



REPUBLIC OF THE PHILIPPINES
BUREAU OF THE TREASURY
INTRAMUROS, MANILA 2801

Funding the Republic

Press Release

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National Government Debt Declined to P3.998 Trillion As of End June 2006

8 September 2006, Manila, Philippines: As of June 2006, the National Government debt declined by 0.5% or P19 billion from the May 2006 level. "This was due to lower debt incurred for the month of June on domestic and foreign debt," stated National Treasurer Omar Cruz. The decline in domestic and foreign debt amounts to P11 billion and P8 billion, respectively. Total outstanding debt stood at P3.998 trillion of which, P1.837 trillion or 46% is owed to foreign creditors and P2.161 trillion or 54% to domestic creditors.

The domestic debt decreased by P11 billion from the recorded end May 2006 level due to cancellation of government securities auction and net redemption incurred.

The decrease in the NG's foreign debt of P8 billion or 0.4% from the level as of May 2006 was due to the P26 billion net repayments and P15 billion appreciation of the third currencies against the US dollar. This was partially offset by the P33 billion depreciation of the peso against the US dollar.

On the other hand the contingent debt of the National Government, composed mainly of guarantees issued by the National Government, grew slightly to P593 billion from end May level of P592 billion. This is an increase of P1 billion resulting from the P9 billion depreciation of the peso against the US dollar which was partially offset by the P1 B net repayments and the P7 billion net appreciation of the third currencies against the US dollar.

**National Government Outstanding Debt
As of the Period Indicated
(In Billion Pesos)**

	End May 2006	End June 2006	Difference	
			Amount	% Change
Total	4,017.2	3,998.5	(18.7)	(0.5)
Domestic	2,172.1	2,161.4	(10.7)	(0.5)
Direct Loans	2,169.8	2,159.1	(10.7)	(0.5)
Government Securities	2,149.4	2,138.9	(10.5)	(0.5)
Availed by Agencies	20.4	20.2	(0.3)	(1.5)
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,845.0	1,837.1	(7.9)	(0.4)
Direct Loans	716.8	715.1	(1.7)	(0.2)
Availed by Agencies	612.7	612.2	(0.5)	(0.1)
Relent to GOCCs	104.1	102.9	(1.2)	(1.2)
Assumed Loans	2.2	2.2	0.0	0.0
Foreign Denom. Securities	1,126.0	1,119.8	(6.2)	(0.5)
US Dollar Bonds/Notes	990.9	984.8	(6.1)	(0.6)
Japanese Yen Bonds	23.5	23.2	(0.2)	(1.2)
Euro Bonds	111.7	111.8	0.1	0.1

**National Government Contingent Debt
As of the Period Indicated
(In Billion Pesos)**

	End May 2006	End June 2006	Difference	
			Amount	% Change
Total	591.9	593.4	1.5	0.3
Domestic	48.1	48.1	0.0	0.0
NG Direct Guarantee	48.0	48.0	0.0	0.0
Assumed GFI Guarantee	0.2	0.2	0.0	0.0
Foreign	543.8	545.3	1.5	0.3
NG Direct Guarantee	536.4	537.8	1.4	0.3
Assumed GFI Guarantee	7.4	7.5	0.1	1.0

**National Government Outstanding Debt
As of the Period Indicated
(In Billion Pesos)**

	End June 2005	End June 2006	Difference	
			Amount	% Change
Total	3,891.0	3,998.5	107.5	2.8
Domestic	2,035.0	2,161.4	126.4	6.2
Direct Loans	2,032.7	2,159.1	126.4	6.2
Government Securities	2,004.4	2,138.9	134.5	6.7
Availed by Agencies	28.2	20.2	(8.1)	(28.7)
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,856.0	1,837.1	(18.9)	(1.0)
Direct Loans	794.3	715.1	(79.2)	(10.0)
Availed by Agencies	680.4	612.2	(68.2)	(10.0)
Relent to GOCCs	113.8	102.9	(10.9)	(9.6)
Assumed Loans	4.6	2.2	(2.4)	(52.2)
Foreign Denom. Securities	1,057.2	1,119.8	62.6	5.9
US Dollar Bonds/Notes	929.0	984.8	55.8	6.0
Japanese Yen Bonds	43.1	23.2	(19.9)	(46.1)
Euro Bonds	85.1	111.8	26.7	31.4

**National Government Contingent Debt
As of the Period Indicated
(In Billion Pesos)**

	End June 2005	End June 2006	Difference	
			Amount	% Change
Total	611.9	593.4	(18.5)	(3.0)
Domestic	39.0	48.1	9.1	23.5
NG Direct Guarantee	38.8	48.0	9.2	23.7
Assumed GFI Guarantee	0.2	0.2	0.0	0.0
Foreign	572.9	545.3	(27.6)	(4.8)
NG Direct Guarantee	562.2	537.8	(24.4)	(4.3)
Assumed GFI Guarantee	10.7	7.5	(3.2)	(30.0)