BOX: PERFORMANCE EVALUATION OF PARTICIPANTS IN THE PORTUGUESE GOVERNMENT DEBT MARKET

Despite the fact that in 2012 funding in the primary market was concentrated in BT auctions, it is important to look at the contribution of primary dealers as a primary market distribution channel and suppliers of reference prices and liquidity in the secondary market.

The group of primary dealers did not change in 2012 – 2 domestic banks in 18. The performance of the following operators deserves special mention:

Table 1 – Best performing Primary Dealers in 2012

1	Banco Espirito Santo, SA
2	Barclays Bank, plc
3	Deutsche Bank, AG
4	Caixa Banco de Investimento, SA
5	Morgan Stanley & Co International

Source: IGCP

Banco BPI SA joined the group of Treasury Bill Specialists (EBT) in 2012, with the group now including 4 domestic banks in a total of 19 specialists in this market segment. We highlight the performance of the following EBT in 2012:

Table 2 – Best performing Treasury Bill Specialists in 2012

1	Caixa Geral de Depósitos, SA
2	Société Générale
3	Banco Espirito Santo, SA
4	Millenniumbcp
5	Banco Santander

Source: IGCP

2.2. BORROWING REQUIREMENTS

On a public account basis, the State's net borrowing requirements in 2012 amounted to about EUR 18.0 billion, EUR 8.9 billion of which represent the budget deficit of the State's subsector in public accounting and EUR 7.1 billion was allocated to the net purchase of financial assets, especially loans to state-owned enterprises, capitalisation of CGD and portion of Portugal in the capital of the ESM.

Throughout 2012 the fund was further reinforced to support the recapitalisation of the private banking system in a total of EUR 7 billion. Considering the deposit of EUR 1,000 million formed in 2011, the Portuguese State has already received EUR 8 billion of the total EUR 12 billion that was consigned to strengthen financial stability within the EFAP. Of this amount, EUR 4.5 billion was used in 2012 to recapitalise BCP and BPI (the latter having repaid EUR 300 million by the end of the year), so in late 2012 there was still a remaining amount of EUR 3.5 billion in a dedicated account at the Bank of Portugal. Excluding this amount, the balance of funding available for the following years stood at about EUR 6.3 billion.