

18 Month Zero Coupon Bonds Fact Sheet

- **Issuer:** Ministry of Finance
- **Security Type:** Zero Coupon Bonds
- **Issue Size:** 1000 million EGP
- **Maturity:** 18 month (3 coupons periods, i.e. $182 \times 3 = 546$ days)
- **Central Depository:** Misr for Central Clearing, Depository and Registry (MCDR)
- **Issue Date:** September 17th, 2013
- **Maturity Date:** March 17th, 2015
- **Denomination:** 1000 EGP
- **Minimum Bid:** 1000 EGP
- **Bidding Style:** Price basis (similar to current T-Bills auctions)
- **Coupon Frequency:** None
- **Calculation Methodology:** Discount Price Methodology
- **Days convention:** Act/ 365 days
- **Auction Type:** Multiple price auction (American Style)
- **Submission of bids:** Trough the eligible Primary Dealers.
- **Settlement Date:** T+1 for both primary and secondary market
- **Settlement Price:** Percent of the face value extended to the fifth decimal for both primary and secondary market.
- **Redemption:** Yield added to Par Value, single payment on maturity.
- **Secondary Market:** OTC, through Primary Dealers System.
- **Liquidity Ratio:** Will be included in the numerator
- **Tax Status:** 20% withholding Tax (similar to current Treasury securities).

- **Price Calculation Formula:**

$$\text{Price (PV)} = \frac{\text{FV (Maturity Value)}}{1 + ((\text{number of days}/365) * \text{discount rate})}$$