



MEDIA RELEASE

April 11, 2006

RESULTS OF THE AUCTION OF K75 MILLION GOVERNMENT INSCRIBED STOCK

The Government announces, through the Department of Treasury, the successful auction of Inscribed Stock of K75 million held on Tuesday 11 April 2006.

Inscribed Stock Maturities	Total Amount of Bids Received (Kina million)	Total Amount Offered (Kina million)	Coverage Ratio (Bids ÷ Offered)	Accepted (Kina million)
15 February 2009	71.7	37.5	1.9	46.2
15 February 2016	90.3	37.5	2.4	37.5
TOTAL	162	75	2.2	83.7

Of the K162 million of Total Amount of Bids Received, K10 million was from BPNG and K152 million was from other investors. Of the Total Accepted Bids of K 83.7 million, K2.5 million was from BPNG and K81.2 million was from other investors. BPNG, under its enabling legislation the Central Bank Act, has the independence and authority to take actions to promote price and macroeconomic stability, including buying Government Securities. BPNG bids under the same terms and conditions as all other registered bidders, and has no prior knowledge or access to other bids.

Inscribed Stock maturities	Coupon (% pa)	Weighted average issue yield (% pa)	Highest accepted issue yield (% pa)	Lowest accepted issue yield (% pa)
15 February 2009	6.00	5.78	5.90	5.75
15 February 2016	12.00	11.74	11.75	11.50

The oversubscription of Inscribed Stock demonstrates the attractiveness of government securities as a component of a prudent investment portfolio. Currently the minimum bid amount is K1 million and investors who wish to find out more about government securities should contact either:

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