



Ministry of Finance

Debt and Financial Assets
Management Department

Debt Portfolio Management Quarterly Report

1st Half of 2024



19 July 2024

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List of Abbreviations

bn	Billion
CDCP	Central Securities Depository Prague
CNB	Czech National Bank
CPI	Consumer price index
CZK	Czech koruna currency code
CZSO	Czech Statistical Office
ESA 2010	European System of Accounts 2010
EUR	Euro currency code
FIX	Fixed-rate
GDP	Gross domestic product
ISIN	International Securities Identification Number
JPY	Japanese yen currency code
mil	Million
MTS	Mercato Telematico Secondario
p.a.	Per annum
p.p.	Percentage point
T-Bills	State treasury bills
T-Bonds	Medium-term and long-term government bonds
VAR	Variable-rate

Summary and Main Events

The Ministry of Finance (hereinafter the Ministry or MoF) presents, in accordance with the calendar of published information, the Debt Portfolio Management Quarterly Report, which contains the state of fulfilment of the operational funding programme and issuance activity plans in relation to the announced strategic targets and limits specified in the Czech Republic Funding and Debt Management Strategy for 2024 published on 4 January 2024 and updated on 28 June 2024. It also includes regular quarterly evaluations of primary dealers for the period from the third quarter of 2023 to the second quarter of 2024.

During the first half of 2024, the regular issuance activity of the state was carried out in the standard mode, especially for the purpose of covering state debt redemptions in the first half of 2024 and the ongoing coverage of the state budget deficit when the CZK-denominated government bonds with maturities of over one year in a total nominal value of CZK 161.4 billion were issued.

In the second quarter of 2024, CZK-denominated medium-term and long-term government bonds in a total nominal value of CZK 69.9 billion were sold on the primary market through twenty-one auctions on nine auction days. Issuance activity on the primary market was supplemented by operations on the secondary market when the government bonds in a total nominal value of CZK 8.4 billion were sold as part of tap sales and exchange operations. In the second quarter of 2024, CZK-denominated medium-term and long-term government bonds in a total nominal value of CZK 78.3 billion were sold, and CZK 157.0 billion in the first half of the year.

On 27 May 2024, the regular redemption of the Czech Republic Treasury Bond, 2009-2024, 5.70% in a total nominal value of CZK 69.8 billion was carried out. In the second quarter of 2024, the government bonds in a total nominal value of CZK 4.1 billion were further bought-back as part of exchange operations. The total nominal value of the net issue of CZK-denominated medium-term and long-term government bonds amounted to

CZK 4.4 billion in the second quarter of 2024, and CZK 83.2 billion in the first half of the year.

During the second quarter of 2024, the CZK-denominated state treasury bills in a total nominal value of CZK 24.8 billion were sold in seven auctions and, at the same time, the CZK-denominated state treasury bills in a total nominal value of CZK 22.3 billion were redeemed. The total nominal value of net issue of the CZK-denominated state treasury bills amounted to CZK 2.5 billion, and CZK 25.0 billion in the first half of the year.

During the second quarter of 2024, the EUR-denominated state treasury bills in a total nominal value of EUR 1.2 billion were sold in two auctions and, at the same time, the EUR-denominated state treasury bills in a total nominal value of EUR 1.0 billion were redeemed. In addition, state treasury bills in a total nominal value of EUR 0.1 billion were sold on the secondary market. The total nominal value of net issue of EUR-denominated state treasury bills amounted to EUR 0.3 billion, and EUR 0.5 billion in the first half of the year.

As part of the project of direct sale of government bonds intended for citizens, six new tranches of already issued government bonds in the form of reinvested yields in a total nominal value of CZK 0.2 billion were issued during the second quarter of 2024. No regular redemption was carried out, only early redemptions based on the exercise of the right of holders in a total nominal value of CZK 0.4 billion were carried out. The total nominal value of net issue of government bonds intended for citizens reached CZK -0.3 billion, and CZK -1.2 billion in the first half of the year.

In the area of received loans and credits from international institutions, no new tranche was drawn during the second quarter of 2024, only regular repayments of loans from the European Investment Bank amounting to CZK 0.2 billion were carried out, and CZK 0.3 billion in the first half of the year.

Affirmation of the Czech Republic's Rating

During the second quarter of 2024, rating agency R&I confirmed the rating of the Czech Republic at the AA- level for long-term liabilities in local and foreign currencies, while the rating agency improved the outlook for the Czech Republic. According to R&I, the decision to change the outlook from negative to stable is a result of the reduction of risks associated with Russian natural gas supplies and expected economic growth combined with a decline in inflation and a recovery in foreign demand. In April 2024, Scope Ratings also affirmed the Czech Republic's long-term rating at AA- for long-term liabilities in local and

foreign currencies with a stable outlook. Currently, the Czech Republic's rating is assigned a stable outlook by all major global rating agencies. In the first half of 2024, rating agency Fitch Ratings also confirmed the current rating at AA- for long-term liabilities in local and foreign currencies, while the rating agency also improved the outlook for the Czech Republic to stable. According to Fitch Ratings, the Czech economy has navigated the successive pandemic and energy price shocks without lasting effects on the long-term economic growth.

Continuation of the Gradual Stabilized Coverage of Financing Needs

During the first half of 2024, CZK-denominated medium-term and long-term government bonds in a total nominal value of CZK 157.0 billion were sold on the primary and secondary markets, of which CZK 12.7 billion in the form of variable-rate government bonds. The average yield to maturity of newly sold fixed-rate government bonds reached 4.0% p.a. with an average residual time to maturity of 10.1 years. In addition, new tranches of already issued government bonds intended for citizens in the form of reinvested

yields in a total nominal value of CZK 4.4 billion were issued. In total, government bonds with a maturity of more than one year in a total nominal value of CZK 161.4 billion were sold. This covered the total annual amount of the CZK-denominated state debt redemptions, thanks to which sufficient space was created for smooth coverage of the remaining financing needs of this year, which will be mainly represented by the actual performance of the state budget in the second half of 2024.

Successful Refinancing of EUR-Denominated Redemptions of the State Debt

On 24 April 2024, the regular redemption of the Government EUR-Bond of the Czech Republic, 2022–2024, 0.00% in a total nominal value of EUR 1.0 billion was carried out, while the coverage of this redemption was ensured primarily through operations on the euro money market in the form of the sale of EUR-denominated state treasury bills, both on the primary and secondary markets. During the first half of 2024, these state treasury

bills in a total nominal value of EUR 1.9 billion were sold in four auctions. In addition, for the first time in history, EUR-denominated state treasury bills were sold on the secondary market, when treasury bills in a total nominal value of EUR 0.1 billion were sold. The total nominal value of EUR-denominated state treasury bills outstanding at the end of the first half of the year amounted to EUR 2.0 billion.

1 – Borrowing Requirement and Development of State Debt

Table 1: Structure and Balance of the Debt Portfolio

CZK bn	2022	2023	30/6/2024
Gross state debt	2,894.8	3,110.9	3,207.1
T-Bills and other money market instruments	147.1	44.9	82.8
Received collateral in cash	0.0	0.0	0.0
T-Bonds issued on domestic market	2,521.3	2,821.2	2,879.8
T-Bonds issued on foreign markets	5.1	4.7	4.4
Savings government bonds	83.4	92.6	91.5
Received credits and loans ¹	137.8	147.4	148.6
Promissory notes and unpaid principals of government securities	0.1	0.1	0.1
Share of GDP (%)²	41.1	40.8	41.3

¹ Credits and loans received from international financial institutions and European Commission.

² GDP in the ESA 2010 methodology. The source of data for Q1 2022 – Q1 2024 is CZSO, for Q2 2024 the Macroeconomic Forecast of the Czech Republic – April 2024. Source: MoF, CZSO

Table 2: Financing Needs and Sources

CZK bn	2022	2023	H1 2024
Primary balance of state budget	310.7	220.2	135.7
Net expenditure on state debt ¹	49.7	68.3	42.9
T-Bonds redemptions ²	221.4	218.9	99.1
Redemptions and early redemptions on savings government bonds	0.4	1.3	5.5
T-Bills and other money market instruments redemptions ³	49.0	145.2	44.8
Repayments on credits and loans ⁴	4.4	6.0	0.3
Total financing needs	635.6	660.0	328.3
Gross T-Bills issue and other money market instruments ^{3, 5}	150.5	44.5	82.3
Received collateral in cash	0.0	0.0	0.0
Gross issue of T-Bonds on domestic market ⁵	455.9	518.0	157.0
Gross issue of T-Bonds on domestic market up to 5 years ^{5, 6}	168.5	23.2	7.5
Gross issue of T-Bonds on domestic market from 5 to 10 years ^{5, 6}	185.5	330.3	79.8
Gross issue of T-Bonds on domestic market over 10 years ^{5, 6}	101.8	164.4	69.7
Gross issue of T-Bonds on foreign markets ⁵	0.0	0.0	0.0
Gross issue of savings government bonds ⁷	45.0	10.5	4.4
Received credits and loans ⁴	60.7	12.5	0.0
Financial asset and liquidity management	-76.5	74.5	84.6
Total financing sources	635.6	660.0	328.3
Gross borrowing requirement	712.0	585.5	243.7

¹ Balance of the budgetary chapter 396 – State Debt.

² Incl. the effect of buy-backs and exchange operations.

³ Excl. T-Bills issued and redeemed within respective period and roll-over of other money market instruments.

⁴ Credits and loans received from international financial institutions and European Commission.

⁵ Nominal value; premiums and discounts included in the net expenditure on state debt, i.e. they are included in the net borrowing requirement.

⁶ Residual time to maturity at the transaction settlement date.

⁷ Incl. the reinvestment of yields.

Source: MoF

Table 3: Net Borrowing Requirement and Change in State Debt

CZK bn	2022	2023	H1 2024
Gross state debt as at 1 January	2,465.8	2,894.8	3,110.9
Primary state budget balance	310.7	220.2	135.7
Net expenditure on state debt service ¹	49.7	68.3	42.9
Financial asset and liquidity management operations	76.5	-74.5	-84.6
Net borrowing requirement	436.9	214.0	94.0
T-Bills net issue and net change in the balance of other money market instruments	101.5	-100.7	37.6
T-Bonds net issue on domestic market	302.4	299.0	57.9
T-Bonds net issue on foreign markets	-67.8	0.0	0.0
Savings government bonds net issue	44.5	9.2	-1.2
Net change in balance of received credits and loans ²	56.3	6.5	-0.3
Financing of net borrowing requirement	436.9	214.0	94.0
Revaluation of state debt ³	-7.8	2.0	2.2
Promissory notes and unpaid principals of government securities net change	0.1	0.0	0.0
Gross state debt change	429.1	216.1	96.2
Gross state debt as at the end of period	2,894.8	3,110.9	3,207.1

¹ Balance of budgetary chapter 396 – State debt.

² Credits and loans received from international financial institutions and European Commission.

³ Incl. the revaluation of the debt denominated in foreign currencies based on the exchange rate difference and the consolidation of state debt from the bonds, which were at the moment of issuance registered on the asset account maintained by the Ministry in the respective record, for the period they were registered on such account, as well as the bonds acquired by the state as the issuer before their maturity date, and the cash resources received or repaid within the lending facilities provided from the nuclear portfolio.

Source: MoF

The absolute value of state debt reached CZK 3,207.1 billion at the end of the first half of 2024, which represents an increase of CZK 96.2 billion compared to the end of 2023. It is mainly due to the

sale of government bonds with maturities of over one year and state treasury bills during the first half of 2024 to cover the state budget deficit, which reached CZK 178.6 billion at the end of June.

2 – Primary Market of Government Bonds

Table 4a: Medium-Term and Long-Term Government Bonds Issued in H1 2024

Issue name	Issue/ tranche no.	Auction date	Settlement date	Maturity date	Currency	Max. nominal value offered in the competitive part of auction	Total nominal value sold
ČR, 4.50 %, 32	154 9	10/1	12/1	11/11/2032	CZK	4,000,000,000	10,432,850,000
ČR, 1.50 %, 40	125 26	10/1	12/1	24/4/2040	CZK	1,000,000,000	2,522,180,000
ČR, VAR %, 43	155 6	10/1	12/1	18/8/2043	CZK	4,000,000,000	4,262,730,000
ČR, 0.25 %, 27	100 31	24/1	26/1	10/2/2027	CZK	4,000,000,000	4,513,000,000
ČR, 3.50 %, 35	145 17	24/1	26/1	30/5/2035	CZK	3,000,000,000	4,302,000,000
ČR, 4.50 %, 32	154 10	14/2	16/2	11/11/2032	CZK	4,000,000,000	6,802,190,000
ČR, 4.90 %, 34	151 12	14/2	16/2	14/4/2034	CZK	3,000,000,000	5,446,260,000
ČR, 1.50 %, 40	125 27	14/2	16/2	24/4/2040	CZK	2,000,000,000	1,084,480,000
ČR, VAR %, 43	155 7	21/2	23/2	18/8/2043	CZK	4,000,000,000	4,732,480,000
ČR, 4.50 %, 32	154 11	28/2	1/3	11/11/2032	CZK	4,000,000,000	4,316,260,000
ČR, 3.50 %, 35	145 18	28/2	1/3	30/5/2035	CZK	3,000,000,000	3,040,000,000
ČR, 1.95 %, 37	142 10	28/2	1/3	30/7/2037	CZK	2,000,000,000	2,046,000,000
ČR, 4.50 %, 32	154 12	6/3	8/3	11/11/2032	CZK	4,000,000,000	5,089,560,000
ČR, 4.90 %, 34	151 13	6/3	8/3	14/4/2034	CZK	2,000,000,000	2,451,660,000
ČR, 1.50 %, 40	125 28	6/3	8/3	24/4/2040	CZK	1,000,000,000	1,086,530,000
ČR, 3.00 %, 33	156 1	13/3	15/3	3/3/2033	CZK	5,000,000,000	6,035,580,000
ČR, VAR %, 43	155 8	13/3	15/3	18/8/2043	CZK	1,000,000,000	1,250,250,000
ČR, 3.50 %, 35	145 19	20/3	22/3	30/5/2035	CZK	4,000,000,000	4,723,300,000
ČR, 1.95 %, 37	142 11	20/3	22/3	30/7/2037	CZK	2,000,000,000	2,276,050,000
ČR, 3.00 %, 33	156 2	3/4	5/4	3/3/2033	CZK	5,000,000,000	5,887,360,000
ČR, 4.90 %, 34	151 14	3/4	5/4	14/4/2034	CZK	3,000,000,000	3,761,460,000
ČR, 5.50 %, 28	149 13	10/4	12/4	12/12/2028	CZK	3,000,000,000	3,000,000,000
ČR, 4.50 %, 32	154 13	10/4	12/4	11/11/2032	CZK	3,000,000,000	5,637,300,000
ČR, 1.50 %, 40	125 29	10/4	12/4	24/4/2040	CZK	1,000,000,000	961,000,000
ČR, 3.00 %, 33	156 3	24/4	26/4	3/3/2033	CZK	5,000,000,000	5,021,000,000
ČR, 3.50 %, 35	145 20	24/4	26/4	30/5/2035	CZK	3,000,000,000	3,011,000,000
ČR, 4.50 %, 32	154 14	15/5	17/5	11/11/2032	CZK	5,000,000,000	5,162,350,000
ČR, 4.90 %, 34	151 15	15/5	17/5	14/4/2034	CZK	3,000,000,000	4,705,320,000
ČR, 1.95 %, 37	142 12	15/5	17/5	30/7/2037	CZK	1,000,000,000	2,114,080,000
ČR, VAR %, 43	155 9	22/5	24/5	18/8/2043	CZK	1,000,000,000	1,103,630,000
ČR, 3.00 %, 33	156 4	29/5	31/5	3/3/2033	CZK	5,000,000,000	5,880,520,000
ČR, 3.50 %, 35	145 21	29/5	31/5	30/5/2035	CZK	3,000,000,000	3,709,570,000
ČR, 1.50 %, 40	125 30	29/5	31/5	24/4/2040	CZK	1,000,000,000	1,158,030,000
ČR, 4.50 %, 32	154 15	12/6	14/6	11/11/2032	CZK	3,000,000,000	3,637,860,000
ČR, 4.90 %, 34	151 16	12/6	14/6	14/4/2034	CZK	3,000,000,000	3,634,020,000
ČR, 1.95 %, 37	142 13	12/6	14/6	30/7/2037	CZK	1,000,000,000	1,197,400,000
ČR, VAR %, 43	155 10	19/6	21/6	18/8/2043	CZK	1,000,000,000	1,350,550,000
ČR, 3.00 %, 33	156 5	26/6	28/6	3/3/2033	CZK	5,000,000,000	5,000,000,000
ČR, 3.50 %, 35	145 22	26/6	28/6	30/5/2035	CZK	3,000,000,000	3,000,000,000
ČR, 1.50 %, 40	125 31	26/6	28/6	24/4/2040	CZK	1,000,000,000	1,000,000,000
Total							146,345,810,000

Source: MoF, CNB

Table 4b: Medium-Term and Long-Term Government Bonds Issued in H1 2024

Issue name	Issue/ tranche no.		Coupon	Average price	Average yield to maturity (% p.a.) ¹	Bid- to- cover ratio	Sold in the competitive part of the auction/Max. nominal value offered (%)	Sold in the non- competitive part of the auction/ Max. nominal value offered (%)
ČR, 4.50 %, 32	154	9	4.50%	104.588	3.870	2.26	233.94	26.88
ČR, 1.50 %, 40	125	26	1.50%	71.009	3.947	2.24	230.00	22.22
ČR, VAR %, 43	155	6	VAR%	99.373	6.140	1.67	100.00	6.57
ČR, 0.25 %, 27	100	31	0.25%	89.753	3.888	3.38	112.83	0.00
ČR, 3.50 %, 35	145	17	3.50%	96.088	3.932	2.15	143.40	0.00
ČR, 4.50 %, 32	154	10	4.50%	105.917	3.689	1.53	155.08	14.98
ČR, 4.90 %, 34	151	12	4.90%	109.558	3.750	1.72	165.00	16.54
ČR, 1.50 %, 40	125	27	1.50%	71.637	3.895	2.95	51.34	2.88
ČR, VAR %, 43	155	7	VAR%	99.208	7.399	1.65	116.88	1.44
ČR, 4.50 %, 32	154	11	4.50%	105.278	3.771	2.08	100.00	7.91
ČR, 3.50 %, 35	145	18	3.50%	96.688	3.867	2.17	100.00	1.33
ČR, 1.95 %, 37	142	10	1.95%	79.501	3.947	2.23	102.30	0.00
ČR, 4.50 %, 32	154	12	4.50%	105.806	3.699	2.64	106.38	20.86
ČR, 4.90 %, 34	151	13	4.90%	109.286	3.776	3.90	102.50	20.08
ČR, 1.50 %, 40	125	28	1.50%	71.574	3.909	3.41	92.48	16.17
ČR, 3.00 %, 33	156	1	3.00%	94.747	3.699	2.61	119.60	1.11
ČR, VAR %, 43	155	8	VAR%	99.111	8.487	2.14	123.00	2.03
ČR, 3.50 %, 35	145	19	3.50%	95.758	3.976	1.72	100.00	18.08
ČR, 1.95 %, 37	142	11	1.95%	78.866	4.026	2.15	100.05	13.75
ČR, 3.00 %, 33	156	2	3.00%	92.482	4.020	1.94	101.38	16.37
ČR, 4.90 %, 34	151	14	4.90%	106.786	4.063	3.02	106.89	18.50
ČR, 5.50 %, 28	149	13	5.50%	106.939	3.842	2.11	100.00	0.00
ČR, 4.50 %, 32	154	13	4.50%	103.127	4.055	1.98	187.91	0.00
ČR, 1.50 %, 40	125	29	1.50%	69.055	4.189	1.99	96.10	0.00
ČR, 3.00 %, 33	156	3	3.00%	90.821	4.266	2.17	100.42	0.00
ČR, 3.50 %, 35	145	20	3.50%	93.136	4.290	1.66	100.37	0.00
ČR, 4.50 %, 32	154	14	4.50%	103.334	4.022	1.29	100.00	3.25
ČR, 4.90 %, 34	151	15	4.90%	106.816	4.050	1.74	154.94	1.90
ČR, 1.95 %, 37	142	12	1.95%	78.248	4.118	1.73	203.50	7.91
ČR, VAR %, 43	155	9	VAR%	99.041	9.330	5.43	100.00	10.36
ČR, 3.00 %, 33	156	4	3.00%	90.291	4.356	1.82	100.00	17.61
ČR, 3.50 %, 35	145	21	3.50%	92.302	4.398	2.13	105.14	18.51
ČR, 1.50 %, 40	125	30	1.50%	66.920	4.446	3.29	100.00	15.80
ČR, 4.50 %, 32	154	15	4.50%	101.428	4.288	1.91	103.14	18.12
ČR, 4.90 %, 34	151	16	4.90%	104.669	4.306	2.19	101.29	19.85
ČR, 1.95 %, 37	142	13	1.95%	76.355	4.352	3.40	100.10	19.64
ČR, VAR %, 43	155	10	VAR%	98.995	9.260	2.76	123.70	11.36
ČR, 3.00 %, 33	156	5	3.00%	91.601	4.172	1.18	100.00	0.00
ČR, 3.50 %, 35	145	22	3.50%	93.845	4.214	1.79	100.00	0.00
ČR, 1.50 %, 40	125	31	1.50%	68.200	4.314	1.95	100.00	0.00
Average						2.30	118.49	9.30

¹ In case of variable-rate T-Bonds, average spread to PRIBOR in basis points (discount margin) is stated.
Source: MoF, CNB

Table 5: State Treasury Bills Issued in H1 2024

Issue/ tranche no.	Maturity (weeks)	Auction date	Issue date	Maturity date	Currency	Max. nominal value offered	Total nominal value sold	Yield to maturity (% p.a.)	
907	1	13	11/1	12/1	12/4/2024	CZK	10,000,000,000	5,167,000,000	5.157
909	1	13	25/1	26/1	26/4/2024	CZK	10,000,000,000	3,875,000,000	5.072
910	1	13	15/2	16/2	17/5/2024	CZK	10,000,000,000	6,549,000,000	4.878
911	1	39	29/2	1/3	29/11/2024	CZK	10,000,000,000	6,301,000,000	4.205
912	1	13	7/3	8/3	7/6/2024	CZK	5,000,000,000	4,237,000,000	4.834
911	2	36	21/3	22/3	29/11/2024	CZK	5,000,000,000	4,108,000,000	4.302
912	2	8	11/4	12/4	7/6/2024	CZK	5,000,000,000	2,450,000,000	4.674
911	3	32	18/4	19/4	29/11/2024	CZK	5,000,000,000	3,000,000,000	4.266
913	1	26	25/4	26/4	25/10/2024	CZK	5,000,000,000	2,523,000,000	4.416
914	1	13	16/5	17/5	16/8/2024	CZK	5,000,000,000	4,647,000,000	4.434
911	4	26	30/5	31/5	29/11/2024	CZK	5,000,000,000	2,004,000,000	4.269
913	2	19	13/6	14/6	25/10/2024	CZK	5,000,000,000	5,671,000,000	4.277
916	1	25	27/6	28/6	20/12/2024	CZK	5,000,000,000	4,502,000,000	4.167
Total CZK							55,034,000,000	4.551¹	
908	1	26	17/1	19/1	19/7/2024	EUR	500,000,000	500,000,000	3.809
908	2	21	21/2	23/2	19/7/2024	EUR	200,000,000	210,000,000	3.811
908	3	15	3/4	5/4	19/7/2024	EUR	200,000,000	150,000,000	3.910
915	1	26	5/6	7/6	6/12/2024	EUR	500,000,000	1,000,000,000	3.765
Total EUR							1,860,000,000	3.793¹	

¹ Average weighted yield to maturity.
Source: MoF, CNB

Table 6: Savings Government Bonds Issued in H1 2024

Issue name	Issue no.	Settlement date	Maturity date	Original maturity (years)	Total nominal value sold
SD-R ČR, FIX %, 26 V ¹	131	31/12/2023 ²	31/12/2026	6.0	299,309
SD-I ČR, CPI %, 26 V ¹	132	31/12/2023 ²	31/12/2026	6.0	418,306,437
SD-R ČR, FIX %, 26 ¹	114	2/1/2024	2/1/2026	6.0	594,525
SD-I ČR, CPI %, 26 ¹	115	2/1/2024	2/1/2026	6.0	137,244,068
SD-F ČR, 1.25 %, 26 ¹	116	2/1/2024	2/1/2026	6.0	147,103
SD-R ČR, FIX %, 28 ¹	143	3/1/2024	3/1/2028	6.0	1,059,483
SD-I ČR, CPI %, 28 ¹	144	3/1/2024	3/1/2028	6.0	3,593,120,247
SD-R ČR, FIX %, 25 ¹	106	1/2/2024	1/2/2025	6.0	66,787,485
SD-R ČR, FIX %, 25 II ¹	107	1/4/2024 ²	1/4/2025	6.0	16,906,094
SD-R ČR, FIX %, 26 II ¹	117	1/4/2024 ²	1/4/2026	6.0	483,352
SD-I ČR, CPI %, 26 II ¹	118	1/4/2024 ²	1/4/2026	6.0	56,551,338
SD-F ČR, 1.50 %, 26 II ¹	119	1/4/2024 ²	1/4/2026	6.0	164,308
SD-R ČR, FIX %, 27 ¹	133	1/4/2024 ²	1/4/2027	6.0	314,995
SD-I ČR, CPI %, 27 ¹	134	1/4/2024 ²	1/4/2027	6.0	88,612,778
Total					4,380,591,522

¹ Incl. tranches issued in the form of reinvestment of yields.

² If the reinvestment date of yields falls on a day, which is not a business day, the relevant government bonds are reinvested to the bondholder's asset account in the Ministry's register on the first following business day.

Source: MoF

Table 7: Medium-Term and Long-Term Government Bonds Issued on Domestic Market as at 30/6/2024

Issue name	Issue no.	ISIN	Maturity date	Nominal value outstanding	Nominal value booked on MoF's asset accounts
ČR, VAR %, 24	147	CZ0001006498	22/10/2024	27,740,620,000	1,000,000,000
ČR, 0.00 %, 24	135	CZ0001006167	12/12/2024	40,390,380,000	1,000,000,000
ČR, 1.25 %, 25	120	CZ0001005870	14/2/2025	114,950,000,000	1,000,000,000
ČR, 2.40 %, 25	89	CZ0001004253	17/9/2025	135,000,000,000	1,000,000,000
ČR, 6.00 %, 26	148	CZ0001006506	26/2/2026	105,604,160,000	1,395,840,000
ČR, 1.00 %, 26	95	CZ0001004469	26/6/2026	149,000,000,000	1,000,000,000
ČR, 0.25 %, 27	100	CZ0001005037	10/2/2027	146,909,820,000	3,090,180,000
ČR, VAR %, 27	90	CZ0001004105	19/11/2027	119,000,000,000	1,000,000,000
ČR, 2.50 %, 28	78	CZ0001003859	25/8/2028	149,000,000,000	1,000,000,000
ČR, 5.50 %, 28	149	CZ0001006696	12/12/2028	103,000,000,000	3,000,000,000
ČR, 5.75 %, 29	153	CZ0001007025	29/3/2029	66,368,750,000	3,631,250,000
ČR, 2.75 %, 29	105	CZ0001005375	23/7/2029	149,000,000,000	1,000,000,000
ČR, 0.05 %, 29	130	CZ0001006076	29/11/2029	84,000,000,000	1,000,000,000
ČR, 0.95 %, 30	94	CZ0001004477	15/5/2030	149,000,000,000	1,000,000,000
ČR, 5.00 %, 30	150	CZ0001006688	30/9/2030	142,501,690,000	7,498,310,000
ČR, 1.20 %, 31	121	CZ0001005888	13/3/2031	149,000,000,000	1,000,000,000
ČR, 6.20 %, 31	152	CZ0001006969	16/6/2031	35,795,400,000	4,204,600,000
ČR, VAR %, 31	139	CZ0001006241	31/10/2031	115,475,430,000	5,524,570,000
ČR, 1.75 %, 32	138	CZ0001006233	23/6/2032	149,000,000,000	1,000,000,000
ČR, 4.50 %, 32	154	CZ0001007033	11/11/2032	91,740,030,000	8,259,970,000
ČR, 3.00 %, 33	156	CZ0001007256	3/3/2033	30,374,460,000	20,625,540,000
ČR, 2.00 %, 33	103	CZ0001005243	13/10/2033	149,000,000,000	1,000,000,000
ČR, 4.90 %, 34	151	CZ0001006894	14/4/2034	93,296,500,000	1,408,820,000
ČR, 3.50 %, 35	145	CZ0001006431	30/5/2035	91,967,540,000	19,032,460,000
ČR, 4.20 %, 36	49	CZ0001001796	4/12/2036	79,000,000,000	1,000,000,000
ČR, 1.95 %, 37	142	CZ0001006316	30/7/2037	55,691,310,000	4,308,690,000
ČR, 1.50 %, 40	125	CZ0001005920	24/4/2040	75,460,600,000	5,539,400,000
ČR, VAR %, 43	155	CZ0001007041	18/8/2043	45,693,860,000	5,306,140,000
ČR, 4.85 %, 57	53	CZ0001002059	26/11/2057	24,335,960,000	664,040,000
Total CZK				2,867,296,510,000	107,489,810,000
ČR, 0.00 %, 27	129	CZ0001006043	27/7/2027	500,000,000	0
Total EUR				500,000,000	0

Note: Excl. nominal values of government bonds provided and/or received by the Ministry as collateral when realizing repo operations under treasury single accounts liquidity management and/or within lending facilities.
Source: MoF

Table 8: Medium-Term and Long-Term Government Bonds Issued on Foreign Markets as at 30/6/2024

ISIN	Currency	Maturity date	Nominal value outstanding	Nominal value booked on MoF's asset accounts
XS0240954361	JPY	16/1/2036	30,000,000,000	0
Total JPY			30,000,000,000	0

Note: Excl. nominal values of government bonds provided and/or received by the Ministry as collateral when realizing repo operations under treasury single accounts liquidity management and/or within lending facilities.
Source: MoF

Table 9: Issued State Treasury Bills as at 30/6/2024

Issue no.	ISIN	Maturity date	Nominal value outstanding	Nominal value booked on MoF's asset accounts
914	CZ0001007322	16/8/2024	4,647,000,000	0
913	CZ0001007314	25/10/2024	8,194,000,000	0
902	CZ0001007173	29/11/2024	0	100,000,000,000
911	CZ0001007272	29/11/2024	15,413,000,000	0
916	CZ0001007348	20/12/2024	4,502,000,000	0
Total CZK			32,756,000,000	100,000,000,000
908	CZ0001007231	19/7/2024	1,000,000,000	0
915	CZ0001007330	6/12/2024	1,000,000,000	0
Total EUR			2,000,000,000	0

Note: Excl. nominal values of government bonds provided and/or received by the Ministry as collateral when realizing repo operations under treasury single accounts liquidity management and/or within lending facilities.
Source: MoF

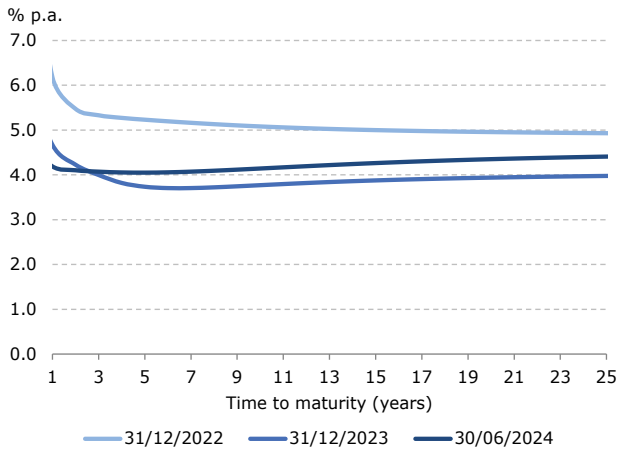
Table 10: Issued Savings Government Bonds as at 30/6/2024

Issue name	Issue no.	ISIN	Maturity date	Nominal value outstanding	Nominal value booked on MoF's asset accounts
SD-R ČR, FIX %, 25	106	CZ0001005623	1/2/2025	2,685,597,166	0
SD-R ČR, FIX %, 25 II	107	CZ0001005631	1/4/2025	812,441,219	0
SD-R ČR, FIX %, 25 III	108	CZ0001005649	1/7/2025	349,935,055	0
SD-I ČR, CPI %, 25	110	CZ0001005714	1/7/2025	6,254,194,062	0
SD-R ČR, FIX %, 25 IV	111	CZ0001005730	1/10/2025	51,757,704	0
SD-I ČR, CPI %, 25 II	112	CZ0001005722	1/10/2025	1,392,503,177	0
SD-F ČR, 1.50 %, 25	113	CZ0001005748	1/10/2025	13,475,540	0
SD-R ČR, FIX %, 26	114	CZ0001005763	2/1/2026	47,204,553	0
SD-I ČR, CPI %, 26	115	CZ0001005771	2/1/2026	1,930,892,121	0
SD-F ČR, 1.25 %, 26	116	CZ0001005789	2/1/2026	13,990,707	0
SD-R ČR, FIX %, 26 II	117	CZ0001005813	1/4/2026	38,380,009	0
SD-I ČR, CPI %, 26 II	118	CZ0001005821	1/4/2026	2,411,545,981	0
SD-F ČR, 1.50 %, 26 II	119	CZ0001005805	1/4/2026	13,048,922	0
SD-R ČR, FIX %, 26 III	122	CZ0001005896	1/7/2026	82,264,449	0
SD-I ČR, CPI %, 26 III	123	CZ0001005904	1/7/2026	2,489,041,583	0
SD-F ČR, 1.30 %, 26 III	124	CZ0001005912	1/7/2026	36,552,642	0
SD-R ČR, FIX %, 26 IV	127	CZ0001006019	1/10/2026	32,450,746	0
SD-I ČR, CPI %, 26 IV	128	CZ0001006001	1/10/2026	4,843,421,163	0
SD-R ČR, FIX %, 26 V	131	CZ0001006092	31/12/2026	35,505,007	0
SD-I ČR, CPI %, 26 V	132	CZ0001006100	31/12/2026	5,886,391,293	0
SD-R ČR, FIX %, 27	133	CZ0001006134	1/4/2027	31,809,372	0
SD-I ČR, CPI %, 27	134	CZ0001006142	1/4/2027	3,904,081,891	0
SD-R ČR, FIX %, 27 II	136	CZ0001006209	1/7/2027	45,729,280	0
SD-I ČR, CPI %, 27 II	137	CZ0001006217	1/7/2027	5,422,392,203	0
SD-R ČR, FIX %, 27 III	140	CZ0001006282	1/10/2027	44,767,449	0
SD-I ČR, CPI %, 27 III	141	CZ0001006290	1/10/2027	6,623,955,385	0
SD-R ČR, FIX %, 28	143	CZ0001006324	3/1/2028	85,804,498	0
SD-I ČR, CPI %, 28	144	CZ0001006332	3/1/2028	45,873,986,880	0
Total				91,453,120,057	0

Source: MoF

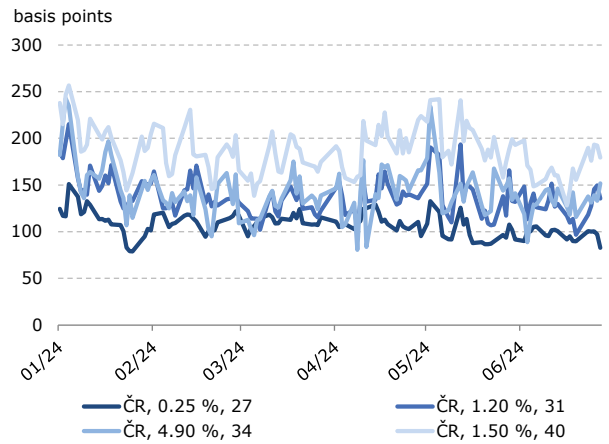
3 – Secondary Market of Government Bonds

Figure 1: Yield Curve of Government Bonds



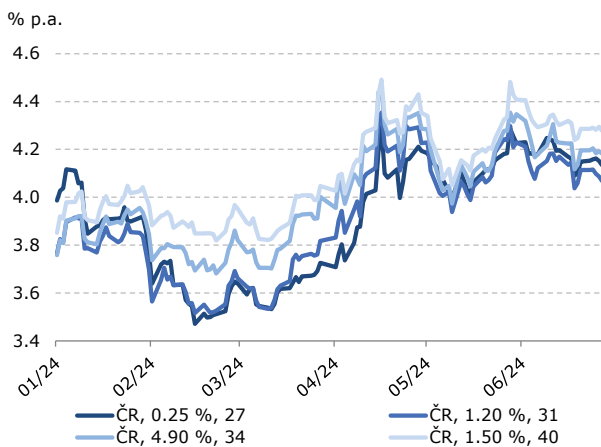
Note: "Par" yield curve of CZK-denominated fixed-rate government bonds is constructed on the basis the extended Nelson-Siegel model, called Svensson model.
Source: MoF, MTS

Figure 2: Bid-Offer Spreads of Selected Government Bonds



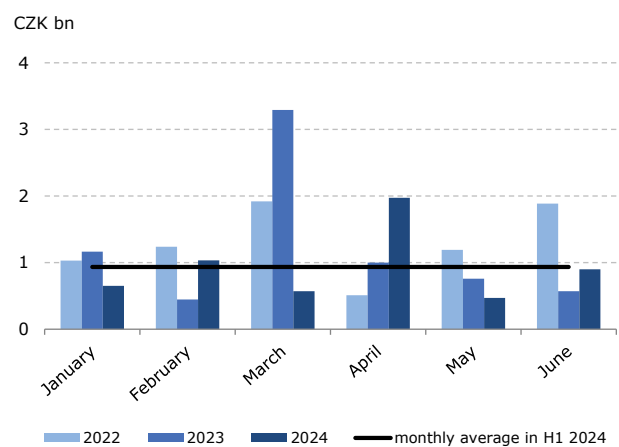
Source: MoF, MTS

Figure 3: Yields of Selected Government Bonds



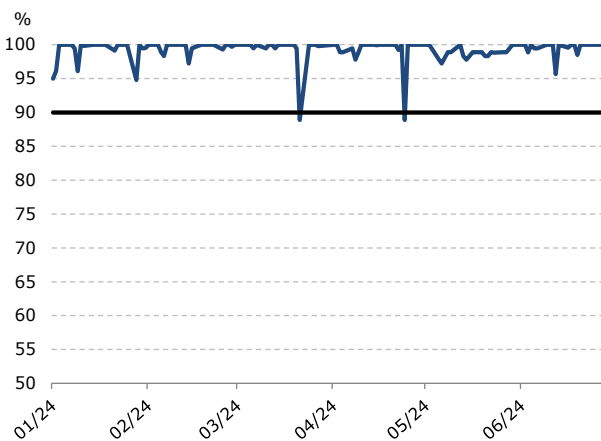
Source: MoF, MTS

Figure 4: Traded Nominal Value on MTS Czech Republic



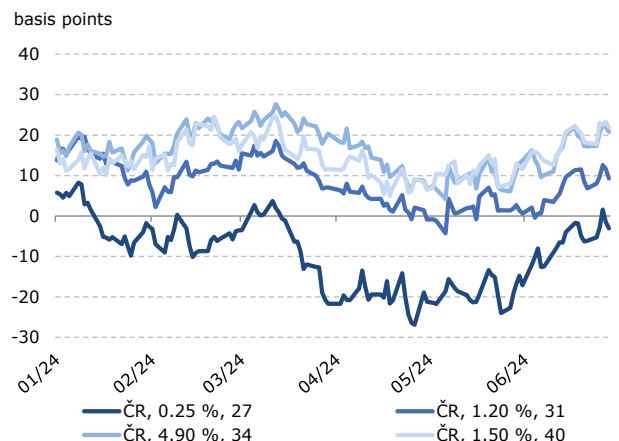
Source: MoF, MTS

Figure 5: Average Daily Compliance Ratio of Primary Dealers on MTS Czech Republic



Source: MoF, MTS

Figure 6: "Asset Swap Spread" Risk Premium of Selected Government Bonds



Source: Bloomberg

Table 11a: Realized Lending Facilities of Government Bonds in the Form of Repo Operations in H1 2024

Issue name	ISIN	Collateral nominal value	Financial resources received	Financial resources paid ¹
-	-	-	-	-
Total		0	0	0

¹ Incl. financial resources from this lending facilities realized in H1 2024, which has not been paid during this period.
Source: MoF

Table 11b: Realized Lending Facilities of Government Bonds in the Form of Collateralized Loans of Securities in H1 2024

Issue name	ISIN	Nominal value	Revenue ¹
ČR, 6.20 %, 31	CZ0001006969	1,076,000,000	251,427
ČR, VAR %, 31	CZ0001006241	404,000,000	74,282
ČR, 1.50 %, 40	CZ0001005920	1,000,000,000	123,774
ČR, 4.85 %, 57	CZ0001002059	117,000,000	43,625
Total		2,597,000,000	493,109

¹ Incl. financial revenue from this lending facilities realized in H1 2024, which has not been terminated during this period.
Source: MoF

Table 12: Buy-Backs of Government Bonds in H1 2024

Issue name	Issue no.	Settlement date	Maturity date	Average price	Currency	Nominal value
-	-	-	-	-	-	-
Total						0

Source: MoF

Table 13: Tap Sales of Government Bonds in H1 2024

Issue name	Issue no.	Settlement date	Maturity date	Average price	Currency	Nominal value
ČR, 4.90 %, 34	151	31/1/2024	14/4/2034	108.020	CZK	1,850,000,000
ČR, 4.85 %, 57	53	31/1/2024	26/11/2057	111.000	CZK	450,000,000
ČR, 1.50 %, 40	125	10/6/2024	24/4/2040	68.370	CZK	1,610,000,000
ČR, 4.85 %, 57	53	10/6/2024	26/11/2057	106.120	CZK	610,000,000
ČR, 4.85 %, 57	53	18/6/2024	26/11/2057	106.175	CZK	107,000,000
ČR, 3.50 %, 35	145	19/6/2024	30/5/2035	93.650	CZK	1,100,000,000
ČR, 1.50 %, 40	125	19/6/2024	24/4/2040	68.275	CZK	900,000,000
Total CZK						6,627,000,000
T-Bill 26W 19/01	908	25/4/2024	19/7/2024	99.088	EUR	65,000,000
T-Bill 26W 19/01	908	23/5/2024	19/7/2024	99.389	EUR	75,000,000
Total EUR						140,000,000

Source: MoF

Table 14: Realized Exchange Operations of Government Bonds in H1 2024

Settlement date	Issue name	Tap sale		Issue name	Buy-back	
		Nominal value	Average price		Nominal value	Average price
2/5/2024	ČR, 3.00 %, 33	950,000,000	90.720	ČR, 1.25 %, 25	950,000,000	97.550
9/5/2024	ČR, 3.00 %, 33	1,050,000,000	92.085	ČR, 1.25 %, 25	1,050,000,000	97.580
9/5/2024	ČR, 3.50 %, 35	700,000,000	94.780	ČR, 1.25 %, 25	700,000,000	97.580
22/5/2024	ČR, 3.00 %, 33	450,000,000	91.700	ČR, 1.25 %, 25	450,000,000	97.710
27/5/2024	ČR, 3.00 %, 33	100,000,000	91.605	ČR, 1.25 %, 25	100,000,000	97.780
27/5/2024	ČR, 1.95 %, 37	800,000,000	77.295	ČR, 1.25 %, 25	800,000,000	97.780
Total		4,050,000,000		4,050,000,000		

Source: MoF

4 – Risk Management and Portfolio Strategy

Table 15: Targets, Limits and Risk Parameters of the Debt Portfolio

INDICATOR	Announced target for medium-term horizon	As at 30/6/2024
Short-term state debt	20.0% and less	8.4%
Medium-term state debt	70.0% and less	42.8%
Average time to maturity	6.5 years	6.2 / 6.4 ¹ / 7.1 ² years
Interest re-fixing up to 1 year	40.0% and less	20.2%
Average time to re-fixing	5.0 to 6.0 years	5.5 years
Net foreign-currency exposure with the impact on the state debt level	10.0% and less ³	5.4%
Net short-term foreign-currency exposure with the impact on the level of interest expenditure on state debt service	10.0% and less ³	4.0%

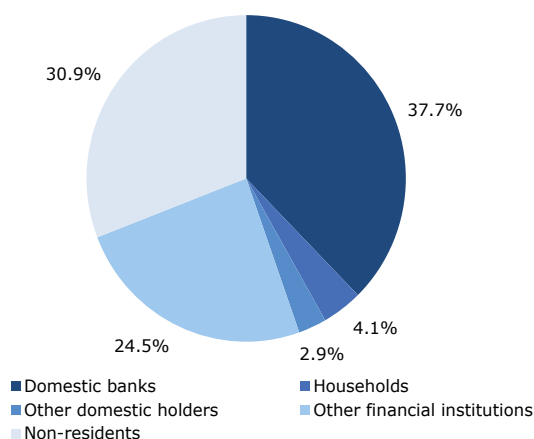
¹ After offsetting nearest state debt redemptions against cash resources from short-term reserve operations on money market.

² After offsetting nearest state debt redemptions against total available state treasury liquidity.

³ Possible short-term excess by 2 p.p. in case of an unexpected depreciation of domestic currency. The limit stipulated by the Ministry is valid for each year of medium-term horizon without the possibility to exceed it. However, its value is subjected to the condition that there will be no more pronounced depreciation of Czech koruna exchange rate.

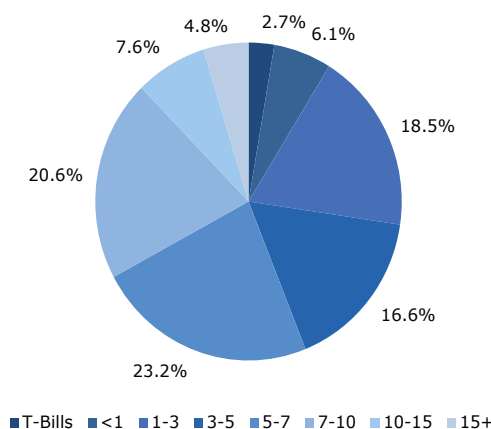
Source: MoF

Figure 7: Structure of Government Bonds by Type of Holder



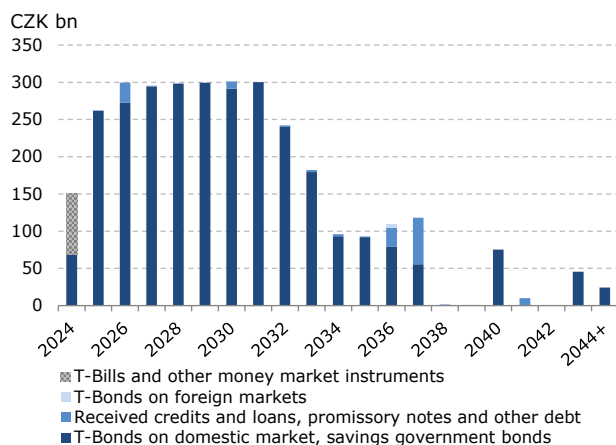
Note: Incl. T-Bonds issued on domestic market, savings government bonds and T-Bills. As at 30/6/2024.
Source: MoF, CDCP, CNB

Figure 8: Structure of Government Bonds by Residual Time to Maturity



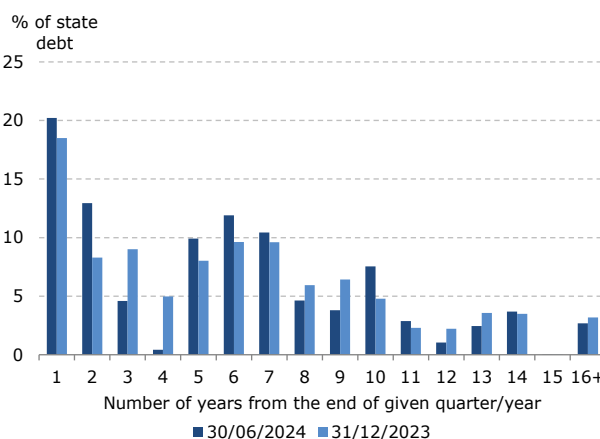
Note: Incl. T-Bonds issued on domestic and foreign markets, savings government bonds and T-Bills. As at 30/6/2024.
Source: MoF

Figure 9: Maturity Profile of State Debt



Note: Received credits and loans include credits and loans received from international financial institutions and European Commission. Other debt includes unpaid principals of government securities. As at 30/6/2024.
Source: MoF

Figure 10: Re-fixing Profile of State Debt



Source: MoF

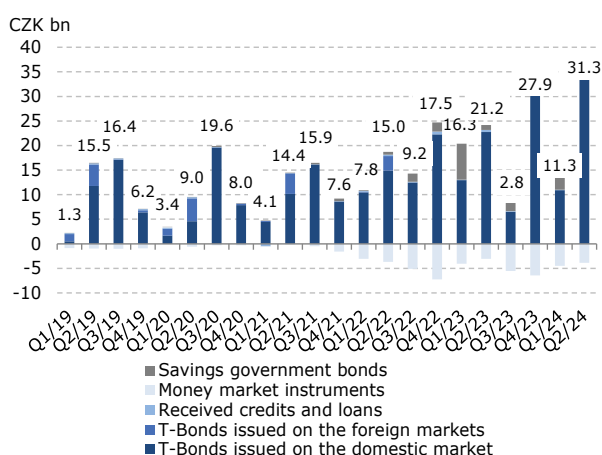
Table 16: State Debt Parameters

	30/6/ 2023	30/9/ 2023	31/12/ 2023	31/3/ 2024	30/6/ 2024
Total state debt (CZK bn)	3,044.4	3,115.0	3,110.9	3,220.8	3,207.1
Market value of state debt (CZK bn)	2,828.0	2,881.8	3,006.9	3,121.2	3,070.2
Short-term state debt (%)	10.8	8.6	6.7	11.1	8.4
Medium-term state debt (%)	42.2	44.1	43.8	45.4	42.8
T-Bills and other money market instruments (%)	5.0	3.2	1.4	2.3	2.6
Average time to maturity (years)	6.2	6.2	6.4	6.2	6.2
Interest re-fixing up to 1 year (%)	22.6	20.8	18.5	22.8	20.2
Average time to re-fixing (years)	5.6	5.5	5.6	5.5	5.5
Variable-rate state debt (%)	11.9	12.3	12.7	12.6	12.7
Modified duration (years)	4.6	4.4	4.8	4.5	4.6
Net foreign-currency exposure with the impact on the state debt level (%)	5.4	5.4	5.5	5.5	5.4
Net short-term foreign-currency exposure with the impact on the level of interest expenditure on state debt service (%)	4.1	4.1	4.2	4.1	4.0
Foreign currency state debt (%)	7.7	6.7	6.4	6.5	5.9
Share of EUR in state debt level net foreign currency exposure (%)	90.4	90.3	90.1	90.6	90.7
Share of EUR in interest expenditure on state debt net short-term foreign currency exposure (%)	90.9	90.9	90.6	91.1	90.7
Non-marketable state debt (%) ¹	5.8	5.5	4.7	4.7	4.6
Share of savings government bonds on state debt (%)	3.0	3.0	3.0	2.8	2.9
Marketable state debt (CZK bn)	2,777.2	2,850.6	2,870.9	2,979.0	2,967.0
Market value of marketable state debt (CZK bn)	2,572.3	2,632.5	2,773.0	2,886.0	2,838.9
Short-term marketable state debt (%)	10.3	8.1	7.2	11.9	9.0
Medium-term marketable state debt (%)	40.4	42.6	43.2	45.0	42.2
T-Bills and other money market instruments (%)	4.0	2.2	1.6	2.5	2.8
Average time to maturity (years)	6.1	6.2	6.3	6.1	6.1
Interest re-fixing up to 1 year (%)	19.7	17.9	16.5	21.3	18.4
Average time to re-fixing (years)	5.6	5.5	5.6	5.4	5.5
Variable-rate marketable state debt (%)	9.4	9.9	10.3	10.3	10.4
Modified duration (years)	4.6	4.4	4.7	4.5	4.5
Net foreign-currency exposure with the impact on the marketable state debt level (%)	0.2	0.4	1.8	1.7	1.7
Net short-term foreign-currency exposure with the impact on the level of interest expenditure on marketable state debt service (%)	0.2	0.2	1.5	1.5	1.3
Foreign-currency marketable state debt (%)	2.7	1.9	2.7	2.9	2.3
Share of EUR in marketable state debt level net foreign currency exposure (%)	14.4	64.0	90.6	91.0	91.3
Share of EUR in interest expenditure on marketable state debt net short-term foreign currency exposure (%)	100.0	100.0	100.0	100.0	100.0

¹ Excl. savings government bonds.
Source: MoF

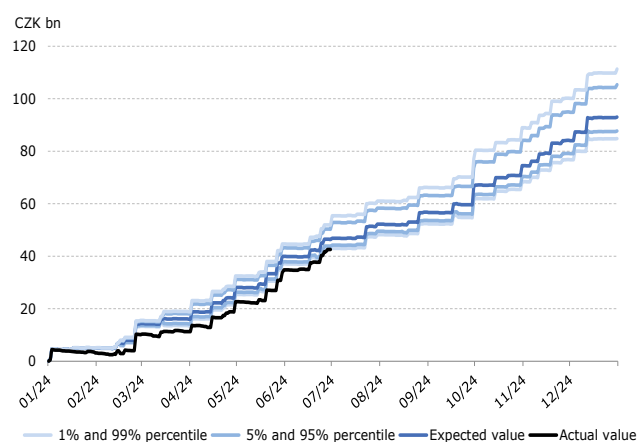
5 – State Debt Service Expenditure and Cost-at-Risk

Figure 11: Net Interest Expenditure on State Debt



Note: Received credits and loans include credits and loans received from international financial institutions and European Commission.
Source: MoF

Figure 12: Actual vs. Simulated Net Interest Expenditure on State Debt



Note: Interest expenditure are calculated using the cash principle according to the current state budget methodology.
Source: MoF

Table 17: Budget Expenditure and Revenue of the Chapter State Debt

CZK mil	Budget 2024				% Execution	2024/2023 (%)
	Actual H1 2023	Approved	After changes	Actual H1 2024		
1. Total interest expenditure and revenue	37,490	93,967	93,718	42,555	45.4	113.5
Internal debt	36,740	88,717	88,468	41,614	47.0	113.3
Money market instruments	(-) 7,279	(-) 6,750	(-) 6,750	(-) 8,845	131.0	121.5
Savings government bonds	8,341	7,000	7,000	4,946	70.7	59.3
T-Bonds on domestic market	35,679	88,467	88,218	45,514	51.6	127.6
External debt	574	4,500	4,500	440	9.8	76.7
T-Bonds on foreign markets	0	1,000	1,000	0	-	-
Received credits and loans ¹	574	3,500	3,500	440	12.6	76.7
Payment accounts	176	750	750	501	66.8	284.9
2. Fees	56	1,000	500	65	12.9	116.1
3. Other non-investment expenditure not elsewhere classified	-	-	249	249	-	-
Total chapter balance	37,545	94,967	94,467	42,869	-	114.2

¹ Credits and loans received from international financial institutions and European Commission.
Note: (-) means revenue (gains).
Source: MoF

Table 18: Overview of Budgetary Transfers from the Chapter State Debt Realized in H1 2024

Chapter number	Chapter	Funds allocation	Amount (CZK)
313	The Ministry of Labour and Social Affairs	Increase in expenditure related to the implementation of Act No 118/2000 Coll., on the protection of employees in the event of employer insolvency and on amendments to certain acts	500,000,000
Total			500,000,000

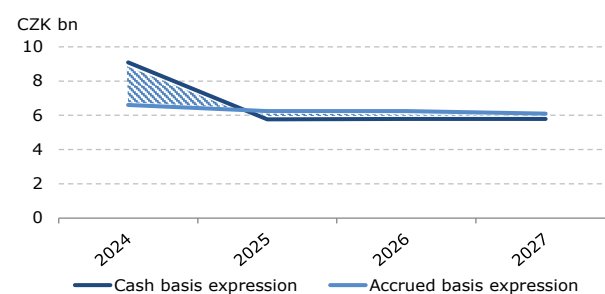
Source: MoF

Table 19: Expected vs. Actual Net Interest Expenditure

CZK bn	H1 2023	H1 2024
Actual expenditure	37.5	42.6
Expected expenditure	39.5	46.3
Cost-at-Risk 95%	44.9	50.2
Cost-at-Risk 99%	46.7	51.8
Difference between expectation and reality	2.1	3.8

Source: MoF

Figure 13: Net Cash Interest Expenditure and Accrued Interest Costs of Newly Issued Debt



Note: Incl. T-Bonds issued on domestic market, savings government bonds and T-Bills.
Source: MoF

Table 20: Interest Expenditure and Accrued Costs of the Newly Issued Government Bonds

CZK bn	Nominal value	Net interest expenditure/accrued costs			
		2024F	2025F	2026F	2027F
Cash basis expression	261.6	9.1	5.8	5.8	5.8
Accrued basis expression	261.6	6.6	6.2	6.2	6.1
Gross issuance of T-Bonds	157.0	4.8	6.2	6.2	6.1
Gross issuance of T-Bills	104.6	1.8	-	-	-
Gross issuance of savings government bonds	0.0	-	-	-	-

Note: Gross issuance of savings government bonds exclude reinvestment of yields of already issued savings government bonds.
Source: MoF

6 – Evaluation of the Primary Dealers in Q3 2023 to Q2 2024

The methodology for primary dealer evaluation is based only on quantitative criteria for performance on the primary and the secondary market of government bonds.

The maximum evaluation that can be achieved by any primary dealer is 100 points, whereas this score is counted on a relative basis. The activity of primary dealers is thus evaluated every quarter

based on the Aggregate Performance Evaluation Index (APEI) defined in Annex I to the Primary Dealer Agreement for Czech Government Securities, always for four consecutive evaluation periods. According to Article 1, every calendar quarter is the evaluation period.

All 9 primary dealers were evaluated.

Table 21: Overall Evaluation in Q3 2023 to Q2 2024

Ranking	Primary Dealer	Points
1 st	PPF banka a.s.	79.4
2 nd	KBC Bank NV / Československá obchodní banka, a. s.	59.4
3 rd	Société Générale / Komerční banka, a.s.	51.2
4 th	Raiffeisen Bank International AG / Raiffeisenbank a.s.	46.4
5 th	Erste Group Bank AG / Česká spořitelna, a.s.	40.3

*Note: Maximum possible number of points in overall evaluation is 100.
Source: MoF*

Table 22: Evaluation on Primary Market in Q3 2023 to Q2 2024

Ranking	Primary Dealer	Points
1 st	PPF banka a.s.	49.2
2 nd	Raiffeisen Bank International AG / Raiffeisenbank a.s.	30.7
3 rd	KBC Bank NV / Československá obchodní banka, a. s.	28.8
4 th	Erste Group Bank AG / Česká spořitelna, a.s.	22.0
5 th	Société Générale / Komerční banka, a.s.	21.5

*Note: Maximum possible number of points in this criterion is 55.
Source: MoF*

Table 23: Evaluation on Secondary Market in Q3 2023 to Q2 2024

Ranking	Primary Dealer	Points
1 st	KBC Bank NV / Československá obchodní banka, a. s.	30.6
2 nd	PPF banka a.s.	30.2
3 rd	Société Générale / Komerční banka, a.s.	29.7
4 th	J. P. Morgan SE	29.5
5 th	UniCredit Bank AG / UniCredit Bank Czech Republic and Slovakia, a.s.	18.9

*Note: Maximum possible number of points in this criterion is 45.
Source: MoF*

This publication was prepared based on the information available on 19 July 2024
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www.mfcr.cz/statedebt

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