

Issue conditions of state bond No. 206

Issuer	Ministry of Finance of Slovak republic Štefanovičova 5, 817 82 Bratislava
Instrument	Domestic government bond ("state bond")
ISIN code	SK4120004987
Name of bond	State bond No. 206
Currency	Slovak koruna ("Sk")
Form of bond	bearer
Registration	immaterialized, registered in CD CP Bratislava
First auction date	5.5.2006
First settlement date	10.5.2006
Issue period of whole amount	from 10.5.2006 till 10.5.2016
Maturity date	10.5.2026
Issue size	max. 40 000 000 000,- Sk
Nominal value	100 000,- Sk
Issuing Method	auction, direct sale, underwriting
Issue price	unlimited
Coupon rate	fixed, 4.50 % p.a.
Type of interest calculation	actual / actual
Coupon payment	annually, on May 10
Payment at redemption	100% of nominal value
Type of coupon and redemption payment	clearing
Coupon and redemption paying agent	Debt and Liquidity Management Agency, Bratislava
Issuer's account	7000123731/8180
Listing	Bratislava Stock Exchange
Governing Law	Slovak law

The issue will be sold in tranches under the same conditions. Dates of auctions of the individual tranches will be published at least one week before settlement day of auction.

The issuer stipulates the right to determine the size of sold portion at auction.

Only recognized primary dealers can participate in the auction.

Full face value of the bond is redeemed at maturity.

The issuer owes the full face value of the bond to the owner.

The issuer is obliged to pay full face value of bond and to make coupon payments as stipulated by issue conditions to the bearer.