

Press Release

August 5<sup>th</sup>, 2013

## Issuance Program Outlook of the Central Government August 2013 – January 2014

The Central Government launches today its Issuance Program for the next six months in the domestic market consistent with the Financial Strategy presented in the last Annual Budget Law. The Program aims to improve the efficiency of the local currency yield curve (nominal pesos and CPI linked) by a continuous supply of benchmarks bonds at reference points in each curve.

The Government will issue a new Three-Year Nominal Peso Treasury Notes (due 2016) and a new Five-Year CPI-Linked (UI) Treasury Notes (due 2018). The Government will continue reopening Ten-Year CPI-linked (UI) Treasury Notes -Series 19- issued on September 27<sup>th</sup>, 2012, due on 2022 and with an outstanding of UI 2100 million.

New Peso Notes will be issued every month while CPI-Linked Notes will be issued alternately every two months. Estimated nominal issuance in individual series is set forth in the following table:

Bond Series	Benchmark Size (in millions)	Preliminary Issue Amount per auction (in millions)
3 Years Peso Note	Around UYU 9000	Around UYU 600
5 Years CPI Note	Around UI 3600	Around UI 400
10 Years CPI Note	Around UI 4500 (*)	Around UI 350

\* Current outstanding UI 2100 million

The planned issuances for the next six-months are:

Month	Auction Date	Issue	Type of Issue	Maturity
August	08-27-2012	3 Years Peso Note (S.7)	New Issue	2016
	08-28-2013	5 Years CPI Note (S.20)	New Issue	2018
September	09-24-2013	3 Years Peso Note (S.7)	Reopening	2016
	09-25-2013	10 Years CPI Note (S.19)	Reopening	2022
October	10-22-2013	3 Years Peso Note (S.7)	Reopening	2016
	10-23-2013	5 Years CPI Note (S.20)	Reopening	2018
November	11-26-2013	3 Years Peso Note (S.7)	Reopening	2016
	11-27-2013	10 Years CPI Note (S.19)	Reopening	2022
December	12-26-2013	3 Years Peso Note (S.7)	Reopening	2016
	12-27-2013	5 Years CPI Note (S.20)	Reopening	2018
January	01-28-2014	3 Years Peso Note (S.7)	Reopening	2016
	01-29-2014	10 Years CPI Note (S.19)	Reopening	2022

It is noteworthy that prior to each auction, the amounts tendered and any further information on individual series of bonds will be posted one week prior to the auction date on [deuda.mef.gub.uy](http://deuda.mef.gub.uy), Debt Management Unit (DMU) website, and [www.bcu.gub.uy](http://www.bcu.gub.uy), Central Bank of Uruguay (CBU) website.

All local investors authorized by the Central Bank are allowed to submit bids at these auctions. The auction will be structured as a single-price auction; all accepted bids will be offered to investors at the same price. The issuer is authorized to allocate 200% of the original tendered amount. Total bids by

institution cannot exceed this cap. The price and the amount accepted will be announced around one hour after the closing of the auction in the DMU and CBU respective websites. Settlement will be on the next business day after the auction date.

The announced plan remains subject to further changes depending on market conditions and the Republic's financing needs throughout the year. Nevertheless, the Government intends to follow it in order to improve the domestic market performance.