



Ministero dell'Economia e delle Finanze

PRESS RELEASE

Treasury Bills (BOTs) offering announcement

The Ministry of Economy and Finance announces the following BOT issues:

Subscription deadline	Auction cut-off (11.00 am)	Supplementary auction cut-off for 6 and 12 month BOTs (3.30 pm)	Settlement date
January 11, 2021	January 12, 2021	January 13, 2021	January 14, 2021

	12 Month BOTs
Days	365
ISIN Code	IT0005433146
Tranche	1st
Issue date	January 14, 2021
Maturity date	January 14, 2022
Amount offered (mln. €)	7,000

BOTs	Maturing on January 14, 2021	Outstanding on January 04, 2021
Flexible BOTs	0.000	0.000
3 Month BOTs	0.000	0.000
6 Month BOTs	0.000	40,660.349
12 Month BOTs	7,000.000	87,122.523
Total amount	7,000.000	127,782.872

According to D.M. 15 January 2015, the maximum fee that can be charged by intermediaries for BOT with 365 days maturity is 0.15%.

The Ministry of Economy and Finance announces that, due to the lack of specific funding needs, 3 month BOTs will not be offered on January 12, 2021.

BOTs are offered through a competitive auction in which operators are required to send their bids in terms of yield. Each operator participating in BOT auctions is allowed to submit up to five bids.

BOTs can be subscribed for a minimum amount of 1,000 euros. For each BOT issue, the relevant price for fiscal purpose is the weighted average price of the first tranche, as obtained from the relative weighted average yield.

Any bids not containing yield reference will not be accepted. Yields indicated by dealers, expressed in percentage, can vary of 0.001% or multiples thereof. The nominal amount of any bid cannot be less than 1.5 million euros.

The subjects allowed to participate in the auction are indicated in the issuance decree.

In accordance with Section II – Title V of the legislative decree no. 213 of 24 June 1998 and the following related rules, that establishes all the details about dematerialization of Government Bonds, BOTs are represented by account registration in favour of the entitled.

Bank of Italy will comply with the "ad hoc" procedure, in order to automatically settle the BOT subscribed amounts through the so-called facility of compensation and settlement service, which deals with financial instrument with the same settlement date.

On the basis of the allocation, allottee intermediaries will credit the relative amounts to the subscribers' accounts.

Bids are to be transmitted to the Bank of Italy – using exclusively the National Interbanking Network – strictly before the auction cut-off, respecting the rules indicated in the issuance decree. In case of malfunctioning of the equipment, not allowing the

admission of messages through the network, requests of participation in the auction must be sent via fax.

Bids received after the deadline set in the decree are not taken into consideration. Possible requests that substitute previous ones, are taken into consideration only if they arrive before the deadline. Requests cannot be withdrawn after the above mentioned deadline.

Any dealer's bids exceeding, also as a whole, the amount offered by the Treasury will be taken into consideration, starting from the one at the lowest yield, to the extent of the amount offered, except what stated in the issuance decree.

"Specialists in Government Bonds" are entitled to participate in the 12 month BOTs supplementary auction, respecting the above mentioned deadline.

The amount of this tranche will be 10% of the nominal outstanding offered in the ordinary auction, as defined in the issuance decree. It is worth noting that this percentage represents the expected amount to be offered in the supplementary placement, that the Treasury can modify after the ordinary auction, based on the demand expressed by operators; in this case a specific press release will be published.

Only Specialists who take part in the ordinary auction are entitled to participate in the supplementary placement. The assignment will be at the weighted average yield set in the ordinary auction. The supplementary placement procedure follows the provisions set in the issuance decree.

Rome, January 07, 2021