
State budget borrowing requirements' financing plan and its background:

in May

THE MOST IMPORTANT INFORMATION:

(page)

➤ Treasury securities issuances in May.....	2
➤ Borrowing requirements for 2012 funded in 64%.....	3
➤ CHF denominated bonds issued	8

1 T-bond auctions

Auction date	Settlement date	Series	Planned offer (PLN m)
10 MAY 2012	14 MAY 2012	DS1021 / WS0429	2,000-4,000
16 MAY 2012	18 MAY 2012	PS0417	2,000-4,000

In case of a significant change in the market conditions it is possible to offer T-bonds series WZ0117 on the auction held on May, 10th and OK0714 on the auction held on May, 16th.

The final offer and the supply will be announced 2 days before the auction and will result from the market situation and consultations with investors.

The Minister of Finance is entitled to organize non-competitive auctions where bonds will be sold at a minimum price of bids accepted at the sale auction.

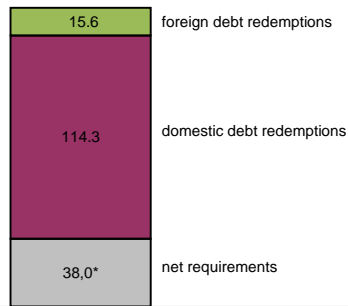
2 Offer on the retail market

T-bond	Issue price	Coupon
DOS0514	100.00 PLN (99.90 PLN for rolling-over)	Fixed, 4.75%
TOZ0515	100.00 PLN	Floating (1.00 * WIBOR 6M), 4.97% in the first coupon period
COI0516	100.00 PLN (99.90 PLN for rolling-over)	Floating (inflation rate + 2.25%), 5.50% in the first coupon period
EDO0522	100.00 PLN	Floating (inflation rate + 2.75%), 6.50% in the first coupon period

1 Gross borrowing requirements in 2012

Gross borrowing requirements in 2012

Total PLN 167.9bn*, of which:



* after PLN 8.2bn inflow from the NBP's profit

Funding in the period January - April

Total PLN 107.2bn (64%)

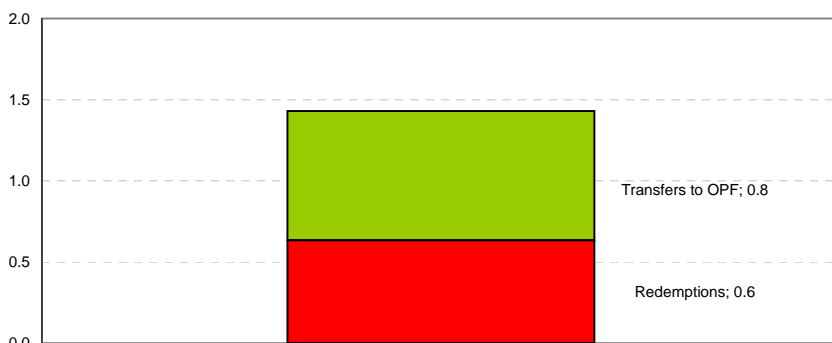


Funding of borrowing requirements was a result of:

- T-bills buyback in 2011: PLN 4.5bn,
- T-bonds buyback in 2011: PLN 0.2bn,
- rolling over of T-bonds by switch auctions in 2011: PLN 15.2bn,
- higher than planned financial resources at the end of 2011: PLN 12.2bn,
- T-securities sale on domestic market: PLN 61.3bn,
- T-bonds issuance on foreign markets: PLN 11.5bn,
- and loans incurred from IFIs: PLN 2.2bn.

2 Flows of funds into the market related to T-bonds and T-bills and transfers to Open Pension Funds in May 2012

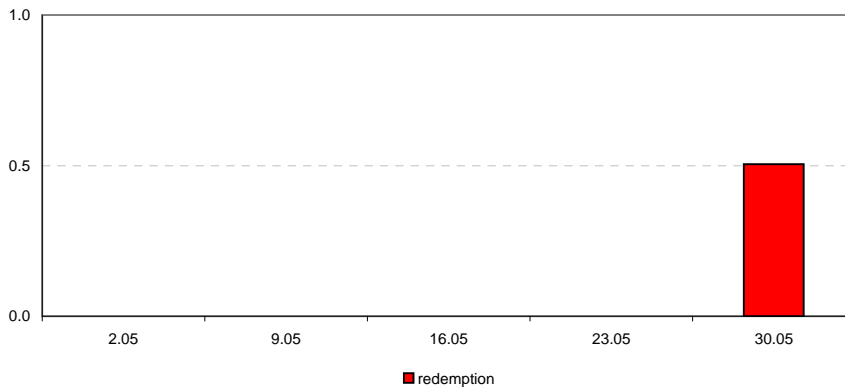
(PLN bn, as of April 30, 2012)



Flow of funds due to redemptions of T-securities, interest payments and transfers from State budget to Open Pension Funds will amount to ca. PLN 1.4bn.

3 Sale and redemption of T-bills and T-bonds in May 2012

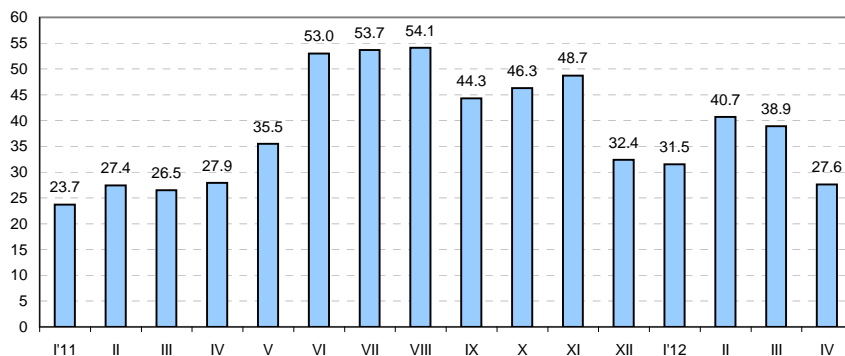
(settlement date, PLN bn)



No T-bills auctions are planned in May. The amount of T-bills to be redeemed in May amounts to PLN 0.5bn.

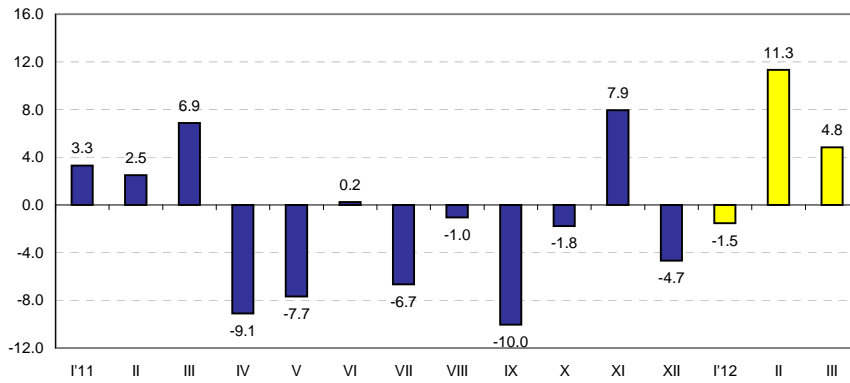
4 Funds in PLN and in foreign currency held by MoF at the end of month

(foreign currency funds include funds from debt issuance and received from the European Commission, PLN bn)



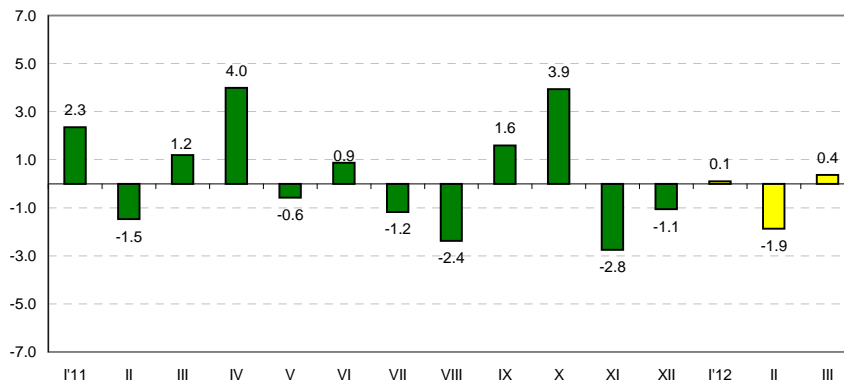
The funds ensure liquidity in borrowing needs financing.

**5 Change of debt in domestic T-securities held by banks
(without BSB transactions with MoF; PLN bn)**



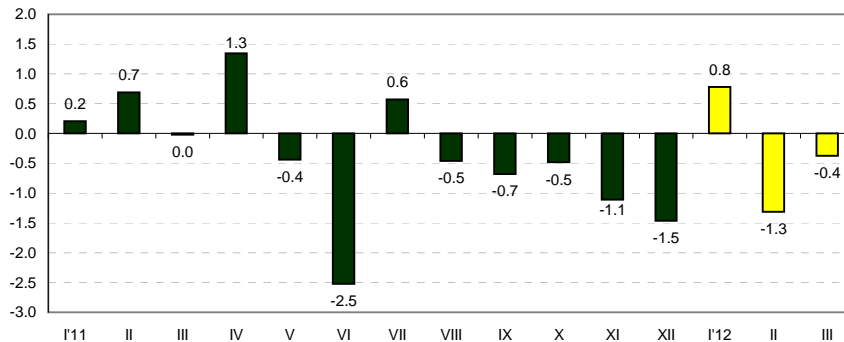
In the period of I-III 2011 debt held by domestic banks increased by PLN 14.6bn comparing to PLN 12.7bn increase during the same period of 2011.

**6 Change of debt in domestic Treasury securities held by pension funds
(PLN bn)**



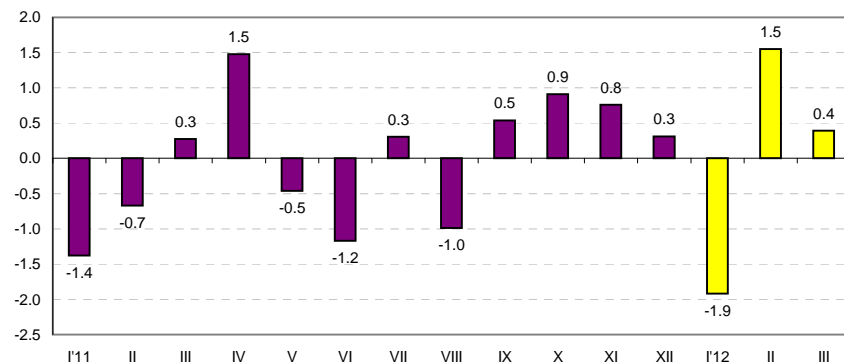
In the period of I-III 2011 debt held by pension funds decreased by PLN 1.4bn comparing to PLN 2.1bn increase during the same period of 2011.

**7 Change of debt in domestic Treasury securities held by insurance companies
(PLN bn)**



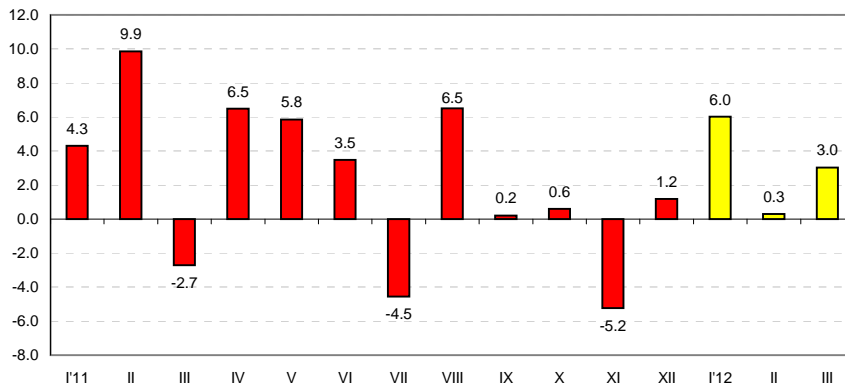
In the period of I-III 2011 there was a decrease of PLN 0.9bn in debt held by insurance companies. During the same period of 2011 there was an increase of PLN 0.9bn.

**8 Change of debt in domestic Treasury securities held by investment funds
(PLN bn)**



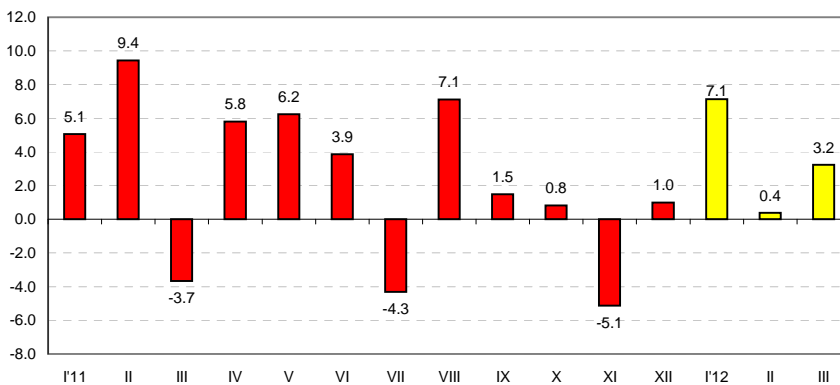
In the period of I-III 2011 there was no change noticed in debt held by investment funds. During the same period of 2011 there was a decrease of PLN 1.8bn.

9 Change of debt in domestic Treasury securities held by foreign investors (PLN bn)



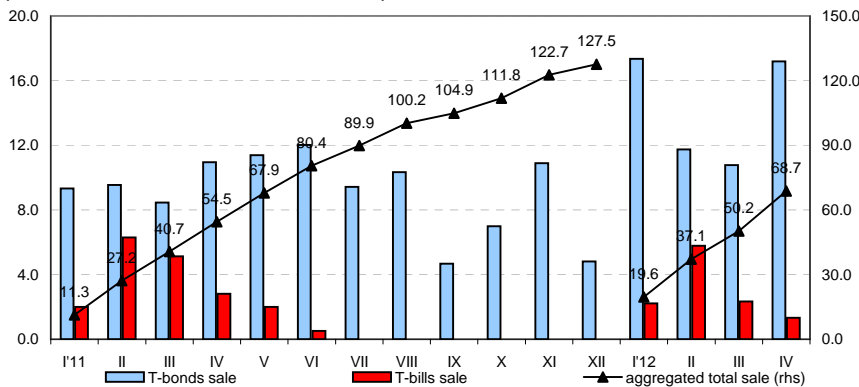
In the period of I-III 2011 inflow of foreign capital to the domestic TS market amounted to PLN 9.3bn comparing to PLN 11.4bn increase in the same period of 2011. Foreign investors' holdings reached the record high level of PLN of 163.6bn.

10 Change of debt in domestic T-bonds held by foreign investors (PLN bn)



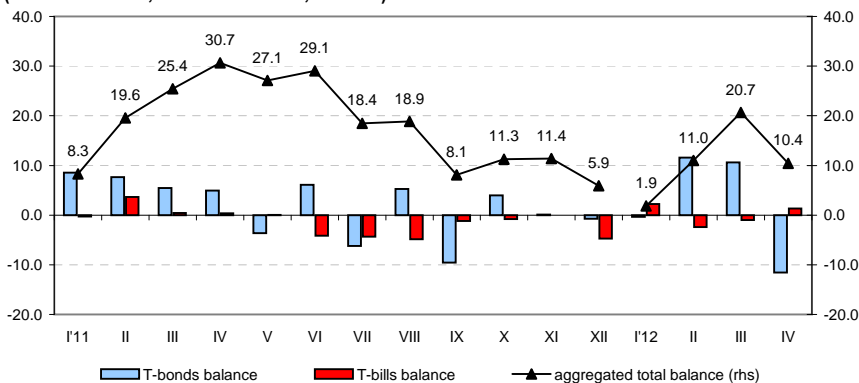
In the period of I-III 2011 inflow of foreign capital to domestic bonds market amounted to PLN 10.7bn comparing to PLN 10.8bn in the same period of 2011. Foreign investors' holdings reached the record high level of PLN 163.2bn.

11 Sale of T-bonds and T-bills in January - April 2012 and in 2011 (settlement date, nominal amount, PLN bn)



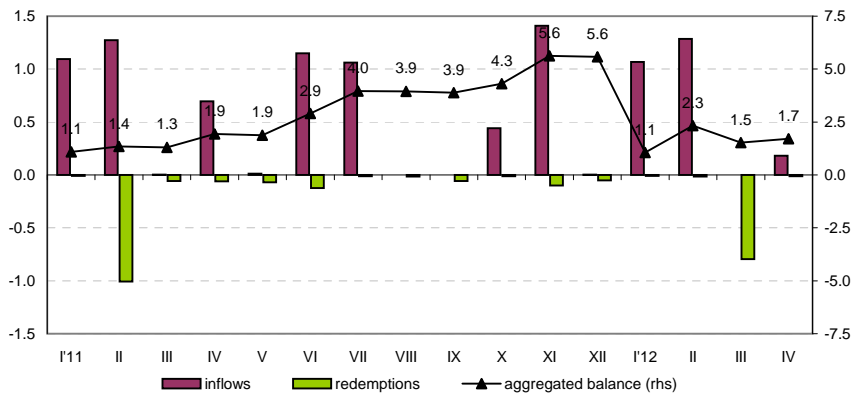
The structure of sales of Treasury securities in domestic market is dominated by bonds (share of 83%).

12 Balance of T-bonds and T-bills in January-April 2012 and in 2011 (settlement date, nominal amount, PLN bn)



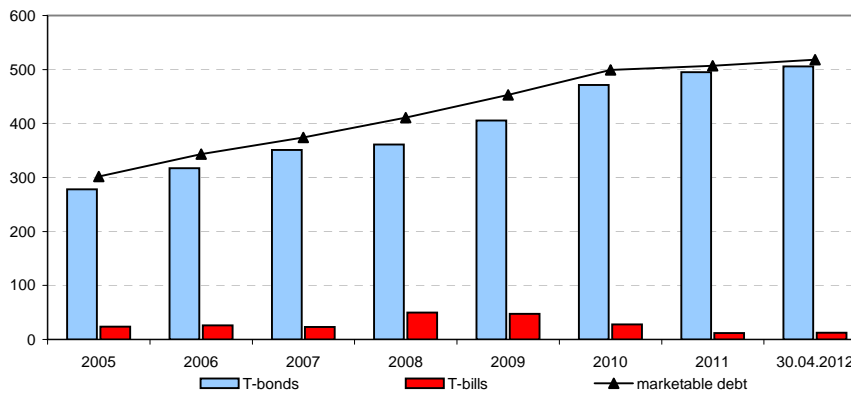
Indebtedness in T-bonds in 2012 increased by PLN 10.3bn and indebtedness in T-bills by PLN 0.2bn.

13 External financing in the period of January-April 2012 and in 2011
(bonds issued on foreign markets and loans received from IFIs, EUR bn)



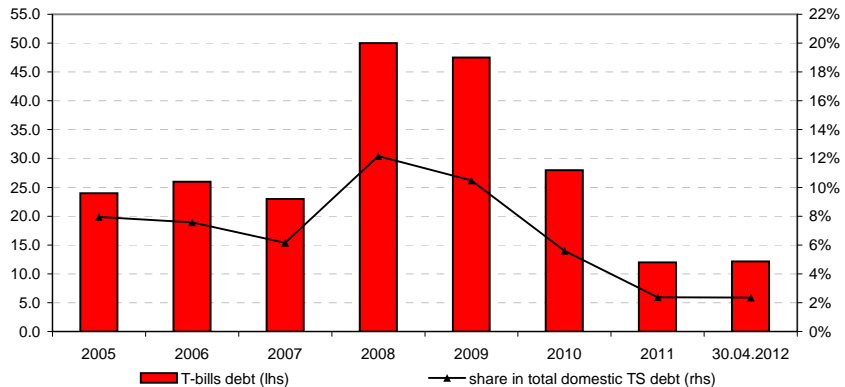
Net financing on foreign markets (bonds issuance and loans from IFIs) reached EUR 1.7bn. T-bonds issuance was EUR 2bn. Loans drawn from IFIs amounted to EUR 0.5bn.

14 Structure of marketable debt
(PLN bn)



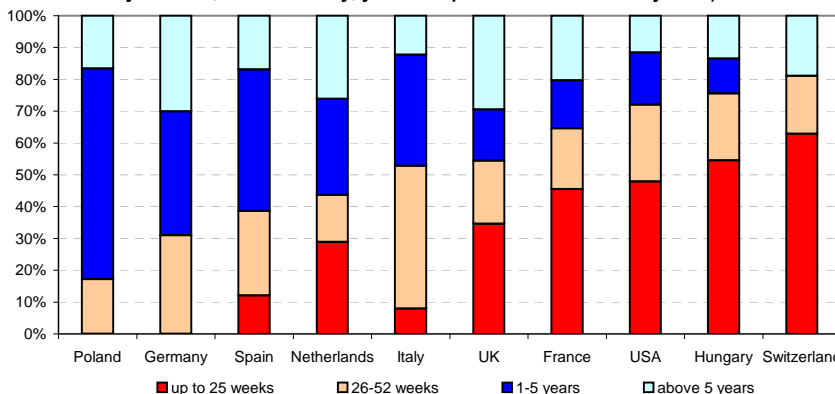
At the end of April 2012 the marketable domestic debt amounted to PLN 518.2bn comparing to PLN 507.2bn at the end of 2011.

15 T-bills outstanding
(PLN bn)



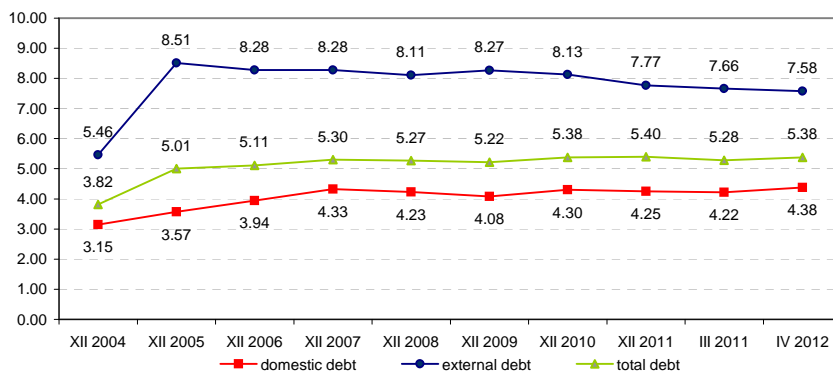
In April 2012 indebtedness in T-bills by PLN 0.2bn to the level of PLN 12.2bn. T-bills share in total domestic debt amounted to 2.3% at the end of the month.

16 Maturity breakdown of T-securities in Poland and other countries
(auctions and syndicates, local currency, ytd in the period of 1 - 31 January 2012)



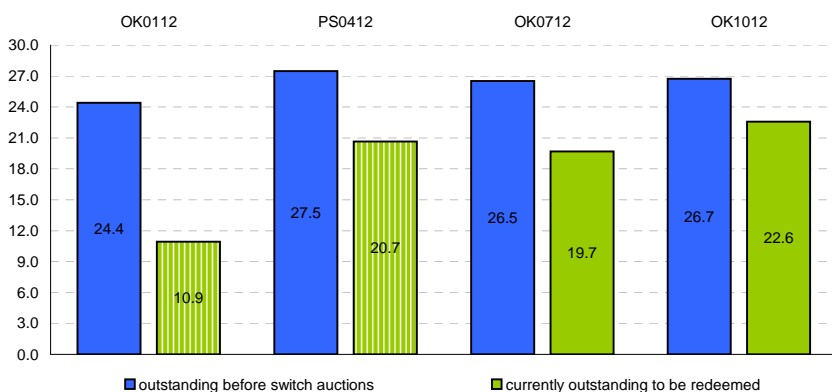
In terms of maturity, the sale of TS in Poland in 2012 is dominated by securities with maturity over 1 year.

17 Average maturity



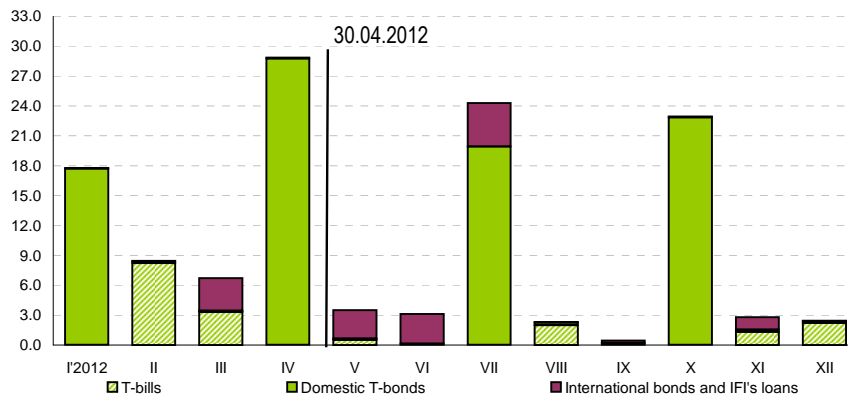
At the end of April 2012 the average maturity of domestic debt increased to 4.38.

18 Reducing refinancing risk connected with T-bonds' redemptions maturing in 2012 (switch auctions, PLN bn, as of 30 April 2012)



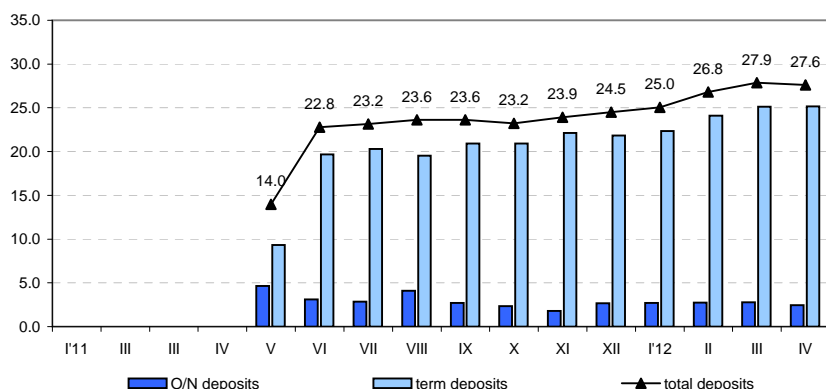
Buy-back of T-bonds maturing in 2012:
 - OK0112: PLN 13.5bn (55% of initial outstanding),
 - PS0412: PLN 6.8bn (25% of initial outstanding),
 - OK0712: PLN 6.8bn (26% of initial outstanding),
 - OK1012: PLN 4.2bn (16% of initial outstanding).

19 State Treasury debt redemptions in 2012 (nominal amount, PLN bn, as of 30 April 2012)



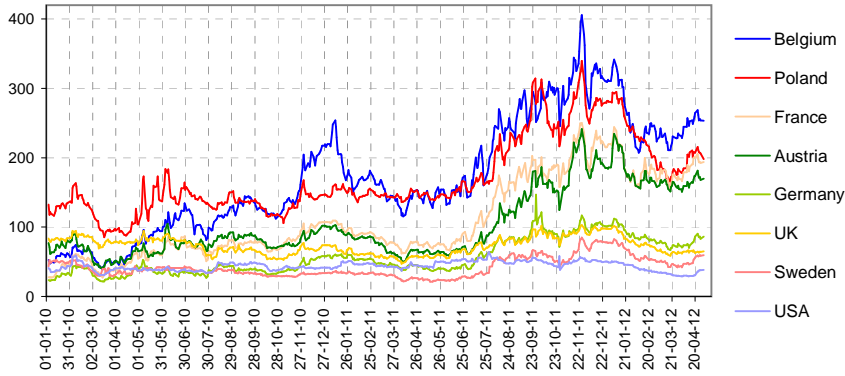
The nominal amount of debt to be redeemed in 2012 is equal to PLN 61.9bn, including:
 - T-bills: PLN 6.1bn,
 - T-bonds on domestic market: PLN 43.8bn,
 - bonds and loans incurred in foreign markets: PLN 12.0bn.

20 Consolidation of public finances liquidity management (PLN bn)



As a result of consolidation of public finances liquidity management there were PLN 27.6bn funds accumulated at the end of April, of which PLN 25.2bn was as term deposits and PLN 2.4bn on O/N deposits.

21 CDS levels (5-year, bp)



Polish 5-year CDS contracts are traded at the levels close to CDS contracts of the higher rated countries.

22 T-bonds issue on the CHF market

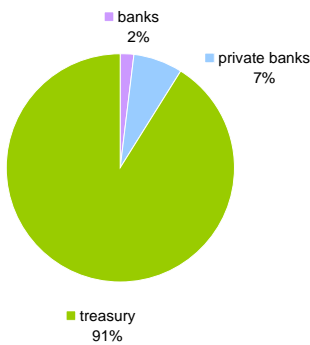
Issue summary I (3-year FRN):

Amount: CHF 375mn
 Maturity date: 14 August 2015
 Coupon: 3m CHF Libor + 125 bp
 Yiled: -
 Launch date: 17 April 2012
 Bookrunners: Credit Suisse, Deutsche Bank

Issue summary I (6-year fixed):

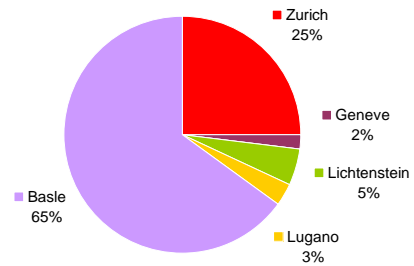
Amount: CHF 450mn
 Maturity date: 15 May 2018
 Coupon: 2.250%
 Yiled: 2.310%
 Launch date: 17 April 2012
 Bookrunners: Credit Suisse, Deutsche Bank

Distribution by investor type:

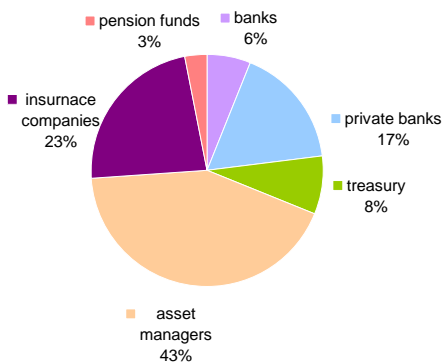


3-year FRN

Geographical distribution:



Distribution by investor type:



6-year fixed

Geographical distribution:

