

Bond Market Insight

MoF completes 2025 borrowings

Comment on government bond placement

Yesterday, the MoF held the final primary auction scheduled for 2025, and borrowed UAH12.7bn. The budget received UAH7bn in hryvnia and the equivalent of UAH5.7bn in euros.

Table 1. Details of domestic government bonds placed at the auction (UAHbn)

ISIN	Coupon rate (%)	Payment frequency ¹	Maturity	Qty of bonds sold	Price (UAH)	Proceeds ² (UAHm)	Volume ² (UAHm)	YTM ³ (%)	Outstanding (m) ⁴
UA4000238281	16.35	@Mty	16-Dec-26	2,767,026	1,003.03	2,775.42	2,767.03	17.07	6,530.58
UA4000238422	17.10	SA	4-Aug-27	3,178,180	1,065.14	3,385.21	3,178.18	17.88	5,057.48
UA4000237556	17.80	SA	15-Nov-28	859,542	1,016.54	873.76	859.54	18.65	17,977.88
Total UAH				6,804,748		7,034.38	6,804.75		29,565.94
UA4000238364	3.24	SA	6-May-27	114,876	1,004.21	5,688.28	5,664.43	3.28	6,335.33
Total EUR				114,876		5,688.28	5,664.43		6,335.33

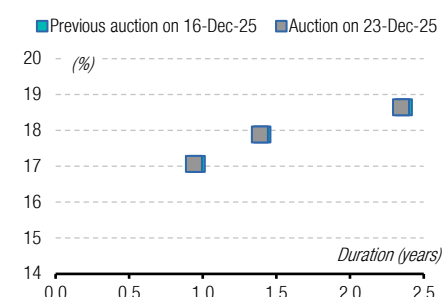
Note: [1] payment frequency abbreviations: M - monthly, Qtly - quarterly, SA - semi-annually, @Mty - at maturity date; [2] proceeds and volumes for the USD-denominated bonds are calculated based on the previous day's exchange rate 42.39/USD, 49.31/EUR; [3] yields on coupon-bearing bonds are effective yields to maturity. Sources: Ministry of Finance of Ukraine, Bloomberg, ICU.

The budget received the vast majority of funds from the placement of one-year and 20-month UAH bonds: auction participants paid almost UAH2.8bn for one-year securities and UAH3.4bn for 20-month paper. The state budget received a little more than UAH0.8bn of proceeds from the three-year note. All hryvnia instruments were sold at the usual yields.

The surprise was the bond in euros. For the first time since July, demand exceeded EUR100m. Compared with the auction two weeks ago, the demand for this instrument increased more than eightfold. Therefore, the MoF attracted an additional EUR115m to the budget yesterday, with the cut-off rate remaining at 3.25%.

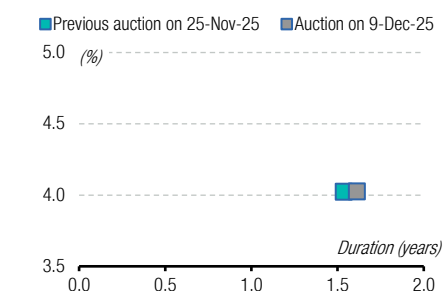
WEDNESDAY, 24 DECEMBER 2025

UAH-denominated domestic gov't bonds: yield curve in past two auctions



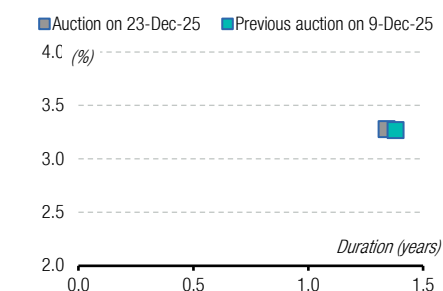
Source: Ministry of Finance of Ukraine, ICU.

USD-denominated domestic gov't bonds: yield curve in past two auctions



Source: Ministry of Finance of Ukraine, ICU.

EUR-denominated domestic gov't bonds: yield curve in past two auctions

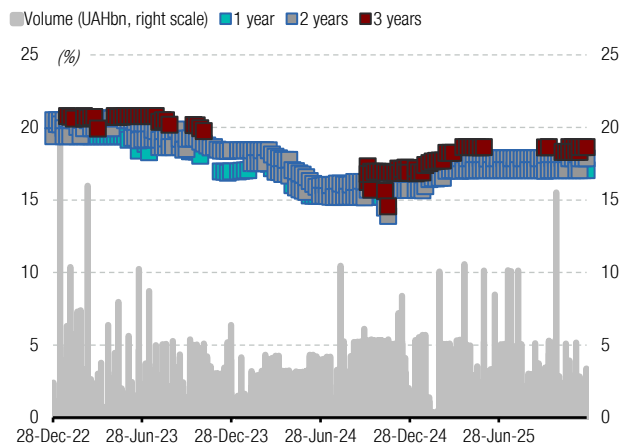


Source: Ministry of Finance of Ukraine, ICU.

Appendix: Yields-to-maturity, repayments

Chart 1. Three-year history of domestic government bond placements at primary market: proceeds (in billions) and yields-to-maturity (%)

UAH-denominated domestic government bonds



USD-denominated domestic government bonds

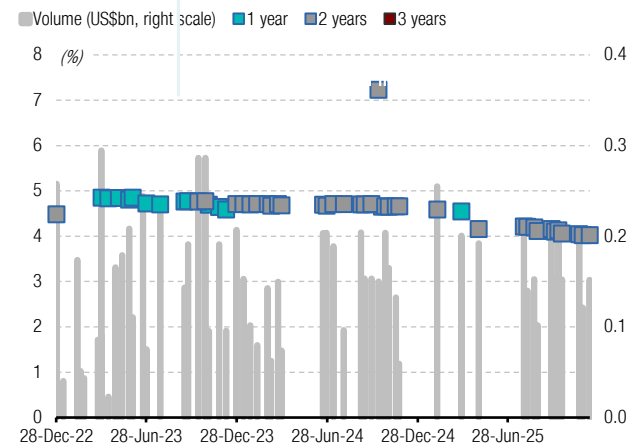
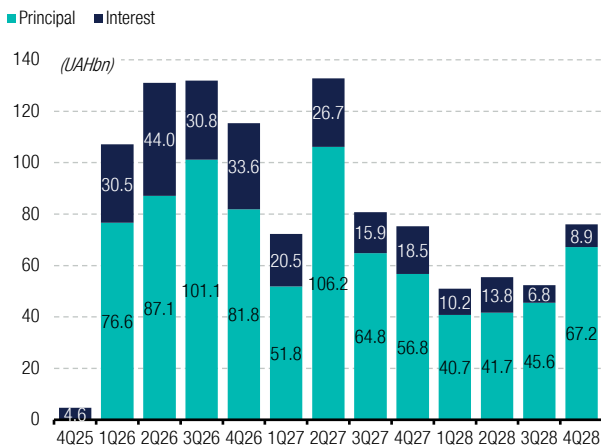


Chart 2. Future repayments on domestic government bonds (in billions of currency)

UAH-denominated domestic government bonds



USD-denominated domestic government bonds

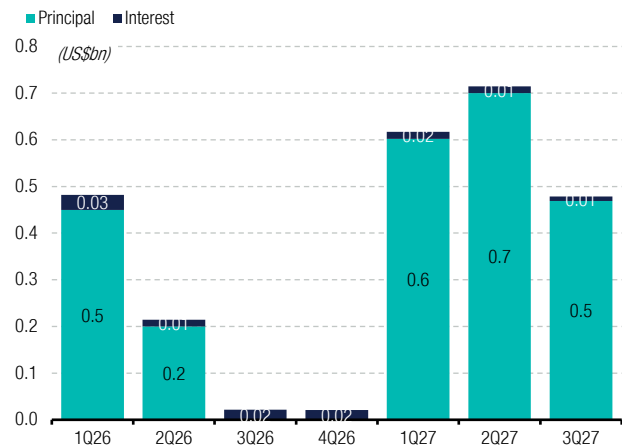
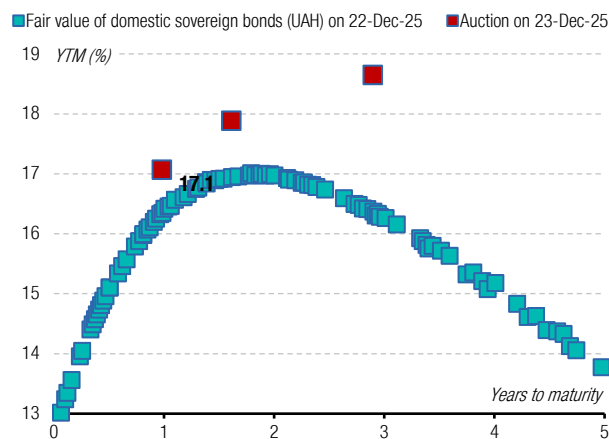
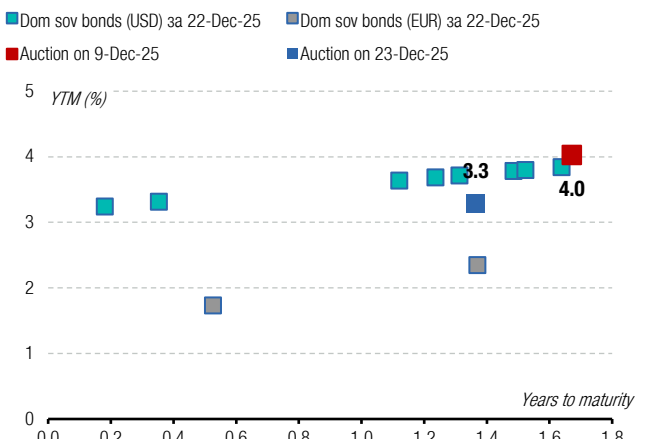


Chart 3. YTM of domestic government bonds as calculated by NBU versus placements via primary market auctions

UAH-denominated domestic government bonds



USD- and EUR-denominated domestic government bonds



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