



GOVERNMENT DEBT MANAGEMENT

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Press Release
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AUCTION RESULT INFLATION-LINKED BONDS RIKS 21 0414

Today at 11:00 o'clock the Central Bank of Iceland auctioned second time inflation-linked Treasury bonds in series RIKS 21 0414. The auction was structured as a single-price auction which means that all accepted bids are offered at the same price. The highest accepted yield determines the price.

The main results of the auction were:

Number of bids were 38, amounting to ISK 13,721 million nominal value. Bids were accepted for ISK 6,471 million nominal value at real yield of 3.69%.

After the results of the auction are available, the Central Bank will offer primary dealers 10% of the nominal value sold in the auction at the price of accepted bids, until 14:00 on Thursday, April 27. Each primary dealer that has submitted an accepted bid in the auction has the right to purchase an amount proportional to its total purchase. The payment and settlement date for these transactions is Wednesday, 28 April 2010.