

Invitation to bid by auction Reopening of Federal Treasury notes

For the account of the Federal Government, the German Finance Agency, through Deutsche Bundesbank, will reopen once again the

1 % Federal Treasury notes of 2010 second issue (2012)
due on 14 December 2012
annual coupon date 14 December
interest has begun to accrue on 12 November 2010
first interest payment on 14 December 2011 for 397 days
ISIN DE0001137321 // SIN 113 732

launched on 10 November 2010, using an auction procedure. An increase of €6 billion is envisaged for the issue (including amount set aside for secondary market operations). The current volume amounts to €11 billion.

Members of the Bund Issues Auction Group are entitled to bid. Bids must be for a par value of not less than €1 million or an integral multiple thereof. The price bids must be expressed in terms of a full 0.005 percentage point. Non-competitive bids are possible. The bids accepted by the issuer will be allotted at the price bid. Non-competitive bids are filled at the weighted average price of the bids accepted. The right to scale down bids is reserved.

Time schedule of the auction procedure:

Bidding period:	Wednesday, 19 January 2011, from 8.00 a. m. until 11.00 a. m. Frankfurt time
Inclusion in stock exchange trading:	Wednesday, 19 January 2011
Value date:	Friday, 21 January 2011
Settlement:	delivery versus payment-settlement in the night-time processing of Clearstream Banking AG Frankfurt, beginning on the eve of the value date

In addition, the Auction rules, the Special terms and conditions of the Deutsche Bundesbank for auctions of Federal securities using the Bund Bidding System (BBS) and the Issue terms for Federal securities shall apply.