

Announcement of auction 7-year inflation-linked Federal notes

On 13 April 2011, the Federal Government will issue by auction new inflation-linked Federal notes, which will mature on 15 April 2018. An issue volume of € 3 billion (including the amount set aside for secondary market operations) is envisaged. Members of the Bund Issues Auction Group are entitled to bid.

Time schedule of the auction procedure:

Date of invitation to bid:	Tuesday, 12 April 2011
Bidding period:	Wednesday, 13 April 2011, from 8.00 a. m. until 12.00 noon Frankfurt time
Stock exchange listing:	Wednesday, 13 April 2011
Value date:	Friday, 15 April 2011

Terms of the new inflation-linked Federal notes:

Coupon:	0.75 %
Maturity:	15 April 2018
Interest payment:	15 April annually, interest begins to accrue on 15 April 2011
First interest payment:	15 April 2012
Reference index:	Harmonized Index of Consumer Prices (HICP) of the Euro area excluding tobacco
Indexbasis:	110.32467
Indexation Coefficient:	1.0000 (on the value date 15 April 2011)
ISIN / SIN	DE0001030534 // 103 053

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 Issuance terms and conditions for inflation-linked Federal bonds and inflation-linked Federal notes shall apply. The Issuance terms and conditions may obtained on the internet at http://www.bundesbank.de/kredit/kredit_bedingungen.en.php.