	2 100 000	BGN	103.72
	400	2001	200 000	BGN	98.62
	400	2001	900 000	BGN	99.53
	400	2001	3 870 000	BGN	98.60
	400	2001	2 100 000	BGN	99.31
	400	2001	4 000 000	BGN	98.87
6	126	2001	400 000	BGN	98.91
7	97	1994	1 000 000	USD	80.64
	123	2001	950 000	BGN	99.26
	300	2001	1 089 500	BGN	103.97
	301	2000	1 000 000	BGN	106.98
	400	2001	500 000	BGN	100.11
10	98	1993	19 550	BGN	758.70
	304	2000	240 000	BGN	102.06
	306	2000	1 000 000	BGN	104.15
	309	2000	1 000 000	BGN	109.65
	301	2001	200 000	BGN	112.06
	305	2001	1 000 000	BGN	103.03
	400	2001	500 000	BGN	101.34
11	125	2001	250 000	BGN	99.09
	309	2000	500 000	BGN	109.68
	400	2001	1 000 000	BGN	98.50
12	302	2000	250 000	BGN	102.69
	300	2001	250 000	BGN	104.31
	310	2000	1 500 000	BGN	103.95
	303	2001	1 000 000	BGN	106.27
	303	2001	1 000 000	BGN	106.28
	307	2001	1 500 000	BGN	101.92
13	124	2001	500 000	BGN	95.70
	302	2000	250 000	BGN	102.70
	309	2000	400 000	BGN	109.71
	305	2001	1 000 000	BGN	103.05
14	98	1993	3 870	BGN	807.90
	300	2001	1 089 500	BGN	104.02
	301	2000	1 000 000	BGN	107.03

(continued)

(continued)

Date	Issue		Nominal value	Currency	Price 100/1000
	No.	Year			
17	-	-	-	-	-
18	303	2001	2 000 000	BGN	106.58
19	400	1999	37 000	EUR	81.88
	127	2001	1 400 000	BGN	98.91
	300	2000	3 000 000	BGN	100.00
	303	2001	600 000	BGN	106.40
	305	2001	295 650	BGN	102.98
	400	2001	800 000	BGN	99.94
20	123	2001	567 202	BGN	99.32
21	97	1994	17 600	USD	83.70
	123	2001	950 000	BGN	99.39
	300	2000	3 000 000	BGN	100.03
	303	2000	780 000	BGN	102.56
	304	2000	250 000	BGN	102.04
	304	2000	250 000	BGN	102.05
	309	1998	450 000	BGN	103.33
	309	2000	301 000	BGN	111.30
	400	2001	530 000	BGN	99.00
27	400	1999	710 000	EUR	80.74
28	124	2001	500 000	BGN	95.94
	309	2000	1 500 000	BGN	110.70
29	-	-	-	-	-

Note: Information based on outright transactions (with a flow on settlement accounts) registered by the BNB.

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

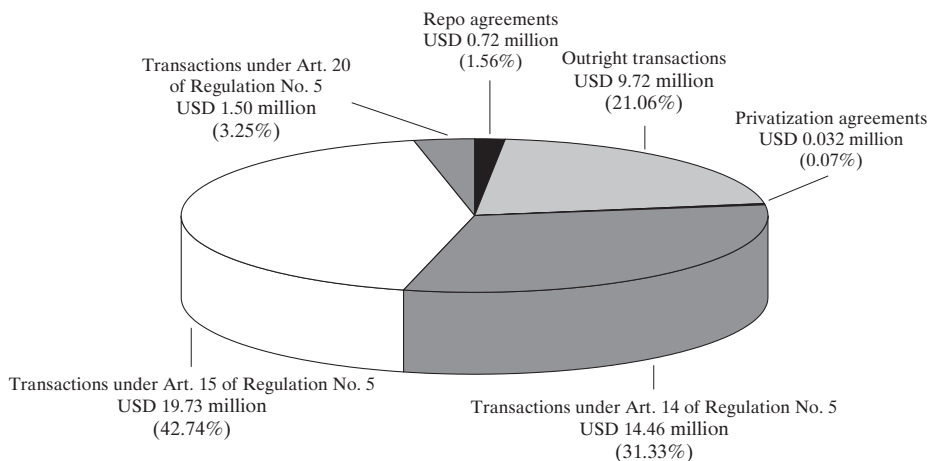
(BGN)

Date December	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
1	4 000 000	2 950 000	5 267 866	18 616 330	2 198 060	-	-	33 032 256	78 547	265 122	343 669
2	1 000 000	2 172 776	2 092 110	5 675 480	-	-	-	10 940 366	390 479	132	390 611
3	1 000 000	14 729 494	6 521 901	15 903 930	1 998 535	-	23 706	40 177 566	596 955	35	596 990
4	-	400 000	1 655 223	7 699 381	-	-	8 552	9 763 156	17 289	-	17 289
5	929 000	6 399 864	6 278 475	2 146 529	530 000	-	-	16 283 868	64 946	1 331	66 277
8	1 185 695	7 251 825	9 863 542	7 016 511	-	-	-	25 317 573	3 773 944	12 200	3 786 144
9	4 191 142	3 537 534	12 317 816	7 075 413	500 000	-	-	27 621 904	194 698	-	194 698
10	3 200 000	34 765 141	7 552 855	19 604 730	277 777	800 000	-	66 200 503	4 958 095	4 707	4 962 802
11	1 200 000	4 414 664	6 191 021	2 740 402	-	-	-	14 546 086	160 015	2 918	162 933
12	6 277 549	5 575 031	11 004 800	2 523 777	-	-	-	25 381 157	593 553	526	594 079
15	10 000 000	4 641 078	2 983 512	5 677 087	92 450	-	-	23 394 127	50 591	263	50 854
16	-	3 729 104	8 182 778	8 303 876	295 650	-	-	20 511 408	197 526	-	197 526
17	8 365 000	8 993 016	3 933 951	6 546 625	-	-	-	27 838 592	48 528	367	48 895
18	4 300 000	6 486 270	9 714 449	5 605 702	3 608 874	-	-	29 715 295	159 045	264	159 310
19	17 166 188	12 919 357	3 407 514	34 687 895	1 388 639	2 500 000	38 362	72 107 956	1 409 921	2 535	1 412 456
22	12 888 639	5 161 639	6 400 000	22 953 517	352 571	-	-	47 756 367	217 595	-	217 595
23	8 000 000	4 438 000	5 400 000	8 893 063	-	-	-	26 731 063	458 897	146	459 043
24	16 406 300	339 000	107 846	9 257 884	1 800 000	-	-	27 911 030	733 184	1 767	734 951
TOTAL	100 109 513	128 903 792	108 875 659	190 928 131	13 042 556	3 300 000	70 620	545 230 273	14 103 808	292 312	14 396 121
Average volume of government securities transactions*								23 705 664.03			

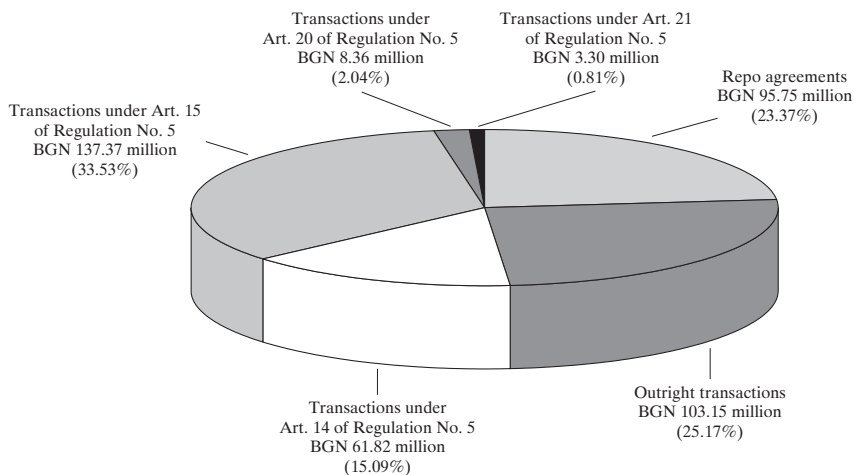
* Volume calculated on the basis of 23 operating primary dealers.

- Notes:**
1. The amount of approved competitive and noncompetitive bids on behalf of companies and individuals of BGN 6,375,000 is included.
 2. The amount of approved bids for participation in government securities auctions on behalf of nonprimary dealers of BGN 2,150,000 is included.
 3. The volume of repo agreements includes reverse repo agreements and repo agreements concluded during the current day.
 4. Transfer transactions of government securities to the MF account used as legal tender in privatization are considered to be privatization transactions.
 5. Transactions in USD-denominated government securities are in levs at the US dollar exchange rate quoted by the BNB on the day of transaction and EUR-denominated government securities are in levs at the fixed exchange rate.
 6. Banking Department data on the volume of transactions (at market value) in the Bulgarian Stock Exchange and OTC market.

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



Volume of December 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

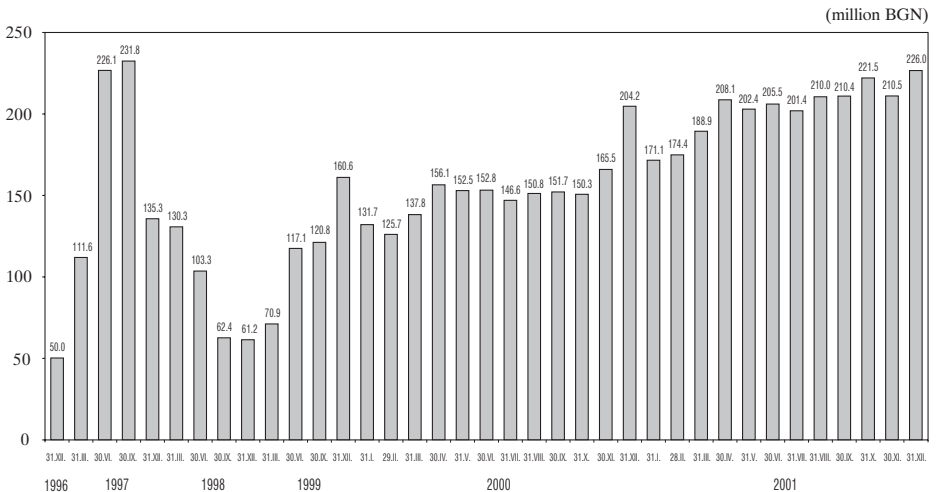
The volume of government securities issued for budget deficit financing and sold to nonbank financial institutions, companies and individuals increased during the period under review. As of 31 December 2001 these government securities issued under Regulation No. 5 accounted for BGN 226,031 thousand (Chart 11), an increase of BGN 15,533

thousand, or 7.38%, on the previous month. Investments in target government securities earmarked for physical persons accounted for BGN 32,513 thousand (Chart 12), a decrease of BGN 326 thousand, or 0.99% on November.

In December sales of government securities issued under Regulation No. 5 included three-month treasury bills of BGN 4,045.3 thousand, two-year treasury bonds of BGN 13,347.4 thousand, three-year of BGN 8,267.6 thousand and five-year treasury bonds

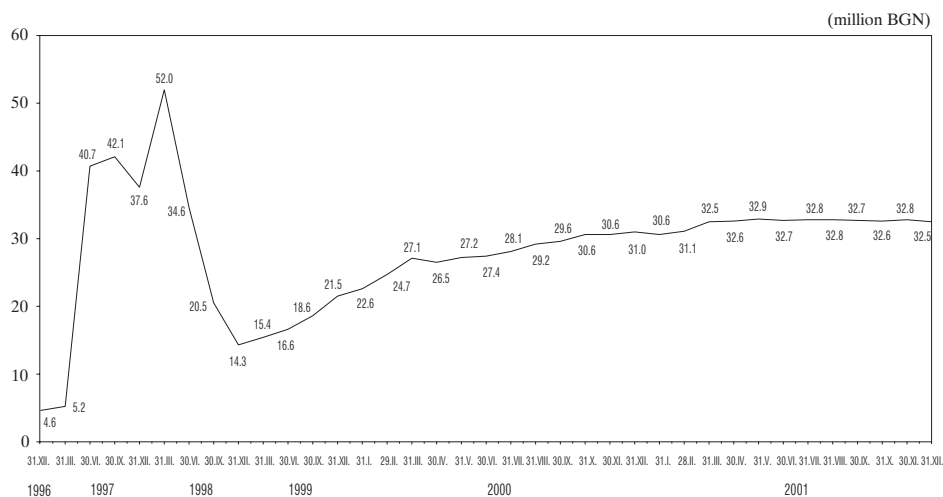
Chart 11

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



Note: Preliminary data for December 2001.

Investments in Target Government Securities Earmarked for Individuals



Note: Preliminary data for December 2001.

of BGN 11,009.1 thousand. Two-year treasury bonds occupied the largest share in total government securities sales in December: 36.40%.

Target Issues of Government Securities Earmarked for Physical Persons

Between 21 November and 18 December 2001¹ the Ministry of Finance offered for sale two issues of savings bonds earmarked for direct sale to physical persons under the following conditions:

- Two-year savings government trea-

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.

sure 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. The annual interest rate of the first interest coupon is 5.5%, the second 6.0%, the third 6.5%, and the fourth 7.0%. 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.

The total amount of target government securities sales registered in December was BGN 1,321.4 thousand nominal value, including BGN 827 thousand sold by the BNB (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 increased in December. As of 31 December 2001 total sales of government securities accounted for BGN 326,281.90 thousand (including sales to foreign investors), an increase of BGN 9,474.51 thousand, or 3.16%, on November (Chart 15).

The bulk of government securities issued for structural reform was sold by commercial banks (80.50%) and other financial institutions (19.50%).

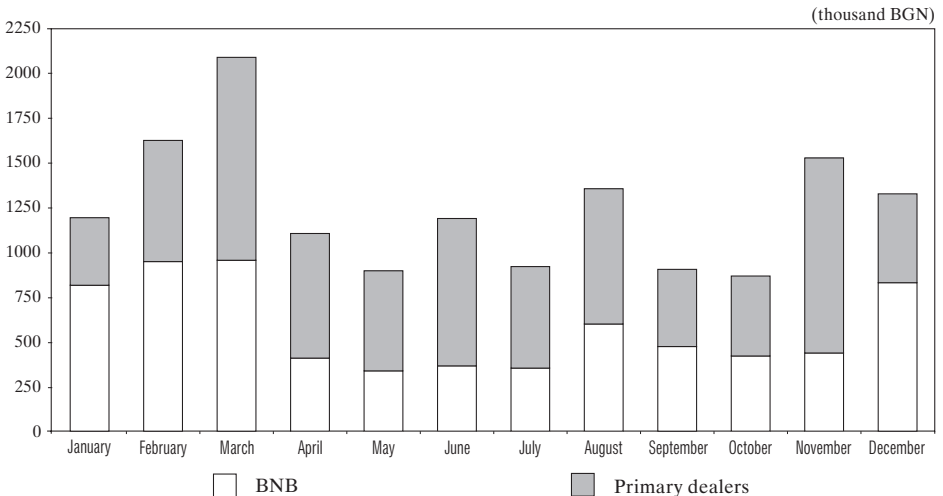
Lev-denominated government securities held by individuals, companies and nonbank financial institutions totaled BGN 7,106.86 thousand, while USD-denominated government securities issued under ZUNK accounted for BGN 231,511.90 thousand (USD 105.33 million), and EUR-denominated government securities issued for structural reform amounted to BGN 87,663.14 thousand (EUR 44.82 million).

Foreign Investments in Government Securities

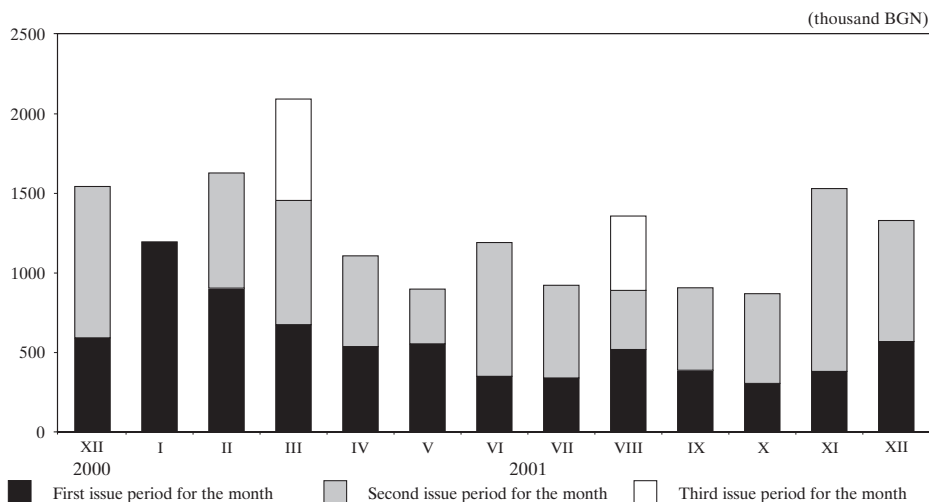
In December government securities acquired by foreign investors fell by

Chart 13

Amount of Government Securities (Earmarked for Physical Persons) Sold by the BNB in Total Volume of Target Government Securities Issued in 2001



Volume of Target Government Securities Sales to Physical Persons



BGN 1,319.20 thousand on the previous month. As of 31 December total volume of foreign investments in government securities was BGN 97,100.30 thousand (Chart 16).

Sales of government securities issued under Regulation No. 5 for budget deficit financing accounted for BGN 100.

As of 31 December USD-denominated long-term government securities owned by foreign investors amounted to USD 41.39 million (BGN 91.85 million

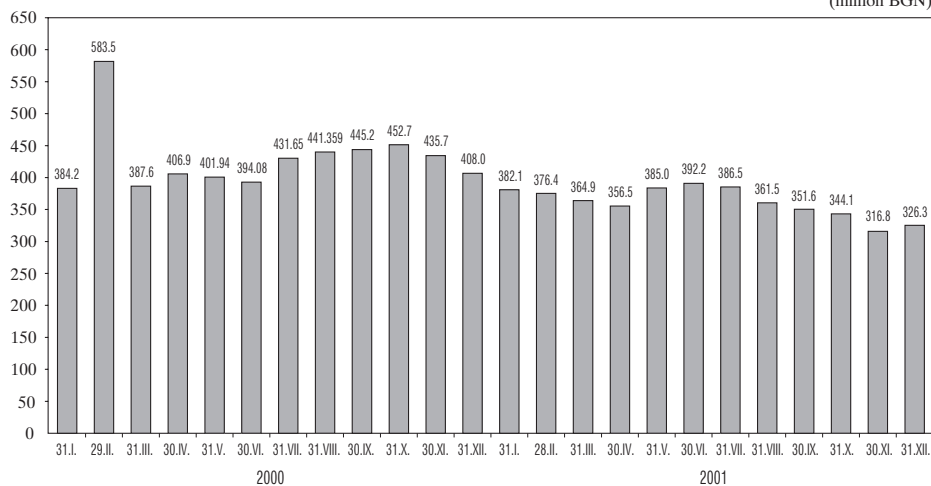
lev equivalent, Chart 17), a decrease of USD 1 million on the previous month.

These government securities continued to occupy the highest share in foreign investors' portfolios: 94.59% (Chart 18).

In December the volume of EUR-denominated government securities held by foreign investors remained unchanged: EUR 2.68 million (5.41%) as of 31 December 2001.

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

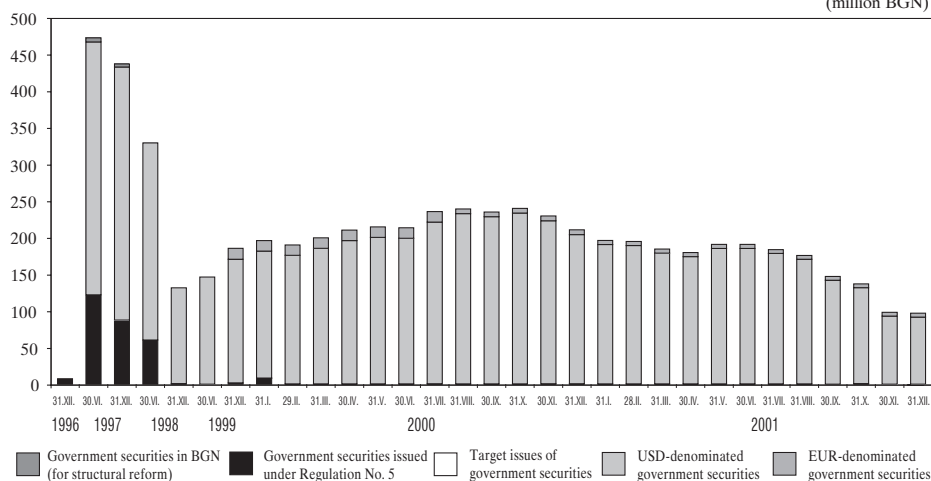
(million BGN)



- 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 December 2001.

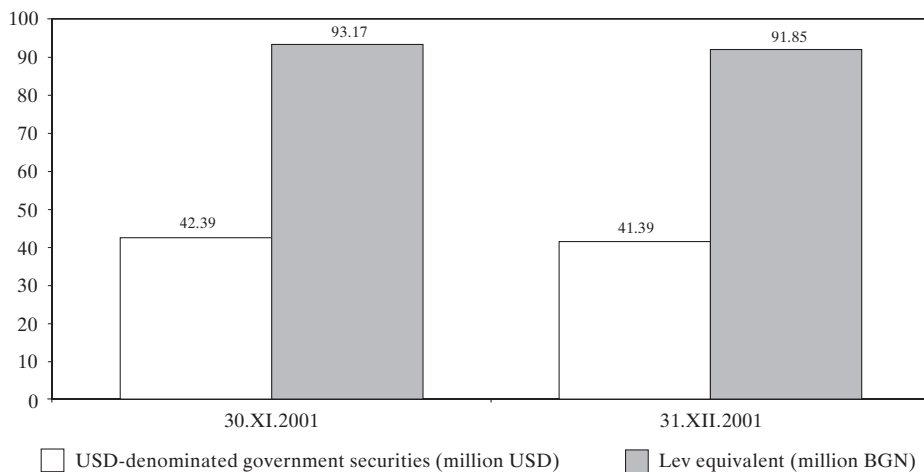
Government Securities in Foreign Investors' Portfolios

(million BGN)



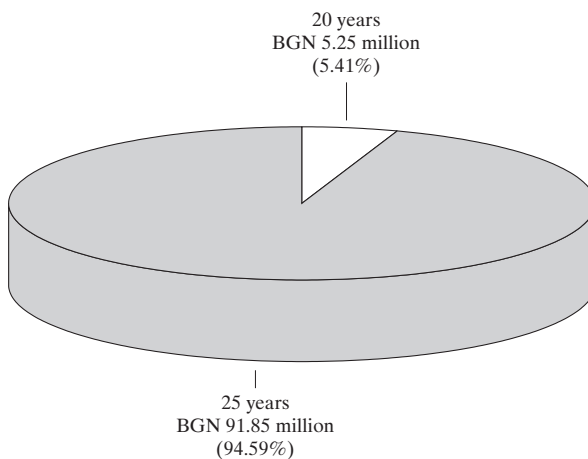
Note: Preliminary data for December 2001.

USD-denominated Government Securities Held by Foreign Investors



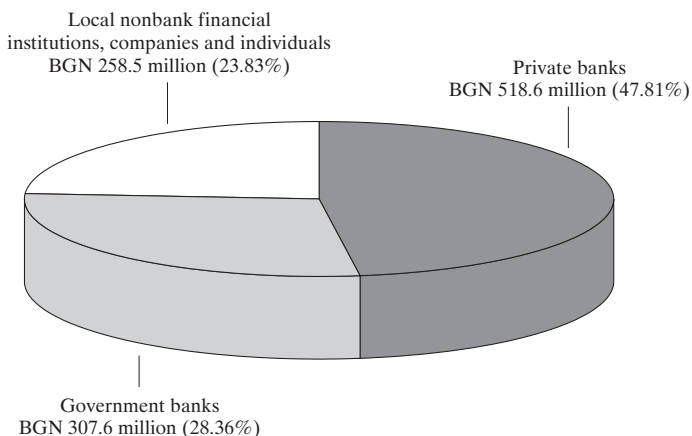
- Notes:**
1. The lev equivalent of USD-denominated government securities is based on BNB exchange rate at the end of month.
 2. Preliminary data for December 2001.

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



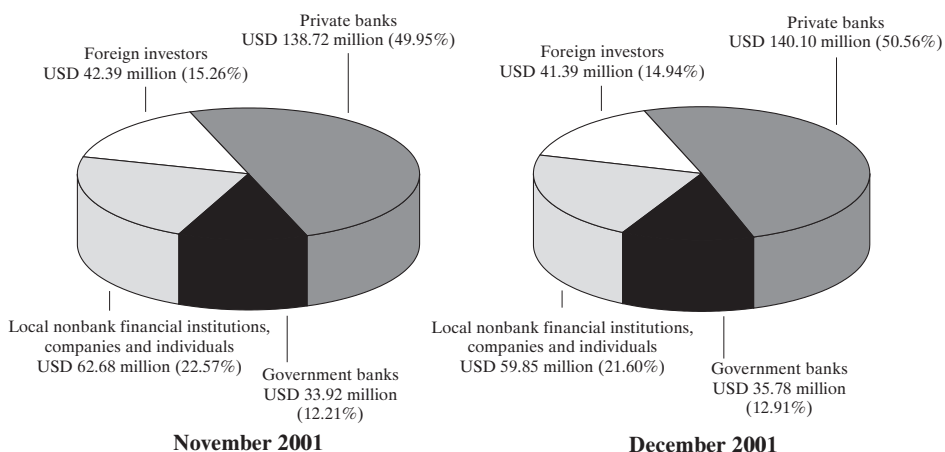
Note: Preliminary data.

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



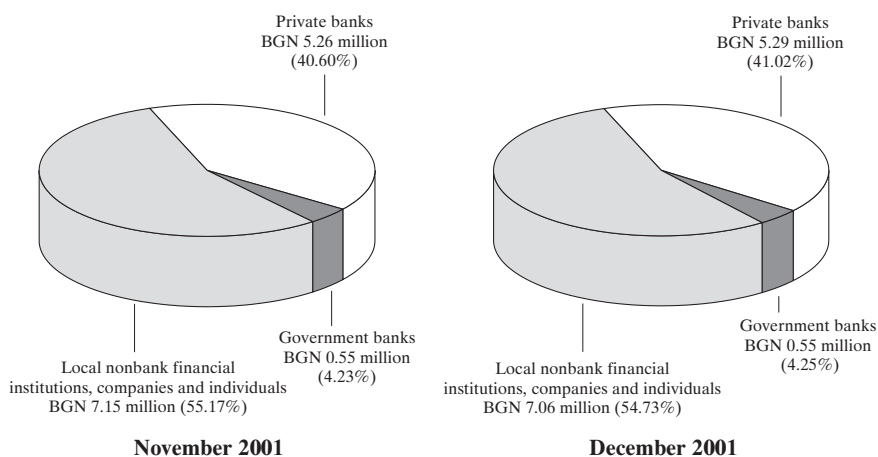
- Notes:** 1. Including frozen government securities by financial institutions.
 2. Including target issues earmarked for individuals.
 3. Preliminary data.

Holders of USD-denominated Government Securities Issued under ZUNK



- Notes:** 1. Including frozen government securities by financial institutions.
 2. Preliminary data for December 2001.

Holders of Lev-denominated Government Securities Issued for Structural Reform



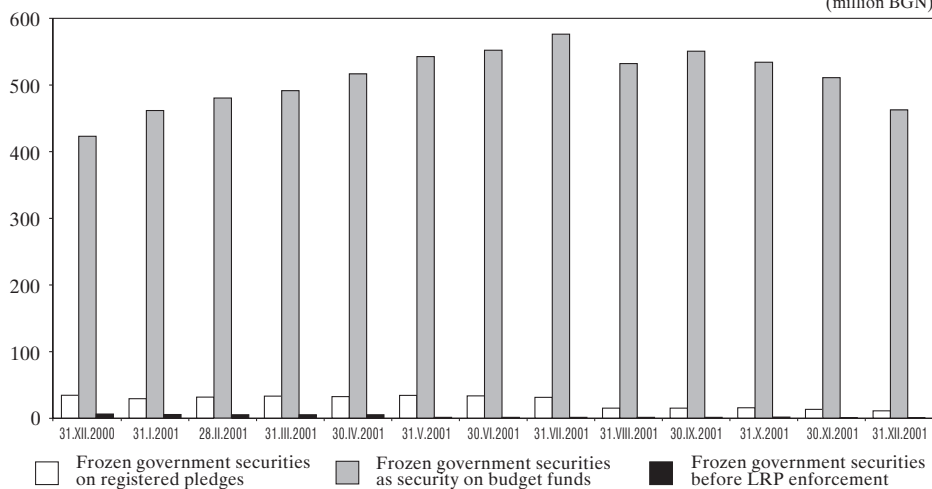
Notes: 1. Including frozen government securities by financial institutions.
2. Preliminary data for December 2001.

Volume of Frozen Government Securities as of 31 December 2001

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 Registered Pledges	5 640 791	2 097 579		300 000
Frozen government securities as security on budget funds	309 414 485	66 981 408	390 000	1 850 000
Frozen government securities under contracts concluded before enforcement of the Law on Registered Pledges	307 000		130 400	
TOTAL	315 362 276	69 078 987	520 400	2 150 000

Volume and Structure of Frozen Government Securities

(million BGN)



Note: Government securities denominated in foreign currency are recalculated in BGN at end-of-month exchange rate for the respective currency.

Outstanding Government Securities

Discount Treasury Bills

Issue No.	BG3010301003	BG3011001008	BG3011701003	BG3012101005	BG3012201003	BG3012301001	BG3012401009	BG3012501006
Issue date	14.02.2001	09.05.2001	08.08.2001	03.10.2001	17.10.2001	07.11.2001	14.11.2001	21.11.2001
Maturity date	14.02.2002	09.05.2002	08.08.2002	03.01.2002	17.01.2002	07.02.2002	14.11.2002	21.02.2002
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	20 000.00	10 000.00	10 000.00	10 000.00	20 000.00	10 000.00
Total nominal value of the bids received (thousand BGN)	61 610.00	52 400.00	39 000.00	25 137.95	20 975.00	15 810.05	30 300.00	10 745.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	10 000.00	10 000.00	10 000.00	20 000.00	10 000.00
Average price of the bids approved per BGN 100 (%)	95.29	95.28	95.14	98.83	98.83	98.83	95.07	98.79
Average discount per BGN 100 (%)	4.71	4.72	4.86	1.17	1.17	1.17	4.93	1.21
Average annual yield (%)	4.88	4.89	5.04	4.63	4.63	4.63	5.11	4.79
Effective annual yield (%)	4.87	4.88	5.04	4.71	4.71	4.71	5.11	4.88
Coverage coefficient	3.08	2.62	1.95	2.51	2.10	1.58	1.52	1.07

(continued)

(continued)

Issue No.	BG3012601004	BG3012701002
Issue date	05.12.2001	19.12.2001
Maturity date	05.03.2002	19.03.2002
Nominal value of the offer (thousand BGN)	10 000.00	10 000.00
Total nominal value of the bids received (thousand BGN)	17 650.00	16 525.00
Total nominal value of the bids approved (thousand BGN)	10 000.00	10 000.00
Average price of the bids approved per BGN 100 (%)	98.85	98.85
Average discount per BGN 100 (%)	1.15	1.15
Average annual yield (%)	4.65	4.65
Effective annual yield (%)	4.74	4.74
Coverage coefficient	1.77	1.65

Source: BNB and MF.

Treasury Bonds

Issue No.	BG2034797121	BG2030798115	BG2030998111	BG2031198117	BG2030699115	BG2030999119	BG2030000116	BG2030100114 ¹
Issue date	16.05.1997	30.04.1998	28.05.1998	02.07.1998	31.03.1999	29.04.1999	19.01.2000	09.02.2000
Maturity date	10.05.2002	24.04.2003	22.05.2003	26.06.2003	24.03.2004	22.04.2004	16.01.2002	05.02.2003
Nominal value of the offer (thousand BGN)	20 000.00	1 000.00	2 000.00	2000.00	2 000.00	1 190.00	28 000.00	50 000.00
Total nominal value of the bids received (thousand BGN)	20 000.00	3 605.00	3 440.00	2070.00	2 795.00	1 190.00	87 580.00	192 244.60
Total nominal value of the bids approved (thousand BGN)	20 000.00	1 000.00	2 000.00	2000.00	2 000.00	1 190.00	28 000.00	50 000.00
Average price of the bids approved per BGN 100 (%)	100.00	87.14	84.78	76.20	86.35	78.39	99.74	101.20
Average discount per BGN 100 (%)		12.86	15.22	23.80	13.65	21.61	0.26	
Interest rate	BIR+4	8.00	8.00	7.00	9.00	9.00	8.00	9.00
Coverage coefficient	1.00	3.61	1.72	1.04	1.40	1.00	3.13	3.84

(continued)

(continued)

Issue No.	BG2030200112	BG2030300110	BG2030400118 ²	BG2030500115 ²	BG2030600113 ²	BG2030700111 ²	BG2030800119 ²	BG2030900117 ²
Issue date	16.02.2000	15.03.2000	05.04.2000	19.04.2000	05.07.2000	19.07.2000	04.10.2000	11.10.2000
Maturity date	13.02.2002	13.03.2002	03.04.2002	16.04.2003	03.07.2002	16.07.2003	02.10.2002	05.10.2005
Nominal value of the offer (thousand BGN)	28 000.00	28 000.00	50 000.00	30 000.00	50 000.00	30 000.00	50 000.00	40 000.00
Total nominal value of the bids received (thousand BGN)	84 094.00	61 368.00	151 083.50	120 312.85	135 755.00	131 450.00	126 512.50	113 365.10
Total nominal value of the bids approved (thousand BGN)	28 000.00	28 000.00	50 000.00	30 000.00	50 000.00	30 000.00	50 000.00	40 000.00
Average price of the bids approved per BGN 100 (%)	100.34	100.10	100.83	100.61	101.16	102.09	101.88	100.35
Average discount per BGN 100 (%)								
Interest rate	7.00	7.00	7.00	8.00	7.00	8.00	7.00	9.00
Coverage coefficient	3.00	2.19	3.02	4.01	2.72	4.38	2.53	2.83

(continued)

(continued)

Issue No.	BG2031000115 ²	BG20300001114 ³	BG2030101112 ²	BG2030201110 ³	BG2030301118 ²	BG2030401116 ³	BG2030501113 ²	BG2030601111 ³
Issue date	18.10.2000	10.01.2001	24.01.2001	11.04.2001	25.04.2001	11.07.2001	25.07.2001	10.10.2001
Maturity date	15.10.2003	10.01.2003	24.01.2006	11.04.2003	25.04.2006	11.07.2003	25.07.2006	10.10.2003
Nominal value of the offer (thousand BGN)	30 000.00	50 000.00	60 000.00	50 000.00	60 000.00	50 000.00	60 000.00	50 000.00
Total nominal value of the bids received (thousand BGN)	110 383.00	121 965.00	253 630.14	95 565.00	165 396.00	87 163.00	140 070.00	77 900.00
Total nominal value of the bids approved (thousand BGN)	30 000.00	50 000.00	60 000.00	50 000.00	60 000.00	50 000.00	60 000.00	50 000.00
Average price of the bids approved per BGN 100 (%)	102.15	101.61	105.02	102.34	104.91	101.24	101.01	101.18
Average discount per BGN 100 (%)								
Interest rate	7.50	6.50	9.00	6.50	8.00	6.00	7.00	6.00
Coverage coefficient	3.68	2.44	4.23	1.91	2.76	1.74	2.33	1.56

(continued)

Issue No.	BG2030701119 ² BG2040001211 ³	
Issue date	24.10.2001	31.10.2001
Maturity date	24.10.2006	31.10.2008
Nominal value of the offer (thousand BGN)	60 000.00	30 000.00
Total nominal value of the bids received (thousand BGN)	127 550.00	108 287.00
Total nominal value of the bids approved (thousand BGN)	60 000.00	30 000.00
Average price of the bids approved per BGN 100 (%)	100.89	96.72
Average discount per BGN 100 (%)		3.28
Interest rate	7.00	7.50
Coverage coefficient	2.13	3.61

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

Source: BNB and MF.

Guaranty Government Securities

Issue No.	BG2040296225	BG2040396223	BG2040596228	BG2044397227	BG2047397224	BG2047597229	BG2047697227
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)	1714.29	1811.06	226.59	12 677.91	1398.31	4555.87	6209.87
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

In compliance with Article 8 and Article 9, para. 1, item 1 of the Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Petitioned the Institution of Bankruptcy Proceedings (State Gazette, issue 46 of 29 May 1996; amended, issue 90 of 24 October 1996, effective as of 24 October 1996), the Ministry of Finance issues lev guaranty government securities. These are issued under the following conditions:

- 7-year redemption term;
- interest – BIR for the respective period, payable semiannually;
- redemption schedule – equal annual installments.

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 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.

Principals of guaranty government securities are based on actual data as of 31 December 2001.

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)	2751.73 (BGN)	2034.93 (BGN)	7335.87 (BGN)	277 123.84 (USD)	785.48 (BGN)	1553.38 (BGN)
Interest payments	semiannual	semiannual	semiannual	semiannual	annual	semiannual
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 December 2001.

Pursuant to CM Decree No. 221 of 1995 holders of long-term government bonds issued under ZUNK, negotiated until 31 December 1990, 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
Issue date	01.07.1999
Maturity date	01.01.2019
Principal (thousand EUR)	60 606.27
Interest rate	EURIBOR*
Interest payments dates	semiannual
Repayments	20 equal annual installments

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.

* 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.

EUR-denominated issue BG 2040099223 has the same status as the 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 December 2001.

Source: BNB and MF.

Government Securities Issued in 2001

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	Number of days		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 01009	02.01.2001	03.01.2001	03.04.2001	90	10 000.00	21 375.00	98.87	1.14	4.57	4.65	10 000.00	98.87	98.93	98.88	1.13	4.53	4.61
BG 30 101 01007	15.01.2001	17.01.2001	17.04.2001	90	10 000.00	19 500.00	98.92	1.09	4.37	4.44	10 000.00	98.90	98.99	98.94	1.07	4.29	4.35
BG 30 102 01005	05.02.2001	07.02.2001	07.05.2001	89	10 000.00	22 292.67	99.00	1.01	4.09	4.15	10 000.00	99.02	99.07	99.03	0.98	3.96	4.02
BG 30 104 01001	19.02.2001	21.02.2001	21.05.2001	89	10 000.00	13 304.20	98.95	1.06	4.29	4.36	10 000.00	98.90	99.02	98.97	1.04	4.21	4.28
BG 30 105 01008	05.03.2001	07.03.2001	07.06.2001	92	10 000.00	19 575.06	98.94	1.07	4.19	4.26	10 000.00	98.94	99.04	98.95	1.06	4.15	4.22
BG 30 106 01006	19.03.2001	21.03.2001	21.06.2001	92	10 000.00	22 600.00	98.94	1.07	4.19	4.26	10 000.00	98.94	98.99	98.95	1.06	4.15	4.22
BG 30 107 01004	02.04.2001	04.04.2001	04.07.2001	91	10 000.00	17 440.05	98.92	1.09	4.32	4.39	10 000.00	98.91	98.98	98.94	1.07	4.24	4.31
BG 30 108 01002	17.04.2001	18.04.2001	18.07.2001	91	10 000.00	15 835.00	98.87	1.14	4.52	4.60	10 000.00	98.87	98.95	98.91	1.10	4.36	4.43
BG 30 109 01000	27.04.2001	02.05.2001	02.08.2001	92	10 000.00	18 400.00	98.87	1.14	4.47	4.55	10 000.00	98.86	98.96	98.89	1.12	4.39	4.46
BG 30 111 01006	14.05.2001	16.05.2001	16.08.2001	92	10 000.00	17 087.81	98.85	1.16	4.55	4.63	10 000.00	98.86	98.94	98.87	1.14	4.47	4.55
BG 30 112 01004	04.06.2001	06.06.2001	06.09.2001	92	10 000.00	18 650.00	98.86	1.15	4.51	4.59	10 000.00	98.86	98.92	98.87	1.14	4.47	4.55
BG 30 113 01002	18.06.2001	20.06.2001	20.09.2001	92	10 000.00	15 025.00	98.86	1.15	4.51	4.59	10 000.00	98.85	98.90	98.87	1.14	4.47	4.55
BG 30 114 01000	02.07.2001	04.07.2001	04.10.2001	92	10 000.00	20 175.00	98.86	1.15	4.51	4.59	10 000.00	98.86	98.90	98.87	1.14	4.47	4.55
BG 30 115 01007	16.07.2001	18.07.2001	18.10.2001	92	10 000.00	18 400.00	98.81	1.20	4.71	4.80	10 000.00	98.80	98.88	98.85	1.16	4.55	4.63
BG 30 116 01005	30.07.2001	01.08.2001	01.11.2001	92	10 000.00	16 175.05	98.81	1.20	4.71	4.80	10 000.00	98.79	98.88	98.84	1.17	4.59	4.67
BG 30 118 01001	13.08.2001	15.08.2001	15.11.2001	92	10 000.00	15 355.00	98.79	1.22	4.79	4.88	10 000.00	98.79	98.84	98.80	1.21	4.75	4.84
BG 30 119 01009	03.09.2001	05.09.2001	05.12.2001	91	10 000.00	18 600.00	98.81	1.20	4.76	4.85	10 000.00	98.79	98.88	98.83	1.18	4.68	4.77
BG 30 120 01007	17.09.2001	19.09.2001	19.12.2001	91	10 000.00	13 898.00	98.76	1.26	4.97	5.06	10 000.00	98.75	98.85	98.81	1.20	4.76	4.85
BG 30 121 01005	01.10.2001	03.10.2001	03.01.2002	92	10 000.00	25 137.95	98.81	1.20	4.71	4.80	10 000.00	98.82	98.88	98.83	1.18	4.63	4.71
BG 30 122 01003	15.10.2001	17.10.2001	17.01.2002	92	10 000.00	20 975.00	98.80	1.21	4.75	4.84	10 000.00	98.82	98.88	98.83	1.18	4.63	4.71
BG 30 123 01001	05.11.2001	07.11.2001	07.02.2002	92	10 000.00	15 810.05	98.81	1.20	4.71	4.80	10 000.00	98.81	98.87	98.83	1.18	4.63	4.71
BG 30 125 01006	19.11.2001	21.11.2001	21.02.2002	92	10 000.00	10 745.00	98.79	1.22	4.79	4.88	10 000.00	98.70	98.86	98.79	1.22	4.79	4.88

(continued)

(continued)

No.		ISSUES				Amount offered by the MF (thousand BGN)	BIDS RECEIVED				BIDS APPROVED						
		Auction date	Issue date	Maturity date	Number of days		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 %	Mini-mum	Maxi-mum	Average	Up to maturity %	Annual %
BG-30 126 01004	03.12.2001	05.12.2001	05.03.2002	90	10 000.00	17 650.00	98.82	1.19	4.78	4.86	10 000.00	98.83	98.96	98.85	1.16	4.65	4.74
BG-30 127 01002	17.12.2001	19.12.2001	19.03.2002	90	10 000.00	16 525.00	98.80	1.21	4.86	4.95	10 000.00	98.78	98.88	98.85	1.16	4.65	4.74
Three-month issues, total					240 000.00	430 530.84					240 000.00						
BG-30 103 01003	12.02.2001	14.02.2001	14.02.2002	365	20 000.00	61 610.00	95.16	5.09	5.02	5.01	20 000.00	95.23	95.38	95.29	4.94	4.88	4.87
BG-30 110 01008	07.05.2001	09.05.2001	09.05.2002	365	20 000.00	52 400.00	95.13	5.12	5.05	5.05	20 000.00	95.19	95.40	95.28	4.95	4.89	4.88
BG-30 117 01003	06.08.2001	08.08.2001	08.08.2002	365	20 000.00	39 000.00	94.94	5.33	5.26	5.25	20 000.00	94.97	95.32	95.14	5.11	5.04	5.04
BG-30 124 01009	12.11.2001	14.11.2001	14.11.2002	365	20 000.00	30 300.00	94.92	5.35	5.28	5.28	20 000.00	94.85	95.21	95.07	5.19	5.11	5.11
One-year issues, total					80 000.00	183 310.00					80 000.00						
Total					320 000.00	613 840.84					320 000.00						

* According to the methodology applied by the MF and the yield convention (ACT/360) adopted as of 1 January 2001, the yield on treasury bills is calculated using the following formulae:

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

where

YM – yield to maturity;

D – discount;

P – price per BGN 100 nominal value;

AY – annual yield;

n (number of periods in one year) = 360 (number of days in one year)/number of days from issue date (incl.) up to maturity date;

EAY – effective annual yield.

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

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	Number of days		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 (%)
													Mini-mum	Maxi-mum	Average	
BG 20 300 01114	08.01.2001	10.01.2001	10.01.2001	10.01.2003	10.07.2001 10.01.2002 10.07.2002 10.01.2003	730	6.5	50 000.00	25 000.00	57 800.00	100.56	25 000.00	100.71	101.17	100.86	6.04
BG 20 300 01114**	12.03.2001	10.01.2001	14.03.2001	10.01.2003				25 000.00	64 165.00	102.15	25 000.00	102.23	102.65	102.36		
BG 20 302 01110	09.04.2001	11.04.2001	11.04.2001	11.04.2003	11.10.2001 11.04.2002 11.10.2002 11.04.2003	730	6.5	50 000.00	25 000.00	54 800.00	101.54	25 000.00	101.51	102.63	101.88	5.49
BG 20 302 01110**	11.06.2001	11.04.2001	13.06.2001	11.04.2003				25 000.00	40 765.00	102.53	25 000.00	102.48	103.35	102.79		
BG 20 304 01116	09.07.2001	11.07.2001	11.07.2001	11.07.2003	11.01.2002 11.07.2002 11.01.2003 11.07.2003	730	6.0	50 000.00	25 000.00	54 800.00	100.64	25 000.00	100.66	101.31	100.85	5.55
BG 20 304 01116**	10.09.2001	11.07.2001	12.09.2001	11.07.2003				25 000.00	32 363.00	101.51	25 000.00	101.37	101.94	101.62		
BG 20 306 01111	08.10.2001	10.10.2001	10.10.2001	10.10.2003	10.04.2002 10.10.2002 10.04.2003 10.10.2003	730	6.0	50 000.00	25 000.00	38 600.00	100.51	25 000.00	100.47	100.85	100.62	5.67
BG 20 306 01111	10.12.2001	10.10.2001	12.12.2001	10.10.2003					25 000.00	39 300.00	101.51	25 000.00	101.46	102.13	101.73	
Two-year issues, total								200 000.00	200 000.00	382 593.00		200 000.00				
BG 20 301 01112	22.01.2001	24.01.2001	24.01.2001	24.01.2006	24.07.2001 24.01.2002 24.07.2002 24.01.2003 24.07.2003 24.01.2004 24.07.2004 24.01.2005	1826	9.0	60 000.00	20 000.00	95 924.14	100.78	20 000.00	101.24	103.23	101.65	8.59

(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	Number of days		Total volume (thousand BGN)	Auction volume (thousand BGN)	Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Price per BGN 100 nominal value		Average effective annual yield (%)			
												Mini-mum	Maxi-mum		Average		
BG 20 301 01112**	26.02.2001	24.01.2001	28.02.2001	24.01.2006	24.07.2005												
BG 20 301 01112**	26.03.2001	24.01.2001	28.03.2001	24.01.2006	24.01.2006												
BG 20 303 01118	23.04.2001	25.04.2001	25.04.2001	25.04.2006	25.10.2001	1826	8.0	60 000.00	20 000.00	55 846.00	102.16	20 000.00	102.55	104.37	103.61		7.13
					25.04.2002												
					25.10.2002												
					25.04.2003												
					25.10.2003												
					25.04.2004												
					25.10.2004												
					25.04.2005												
					25.10.2005												
					25.04.2006												
BG 20 303 01118**	21.05.2001	25.04.2001	23.05.2001	25.04.2006					20 000.00	60 050.00	104.54	20 000.00	104.83	105.91	105.09		
BG 20 303 01118**	25.06.2001	25.04.2001	27.06.2001	25.04.2006					20 000.00	49 500.00	106.60	20 000.00	106.77	106.51	106.02		
BG 20 305 01113	23.07.2001	25.07.2001	25.07.2001	25.07.2006	25.01.2002	1826	7.0	60 000.00	20 000.00	51 650.00	100.24	20 000.00	100.38	102.20	100.79		6.81
					25.07.2002												
					25.01.2003												
					25.07.2003												
					25.01.2004												
					25.07.2004												
					25.01.2005												
					25.07.2005												
					25.01.2006												
					25.07.2006												
BG 20 305 01113**	20.08.2001	25.07.2001	22.08.2001	25.07.2006					20 000.00	41 950.00	99.42	20 000.00	99.78	101.36	100.64		
BG 20 305 01113**	24.09.2001	25.07.2001	26.09.2001	25.07.2006					20 000.00	46 470.00	100.98	20 000.00	101.08	102.83	101.61		
BG 20 307 01119	22.10.2001	24.10.2001	24.10.2001	24.10.2006	24.04.2002	1826	7.0	60 000.00	20 000.00	43 400.00	99.74	20 000.00	99.86	100.88	100.22		6.95

(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	Number of days	Total volume (thousand BGN)		Auction volume (thousand BGN)	Nominal value (thousand BGN)	Average price per BGN 100 nominal value	Nominal value (thousand BGN)	BGN 100 nominal value	Price per BGN 100 nominal value	Average effective annual yield (%)	
															Minimum	Maximum
						24.10.2002										
						24.04.2003										
						24.10.2003										
						24.04.2004										
						24.10.2004										
						24.04.2005										
						24.10.2005										
						24.04.2006										
						24.10.2006										
BG 20 307 0119**	26.11.2001	24.10.2001	28.11.2001	24.10.2006			20 000.00	20 000.00	55 400.00	100.19	20 000.00	100.58	101.57	101.03		
BG 20 307 0119**	21.12.2001	24.10.2001	27.12.2001	24.10.2006			20 000.00	20 000.00	28 750.00	100.97	20 000.00	100.63	102.85	101.43		
Five-year issues, total							240 000.00	240 000.00	686 646.14		240 000.00					
BG 20 400 01211***	29.10.2001	31.10.2001	31.10.2001	31.10.2008	30.04.2002	2557	30 000.00	30 000.00	53 672.00	93.07	18 930.00	94.70	100.00	95.45	8.37	
					31.10.2002											
					30.04.2003											
					31.10.2003											
					30.04.2004											
					31.10.2004											
					30.04.2005											
					31.10.2005											
					30.04.2006											
					31.10.2006											
					30.04.2007											
					31.10.2007											
					30.04.2008											
					31.10.2008											
BG 20 400 01211*	30.11.2001	31.10.2001	05.12.2001	31.10.2008			30 000.00	30 000.00	54 615.00	97.46	11 070.00	98.52	100.23	98.91		
Seven-year issues, total							30 000.00	30 000.00	108 287.00		30 000.00					
Total							470 000.00	470 000.00	1 177 526.14		470 000.00					

* According to the methodology applied by the MF and yield convention (ACT/ACT) adopted as of 1 January 2001, the calculation of the effective annual yield is based on yield function (YIELD) built in MICROSOFT EXCEL.

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

*** Government securities offered for sale by the MF from issue BG 20 400 01211 totaled BGN 30,000 thousand.



SALES OF GOVERNMENT SECURITIES FOR PARTICIPATION IN PRIVATIZATION TRANSACTIONS

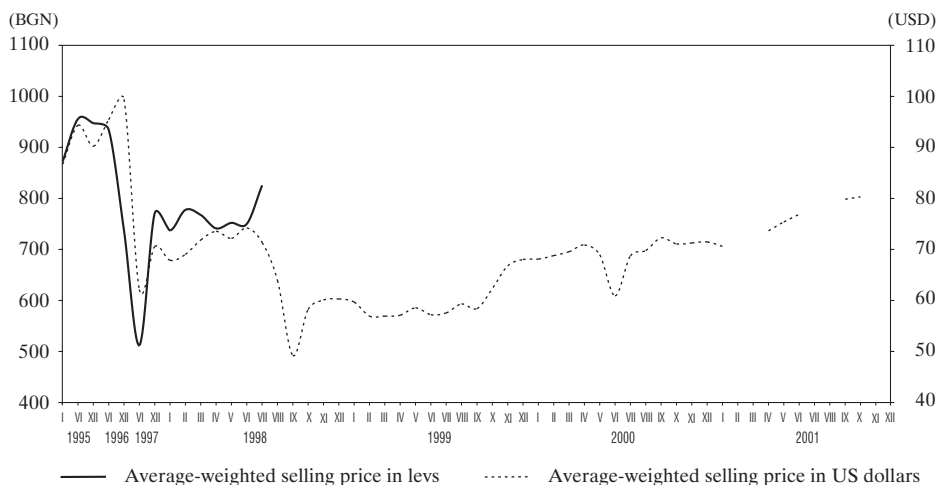
In December three transfer transactions in government securities to the MF account, issued for structural reform, totaling USD 32,290, to be used as legal tender in privatization transactions, were registered.

Long-term government bonds issued under Article 5 of ZUNK pursuant to Article 1 of the Regulation on the proce-

cedure 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 BGN 3,870 and USD 550,627, were sold and matured in December.

Chart 23

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	-	11.47	-	-	4379.23
	1999	-	-	-	-	-	-	-	-	-	-	-	-	-
	2000	-	-	6.90	-	-	-	-	-	-	-	-	-	6.90
	2001	2.79	-	-	-	-	-	-	-	-	-	-	-	2.79
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	0.66	0.03	0.04	2.00	0.03	0.04	20.74
	2000	0.02	0.01	0.01	0.01	0.03	0.01	0.04	0.01	-	0.01	-	0.003	0.14
	2001	0.003	-	0.02	0.04	0.01	0.004	-	-	0.002	0.001	0.002	0.03	0.11
III. Government securities in EUR (thousand EUR)	1999							-	2.79	-	-	-	-	2.79
	2000	-	4.05	-	-	-	-	-	-	-	-	-	-	4.05
	2001	-	-	-	-	-	-	-	-	-	-	-	-	-

- 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

AUCTION SCHEDULE OF GOVERNMENT SECURITIES SALE IN 2002

January

	M	T	W	T	F	S	S
3-month		1	2	3	4	5	6
5-year*	7	8	9	10	11	12	13
7-year*	14	15	16	17	18	19	20
	21	22	23	24	25	26	27
	28	29	30	31			

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	02.01.2002	02.01.2002	02.04.2002	12 000 000	
5-year	07.01.2002	09.01.2002	09.01.2007	25 000 000	90 000 000
7-year	14.01.2002	16.01.2002	16.01.2009	20 000 000	70 000 000

* *First opening.*

February

	M	T	W	T	F	S	S
					1	2	3
3-month	4	5	6	7	8	9	10
5-year**	11	12	13	14	15	16	17
7-year**	18	19	20	21	22	23	24
	25	26	27	28			

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	04.02.2002	06.02.2002	06.05.2002	12 000 000	
5-year	11.02.2002	09.01.2002	09.01.2007	20 000 000	90 000 000
7-year	18.02.2002	16.01.2002	16.01.2009	15 000 000	70 000 000

** *Second opening.*

March

	M	T	W	T	F	S	S
					1	2	3
3-month	4	5	6	7	8	9	10
3-year*	11	12	13	14	15	16	17
	18	19	20	21	22	23	24
12-month	25	26	27	28	29	30	31

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	04.03.2002	06.03.2002	06.06.2002	12 000 000	
3-year	11.03.2002	13.03.2002	13.03.2005	25 000 000	50 000 000
12-month	25.03.2002	27.03.2002	27.03.2003	20 000 000	

* First opening.

April

	M	T	W	T	F	S	S
3-month	1	2	3	4	5	6	7
5-year**	8	9	10	11	12	13	14
7-year**	15	16	17	18	19	20	21
	22	23	24	25	26	27	28
3-month	29	30					

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	01.04.2002	03.04.2002	03.07.2002	12 000 000	
5-year	08.04.2002	09.01.2002	09.01.2007	25 000 000	90 000 000
7-year	15.04.2002	16.01.2002	16.01.2009	20 000 000	70 000 000
3-month	29.04.2002	02.05.2002	02.08.2002	12 000 000	

** Third opening.

May

	M	T	W	T	F	S	S
			1	2	3	4	5
5-year*	6	7	8	9	10	11	12
7-year*	13	14	15	16	17	18	19
	20	21	22	23	24	25	26
	27	28	29	30	31		

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
5-year	07.05.2002	09.01.2002	09.01.2007	20 000 000	90 000 000
7-year	13.05.2002	16.01.2002	16.01.2009	15 000 000	70 000 000

* Fourth opening.

June

	M	T	W	T	F	S	S
						1	2
3-month	3	4	5	6	7	8	9
3-year**	10	11	12	13	14	15	16
	17	18	19	20	21	22	23
12-month	24	25	26	27	28	29	30

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	03.06.2002	05.06.2002	05.09.2002	12 000 000	
3-year	10.06.2002	13.03.2002	13.03.2005	25 000 000	50 000 000
12-month	24.06.2002	26.06.2002	26.06.2003	20 000 000	

** Second opening.

July

	M	T	W	T	F	S	S
3-month	①	2	3	4	5	6	7
5-year*	⑧	9	10	11	12	13	14
7-year*	⑮	16	17	18	19	20	21
	22	23	24	25	26	27	28
	29	30	31				

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	01.07.2002	03.07.2002	03.10.2002	12 000 000	
5-year	08.07.2002	10.07.2002	10.07.2007	25 000 000	90 000 000
7-year	15.07.2002	17.07.2002	17.07.2009	20 000 000	70 000 000

* First opening.

August

	M	T	W	T	F	S	S
				1	2	3	4
3-month	⑤	6	7	8	9	10	11
5-year**	⑫	13	14	15	16	17	18
7-year**	⑲	20	21	22	23	24	25
	26	27	28	29	30	31	

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	05.08.2002	07.08.2002	07.11.2002	12 000 000	
5-year	12.08.2002	10.07.2002	10.07.2007	20 000 000	90 000 000
7-year	19.08.2002	17.07.2002	17.07.2009	15 000 000	70 000 000

** Second opening.

September

	M	T	W	T	F	S	S
3-month	(30)						1
3-month	(2)	3	4	5	6	7	8
3-year*	(9)	10	11	12	13	14	15
		16	17	18	19	20	21
		22					23
12-month	(23)	24	25	26	27	28	29

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	02.09.2002	04.09.2002	04.12.2002	12 000 000	
3-year	09.09.2002	11.09.2002	11.09.2005	25 000 000	50 000 000
12-month	23.09.2002	25.09.2002	25.09.2003	20 000 000	
3-month	30.09.2002	02.10.2002	02.01.2003	12 000 000	

* *First opening.*

October

	M	T	W	T	F	S	S
		1	2	3	4	5	6
5-year**	(7)	8	9	10	11	12	13
7-year**	(14)	15	16	17	18	19	20
		21	22	23	24	25	26
		27					28
		29	30	31			

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
5-year	07.10.2002	10.07.2002	10.07.2007	25 000 000	90 000 000
7-year	14.10.2002	17.07.2002	17.07.2009	20 000 000	70 000 000

** *Third opening.*

November

	M	T	W	T	F	S	S
					1	2	3
3-month	④	5	6	7	8	9	10
5-year*	⑪	12	13	14	15	16	17
7-year*	⑱	19	20	21	22	23	24
	25	26	27	28	29	30	

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	04.11.2002	06.11.2002	06.02.2003	12 000 000	
5-year	11.11.2002	10.07.2002	10.07.2007	20 000 000	90 000 000
7-year	18.11.2002	17.07.2002	17.07.2009	15 000 000	70 000 000

* Fourth opening.

December

	M	T	W	T	F	S	S
	30	31					1
3-month	②	3	4	5	6	7	8
3-year**	⑨	10	11	12	13	14	15
	16	17	18	19	20	21	22
12-month	⑳	24	25	26	27	28	29

	Auction date	Issue date	Maturity date	Scheduled volume (BGN)	Total nominal value of the issue (BGN)
3-month	02.12.2002	04.12.2002	04.03.2003	12 000 000	
3-year	09.12.2002	11.09.2002	11.09.2005	25 000 000	50 000 000
12-month	23.12.2002	23.12.2002	23.12.2003	20 000 000	

** Second opening.

Note: The Ministry of Finance is entitled to make relevant adjustments in the schedule where necessary.



GOVERNMENT SECURITIES PRIMARY DEALERS AND REUTERS PAGES FOR GOVERNMENT SECURITIES QUOTATIONS

LIST

of government securities primary dealers approved by the Minister of Finance
and the Governor of the Bulgarian National Bank pursuant to
Article 4, para. 1 of Regulation No. 5 of the MF and BNB
for the period 1 January – 30 June 2002

BIOCHIM COMMERCIAL BANK	CBBB 01-03
BNP – PARIBAS (BULGARIA)	BSBD 01-03
BULBANK	BGTB 01-03
BULBROKERS	BULB 01-03
BULGARIA-INVEST COMMERCIAL BANK	BGIN 01-03
BULGARIAN POST BANK	BPBB 01-03
CENTRAL COOPERATIVE BANK	SCCB 01-03
CITIBANK N. A.	CSOF
DSK BANK	SSBG 01-03
ECONOMIC AND INVESTMENT BANK	RIBB 01-03
ELANA	ELAN 01-03
EVROBANK	EBSF 01-03
EUROFINANCE	EUFI 01-03
FIRST INVESTMENT BANK	BFIB 01-03
HEBROS COMMERCIAL BANK	AGBG 01-03
ING BANK	INBS 01-03
MUNICIPAL BANK	SMBK 01-03
NEFTINVESTBANK	OBGG 01-03
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ROSEXIMBANK	REBS 01
SG EXPRESSBANK	EBVB 01
SII INVEST	SIIB 01
UNIONBANK	UNBS 01-03
UNITED BULGARIAN BANK	UBBB 01-03

**NONPRIMARY DEALERS OF GOVERNMENT SECURITIES
WITH REGISTERS AT THE BNB UNDER § 6 OF THE ADDITIONAL
PROVISIONS OF REGULATION No. 5 OF THE MF AND BNB**

ENCOURAGEMENT BANK

SUMMARIZED QUOTATION PAGES

BGTSY=
BGZUNK=
BGTSYM=

BNB pages containing information on the government
securities interbank market

BGBNB 5
BGBNB 6
BGBNB 9

BNB pages containing information on average-weighted prices
of traded government securities issues

BGBNB 10
BGBNB 11
BGBNB 12
BGBNB 13

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