

BANK OF UGANDA



37/45 KAMPALA ROAD, P.O. BOX 7120, KAMPALA;
Telephone: 256-414- 258441/6 or 258061/6, 0417 302000, 0312 392000; Telex: 61069/61244;
Fax 256-414-233818
Web site: www.bou.or.ug E-mail address: info@bou.or.ug

ISSUED UNDER PUBLIC FINANCE MANAGEMENT ACT 2015 **INVITATION TO TENDER FOR** **GOVERNMENT OF UGANDA BOND CONVERSION AUCTIONS**

Bank of Uganda invites applications from willing current holders of Treasury bond number **UG12J1801248 14.000% 18-JAN-2024** to participate in the conversion auctions into the existing on-the-run bonds as per details below:

Destination Benchmark Bonds				
Auction 1	Auction 2	Auction 3	Auction 4	Auction 5
3 YEARS	5 YEARS	10 YEARS	15 YEARS	20 YEARS
UG12G0907265 13.500% 09-July-2026	UG12J1301280 14.125% 13-JAN-2028	UG12K0302337 14.375% 03-FEB-33	UG12K1405378 16.000% 14-MAY-37	UG12L1806433 15.000% 18-Jun-43
Source Bond		UG12J1801248 14.000% 18-JAN-2024		
Early Termination Price		107.000 (per 100)		
Price of Replacement Bond per 100/=		Market determined as per bids from current holders of the Source Bond		
Target Conversion ratio (Cash flow Neutrality)		The value of Destination Bond(s) shall be rounded to an amount as close as practically possible to the value of the Source Bond in order to minimise the net cash settlement between Government and investors.		
AUCTIONS OPEN DAY		Monday 16 October 2023		
AUCTIONS CLOSE DATE		Wednesday 18 October 2023 10.00AM		
SETTLEMENT DATE		Thursday 19 October 2023 12.00PM		

BID SUBMISSION INFORMATION:

All bids to convert should be submitted by commercial banks to Bank of Uganda through the Central Securities Depository (CSD) system by **10.00am on Wednesday 18 October 2023** (in addition, a Conversion Auction Bid Form (CSD Form 2A) should be emailed to Bank of Uganda through the following email address: **finmarkets@bou.or.ug**)

Minimum Competitive Bid Amount is UGX 200,100,000/- (and increments of UGX 100,000/-) per regular auctions. Prices for the Destination Bond must be expressed in amount per 100/= with 3 decimal places e.g. 99.999 per 100. A maximum of one bid per destination bond is allowed per CSD account holder (the maximum number of bids that can be submitted in the five (5) auctions is five (5) corresponding to the five (5) destination bonds.)

For each destination bond (auction), **ALL** successful bids will be allocated at one price, the auction lowest price per 100 (corresponding to the auction highest accepted yield.)

Bank of Uganda reserves the right to increase or reduce the amount offered for auction and accept or reject any or all applications in part or in whole.

MANAGEMENT
October 13, 2023