



РЕПУБЛИКА БЪЛГАРИЯ  
МИНИСТЕРСТВО НА ФИНАНСИТЕ

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MINISTRY OF FINANCE ISSUING POLICY IN 2007

In 2007 the Ministry of Finance will continue to issue by priority government securities on the domestic market, taking into account the established trends in the fiscal policy of EU Member States, while at the same time aiming to maintain the macroeconomic stability in the country and to create conditions for development and good functioning of the domestic government debt market.

The Issuing Policy implemented will be focused on a more effective primary market functioning and a more liquid secondary market of government debt. The Ministry of Finance intends to work towards harmonization of the market conventions and creation of the necessary prerequisites for participation of foreign investors on the primary and secondary markets of government debt in the country. The Issuing Policy will be consistent with the objectives set in the Debt Management Strategy for the period 2006-2008.

The intentions of the Ministry of Finance for domestic government debt issuing in the next year take full account of the forthcoming accession of the country to EU and the need to integrate the domestic market with the EU debt markets. Consistent with the outlined tendencies on the debt markets in EU towards offering more liquid issues and standardization of the instruments, the Ministry of Finance will continue to offer larger in volume issues. They will be BGN denominated and by priority longer term government securities in order to achieve a more stable and broad investor base and to maintain an adequate yield curve.

In 2007 gross issue of domestic government debt to the amount of around BGN 700 million is planned. Issues of 10-year and 5-year government securities in volumes up to BGN 250 million and an issue of 2- or 3-year government securities in volume of up to BGN 150 million are planned, which will continue to be offered in tranches. As regards short term government securities, the Ministry of Finance will continue to offer 3-month T-bills, planning issues totaling around BGN 70 million. The practice to announce monthly issue calendar, not later than 30 days before the beginning of each month, will continue.

The policy implemented will remain flexible depending on the macroeconomic parameters and the financial markets conditions.