DGB auction preview:
10Y 2.25% DGB 2035
30Y 0.25% DGB 2052

September 2026

Auction Preview

DGB’35 and DGB’52

- Wednesday, September 2, 2026, Nationalbanken will offer
  - 10Y 2.25% DGB 2035 (992496)
  - 30Y 0.25% DGB 2052 (992402) (maximum nominal of DKK 2 bn)
- Bids can be submitted as from the opening of MTS Denmark until 10.15 CET

- **General:**
  - Wednesday Nationalbanken will offer DGB’35 and DGB’52 at the auction, with a maximum nominal of DKK 2 bn DGB’52.
  - Target for DGB issuance is set at DKK 65 bn in 2026, which is unchanged compared to 2022-2025.
  - Prior to Wednesday’s auction YTD issuance amounts to 66.8% of the annual target.
  - Current implied FX EURDKK-hedge provides a pickup of 40.1 bps pa. in 3M vs. EGBs.
  - DKK is still trading to the weak side vs EUR. We expect that there has been some intervention by Nationalbanken in August, but we cannot be sure until later this week when official numbers are to be published.

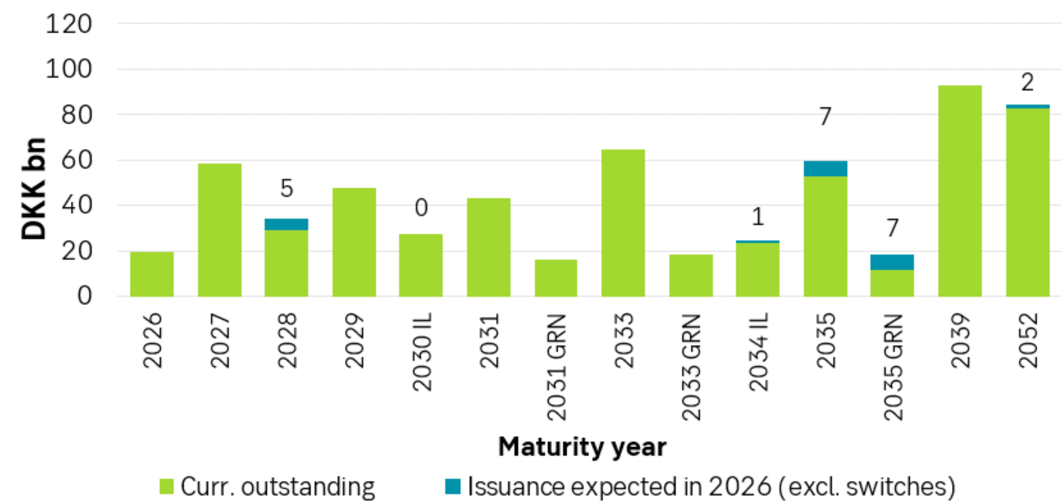
- **DGB’35:**
  - DGB’35 trades at -13.1 bps vs the German curve which is 1.4 bps wider than at the last auction on August 19.
  - DGB’35 has widened 0.4 bps vs DESTR since the last auction to 24.3 bps.
  - The YTM roll from DGB’35 to DGB’33 is 16.5 bps which is 0.1 bps tighter than at the last auction.
  - The 10Y FX hedged excess yield in DGB vs. core EGBs is now 24.6 bps vs. Germany which is 0.2 bps wider than at the last auction, and 17.2 bps vs. the Netherlands which is 1.4 bps wider than at the last auction.
  - DGB’35 has -1.4 bps in ASW-pickup (vs. 3M Euribor) vs. DBR Aug-35 which is 0.8 bps wider than at the last auction.
  - DGB’35 new issuance premium is 7.3 bps vs Germany, which is 0.9 bps wider than the last auction, and 4.9 bps vs DESTR which is also 0.9 bps wider than at the last auction.
  - **We see current pricing of DGB’35 as cheap**

- **DGB’52:**
  - DGB’52 trades at -37.5 bps vs the German curve which is 1.4 bps wider than at the last auction.
  - DGB’52 trades at 29.9 bps vs DESTR, which is 0.6 bps wider than at the last auction.
  - DGB’52 has -33.5 bps in ASW-pickup (vs. 3M Euribor) vs DBR 08/52, which is 2.5 bps wider than at the last auction.
  - **We see current pricing of DGB’52 as expensive.**

DGBs – Funding in 2026

Issuance target unchanged at DKK 65bn

- Target for DGB issuance is set at DKK 65 bn for 2026, which is unchanged compared to 2022-2025, based on sound surpluses on public finances.
- DGB issuance is concentrated in the 2Y and 10Y nominal bonds, supplemented by sales in the 10Y green DGB'35 of up to DKK 10 bn and 30Y DGB'52. In addition, the inflation-linked DGBi'30 and DGBi'34 will be issued in limited amount.
- On January 21 the new DGB'28 was opened with 6 bn tap as 2Y on-the-run. We expect to see DGB'28 on auction frequently hereafter to secure liquidity. This will result in increased 2Y issuance compared to last year, while we expect the 10Y issuance will decline with the corresponding amount.
- A new inflation-linked government bond is not planned to be issued as the inflation-linked government bond programme has been built up DKK 50 bn, which is in the target range of DKK 40-60 bn.



DGB Issuance in 2026 - actual year-to-date and expected

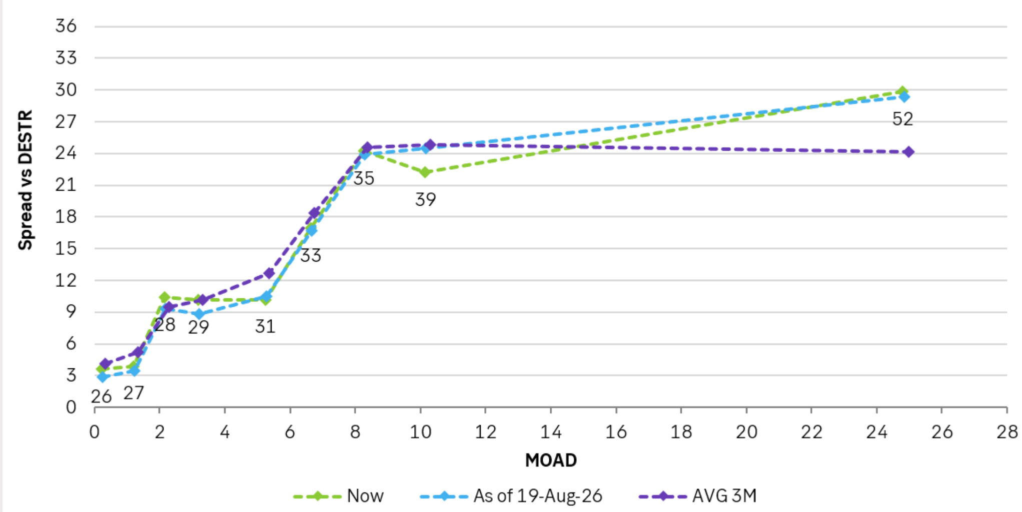
Bonds	Issuance in 2026 (DKK bn)	%-distribution YTD	Expected % - distribution	Remaining issuance in 2026
DGB'27	0.1	0%	0%	0.0
DGB'28	24.1	37%	45%	5.1
DGB'35	13.3	20%	31%	6.9
DGB'35 GRN	3.2	5%	15%	6.6
DGB'52	1.3	2%	5%	2.0
DGBi'30	0.0	0%	0%	0.0
DGBi'34	1.5	2%	4%	1.1
Market value	**43.4**	**67%**	**100%**	**21.6**
% of target	**66.8%**			
Sales target	**65.0**			**65.0**

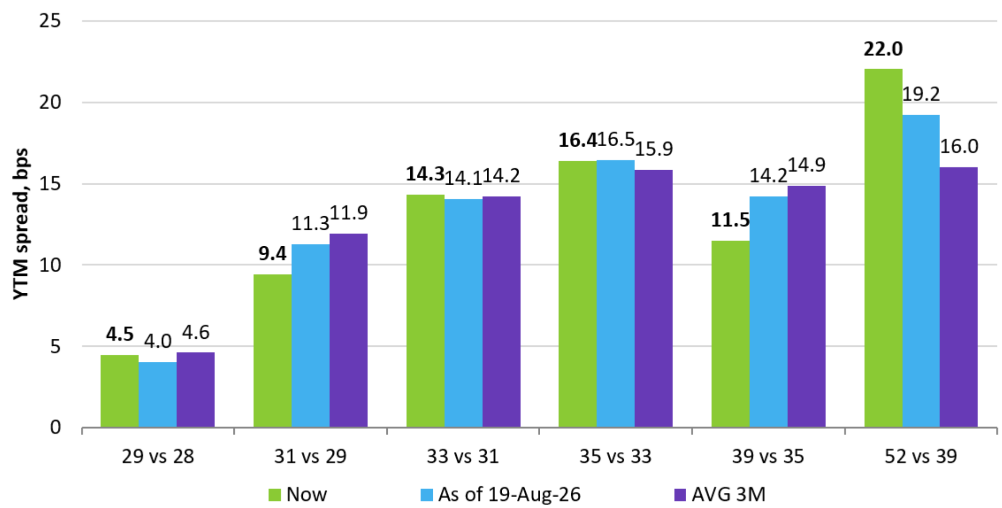
DGB - relative value vs. DBR and swaps

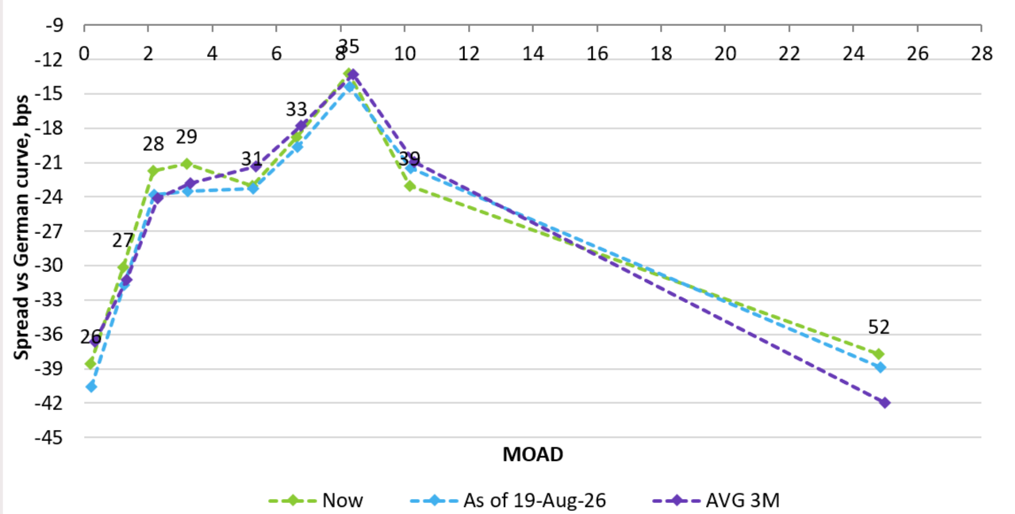
- Since the last DGB auction on August 19 DGB’35 is 0.4 bps wider vs DESTR at 24.3 bps. DGB’52 has in the same period widened 0.6 bps vs DESTR to 29.9 bps.

- DGB’35 trades at -13.1 bps vs the German curve which is 1.4 bps wider than at the last auction. DGB’52 trades at -37.5 bps vs the German curve which is 1.4 bps wider than at the last auction.

- The YTM roll from DGB’35 to DGB’33 is 16.4 bps which is 0.1 bps tighter than at the last auction. The YTM roll from DGB’52 to DGB’39 is 22.0 bps which is 2.8 bps wider than at the last auction.



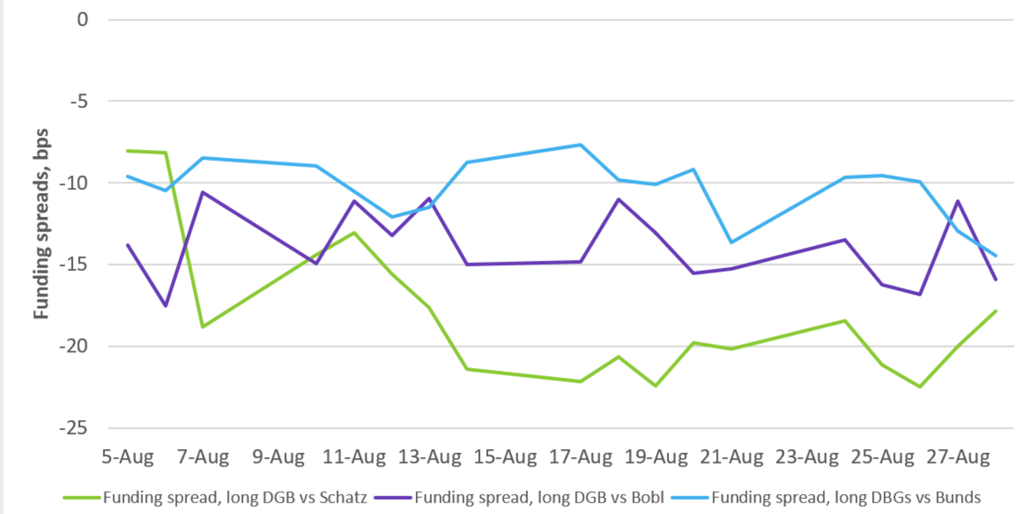


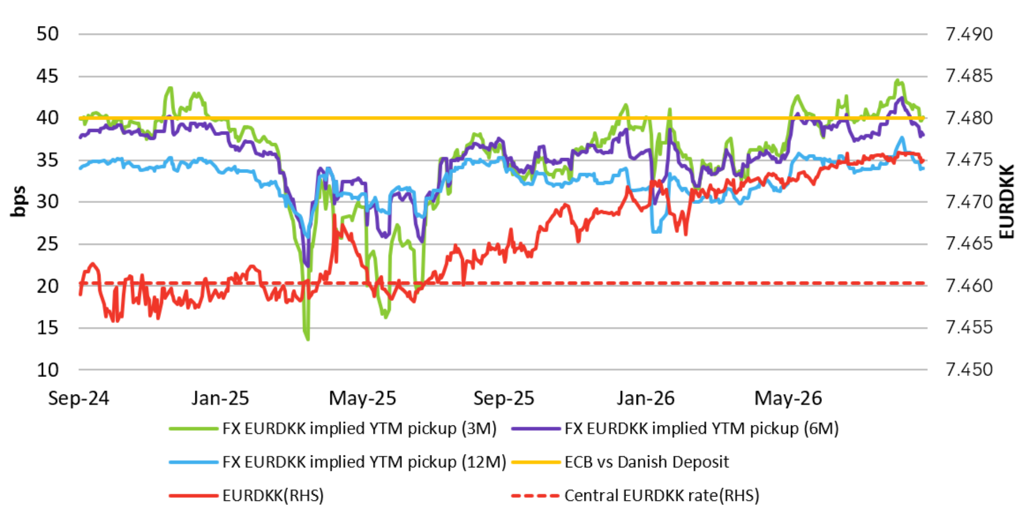


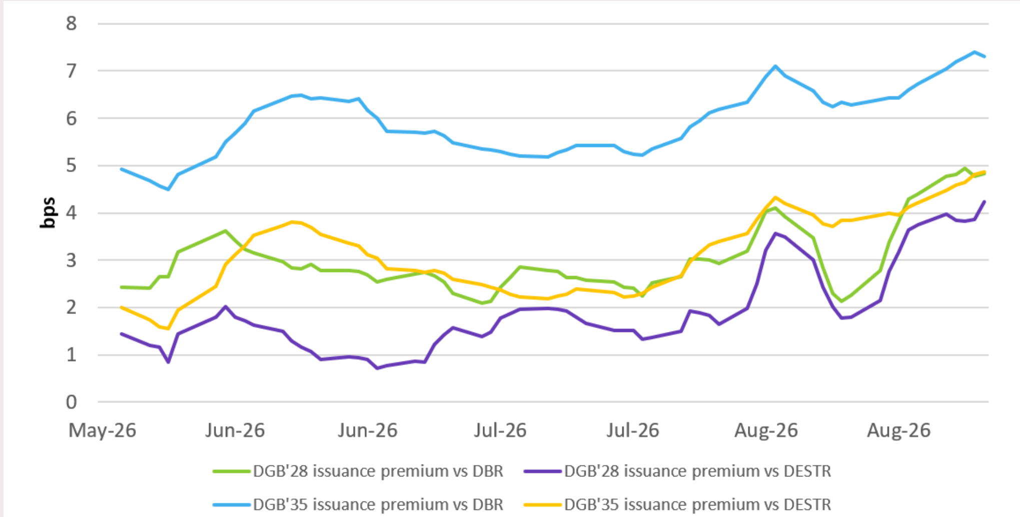
DGB funding spreads and issuance premium

Implied EURDKK FX pickup

- The implied YTM from 3M FX-hedging to EUR is 1.0 bps lower than at the last auction at 40.1 bps, while for 12M FX-hedging it is 1.3 bps lower at 34.0 bps.
- Spread between DGB repo funding and Bund implied is -14.5 bps in 10Y and -17.8 bps in 2Y.
- New issuance premium for DGB'35 is 7.3 bps vs Germany, 0.9 bps wider than at last auction, and 4.9 bps vs DESTR which is also 0.9 bps wider than at the last auction.



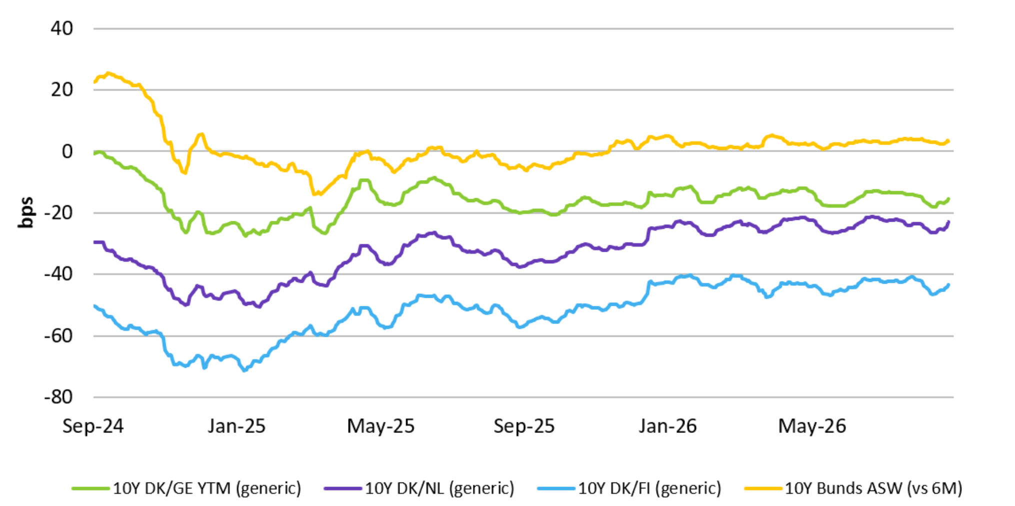


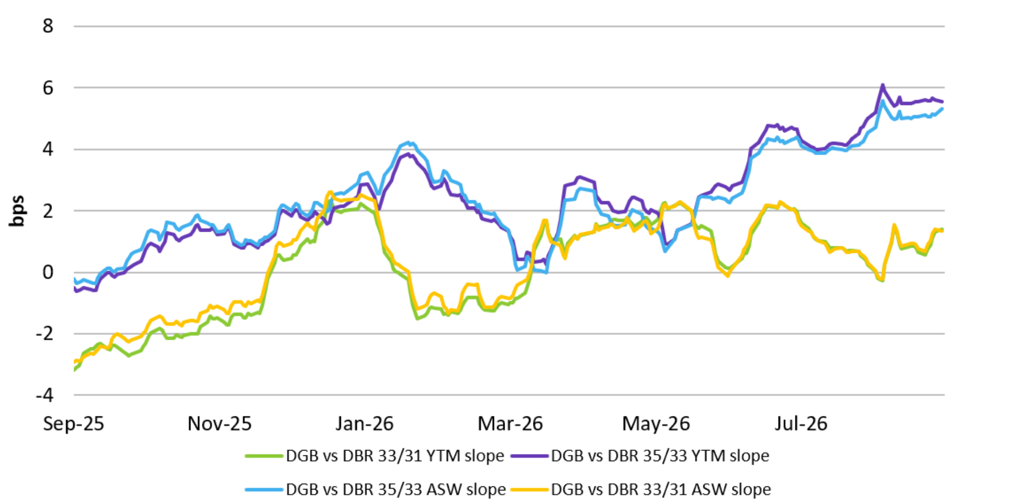


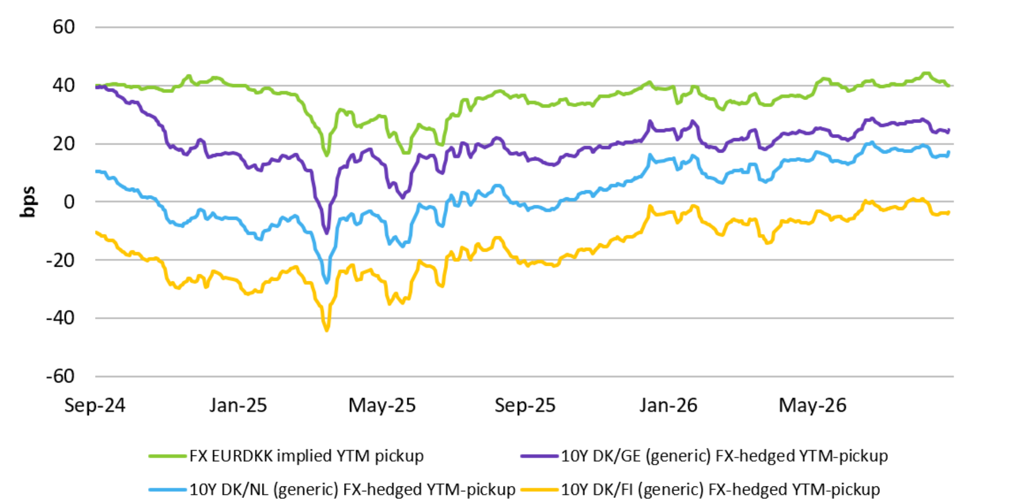
10Y DGB vs Germany and EUR cores

YTM-spreads vs DBRs and core EGBs including FX-hedge

- Generic 10Y YTM vs Germany is 1.4 bps wider since the last auction and trades at -15.5 bps, while vs the Netherlands it has widened 2.7 bps to -22.9 bps. 10Y Bunds ASW is 0.7 bps wider trading at 3.3 bps.
- The 10Y FX hedged excess yield in DGB vs. core EGBs is now 24.6 bps vs. Germany which is 0.2 bps wider than at the last auction, and 17.2 bps vs. the Netherlands which is 1.4 bps wider since the last auction.
- DGB vs DBR 35/33 YTM slope trades at 5.6 bps which is unchanged since the last auction, while in ASW-terms it trades at 5.3 bps which is 0.3 bps wider than at the last auction.



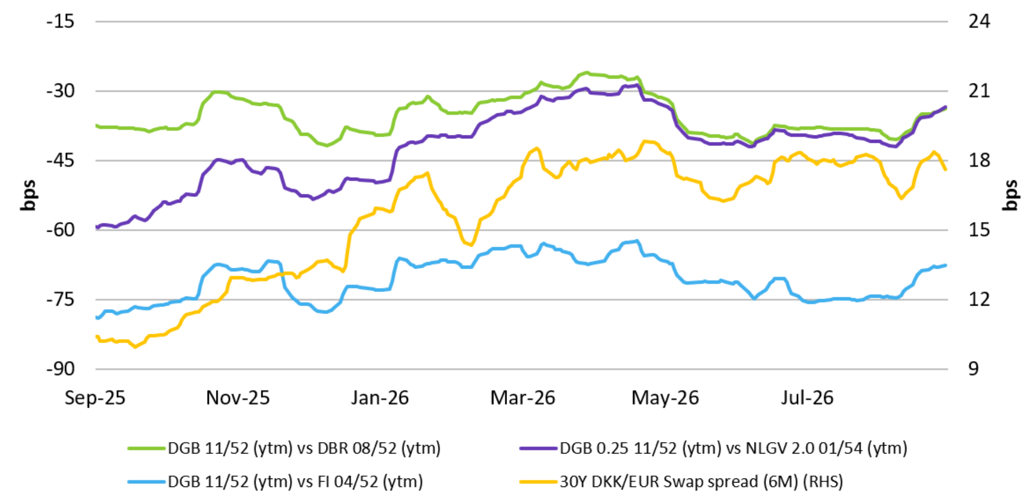


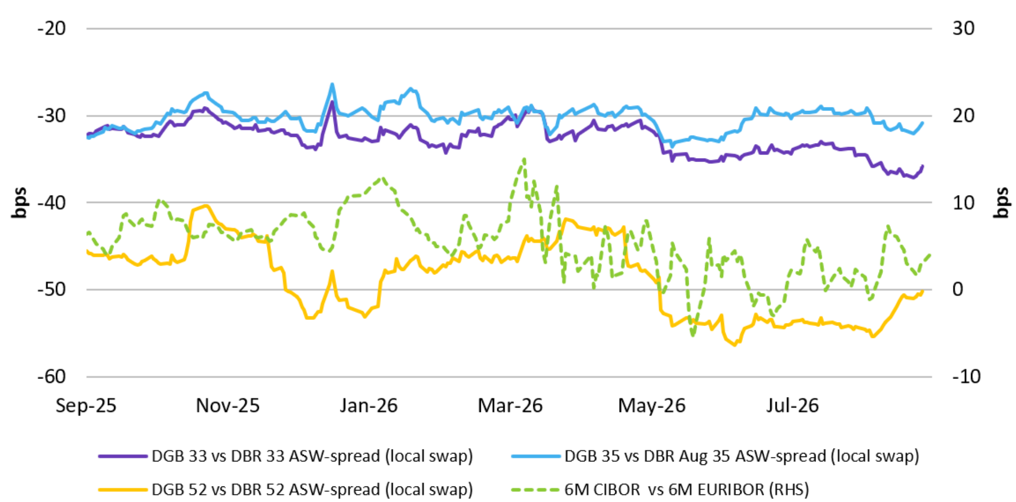


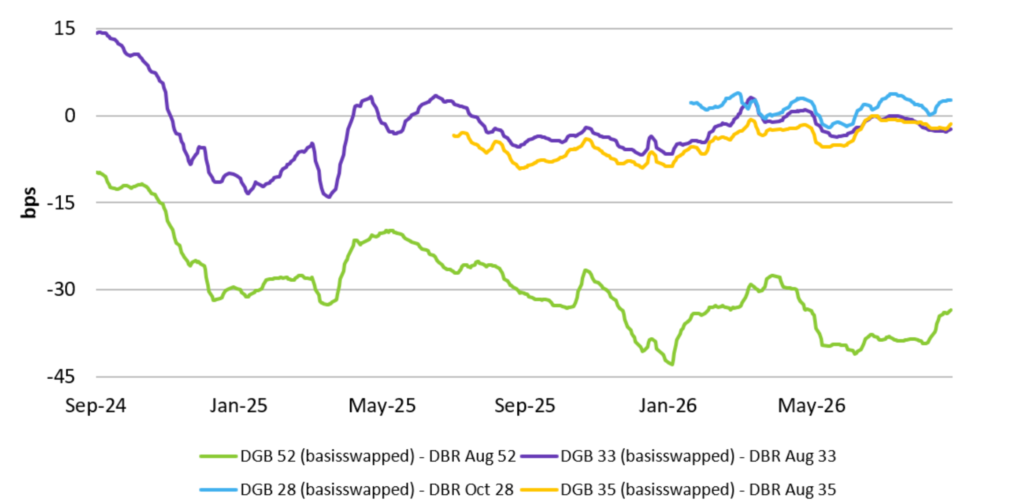
30Y DGB vs Germany and EUR cores

Local ASW spreads and XCCY ASW pickup vs German comparables

- The DGB’52 YTM spread to DBR 2.6% Aug’52 is 2.2 bps wider than at the last auction trading at -33.8 bps, while vs NLG 2.0% Jan’54 it trades at -33.5 bps, which is 3.3 bps wider than at the last auction.
- The ASW box (vs 6M) between DGB’35 and DBR Aug-35 has widened 0.8 bps since the last auction to -30.8 bps. The ASW-box between DGB’52 and DBR’52 is 0.6 bps wider than at the last auction at -50.2 bps.
- DGB’35 has -1.4 bps ASW-pickup (vs. 3M Euribor) vs. DBR Aug-35 which is 0.8 bps wider than at the last auction, while DGB’52 has -33.5 bps pickup, which is 2.5 bps wider than at the last auction.







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