



Funding the Republic

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

Press Release

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National Government Debt Increased to P3.871 Trillion As of End August 2007

13 November 2007, Manila, Philippines: As of August 2007, the National Government debt increased by 2.8 % or P107 billion from the July 2007 level. Total outstanding debt stood at P3.871 trillion of which, P1.704 trillion or 44% is owed to foreign creditors and P2.167 trillion or 56% to domestic creditors.

The increase in domestic debt of P52 billion or 2.5% from the recorded end July 2007 level was attributed to the net issues made by NG. The increase in NG's foreign debt of P55 billion or 3.3% from the level as of July 2007 was brought by the P11 billion and P49 B net depreciation of the third currencies and the peso against the US dollar, respectively. However, this was partially offset by the P5 billion net repayments.

The contingent debt of the National Government, composed mainly of guarantees issued by the National Government, increased to 537 billion, higher by P11 billion from end July level of P526 billion. The increase in foreign contingent obligations of P18 billion was due to the combined effects of the P19 billion net depreciation of the third currencies and the peso against the US dollar and P1 billion net repayments. On the other hand, the drop in domestic contingent debt of P7 billion was due to the net redemption incurred by NG.

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

| | End July 2007 | End Aug 2007 | Difference | |
|---------------------------|------------------|-----------------|------------|----------|
| | | | Amount | % Change |
| Total | 3,764.8 | 3,871.3 | 106.5 | 2.8 |
| Domestic | 2,115.3 | 2,167.2 | 51.9 | 2.5 |
| Direct Loans | 2,113.0 | 2,164.9 | 51.9 | 2.5 |
| Government Securities | 2,092.9 | 2,144.8 | 51.9 | 2.5 |
| Availed by Agencies | 20.1 | 20.1 | 0.0 | 0.0 |
| Assumed Loans | 2.3 | 2.3 | 0.0 | 0.0 |
| Foreign | 1,649.5 | 1,704.2 | 54.7 | 3.3 |
| Direct Loans | 659.8 | 685.0 | 25.2 | 3.8 |
| Availed by Agencies | 576.7 | 597.7 | 21.0 | 3.6 |
| Relent to GOCCs | 83.1 | 87.3 | 4.2 | 5.1 |
| Assumed Loans | 0.1 | 0.1 | 0.0 | 0.0 |
| Foreign Denom. Securities | 989.6 | 1,019.1 | 29.5 | 3.0 |
| US Dollar Bonds/Notes | 898.8 | 925.5 | 26.7 | 3.0 |
| Japanese Yen Bonds | 19.1 | 20.2 | 1.1 | 5.8 |
| Euro Bonds | 71.6 | 73.4 | 1.8 | 2.5 |

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

| | End July 2007 | End Aug 2007 | Difference | |
|-----------------------|------------------|-----------------|------------|----------|
| | | | Amount | % Change |
| Total | 526.0 | 537.2 | 11.2 | 2.1 |
| Domestic | 72.0 | 65.0 | (7.0) | (9.7) |
| NG Direct Guarantee | 71.9 | 64.9 | (7.0) | (9.7) |
| Assumed GFI Guarantee | 0.1 | 0.1 | 0.0 | 0.0 |
| Foreign | 454.0 | 472.2 | 18.2 | 4.0 |
| NG Direct Guarantee | 449.9 | 468.0 | 18.1 | 4.0 |
| Assumed GFI Guarantee | 4.1 | 4.2 | 0.1 | 2.4 |

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

| | End Aug 2006 | End Aug 2007 | Difference | |
|---------------------------|-----------------|-----------------|------------|----------|
| | | | Amount | % Change |
| Total | 3,954.3 | 3,871.3 | (83.0) | (2.1) |
| Domestic | 2,175.2 | 2,167.2 | (8.0) | (0.4) |
| Direct Loans | 2,172.9 | 2,164.9 | (8.0) | (0.4) |
| Government Securities | 2,152.8 | 2,144.8 | (8.0) | (0.4) |
| Availed by Agencies | 20.1 | 20.1 | (0.0) | (0.0) |
| Assumed Loans | 2.3 | 2.3 | 0.0 | 0.0 |
| Foreign | 1,779.1 | 1,704.2 | (74.9) | (4.2) |
| Direct Loans | 673.1 | 685.0 | 11.9 | 1.8 |
| Availed by Agencies | 576.9 | 597.7 | 20.8 | 3.6 |
| Relent to GOCCs | 96.2 | 87.3 | (8.9) | (9.2) |
| Assumed Loans | 1.1 | 0.1 | (1.0) | (90.9) |
| Foreign Denom. Securities | 1,104.9 | 1,019.1 | (85.8) | (7.8) |
| US Dollar Bonds/Notes | 975.2 | 925.5 | (49.7) | (5.1) |
| Japanese Yen Bonds | 21.8 | 20.2 | (1.6) | (7.3) |
| Euro Bonds | 107.9 | 73.4 | (34.5) | (32.0) |

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

| | End Aug 2006 | End Aug 2007 | Difference | |
|-----------------------|-----------------|-----------------|------------|----------|
| | | | Amount | % Change |
| Total | 563.0 | 537.2 | (25.8) | (4.6) |
| Domestic | 50.1 | 65.0 | 14.9 | 29.7 |
| NG Direct Guarantee | 50.0 | 64.9 | 14.9 | 29.8 |
| Assumed GFI Guarantee | 0.1 | 0.1 | (0.0) | (0.0) |
| Foreign | 512.9 | 472.2 | (40.7) | (7.9) |
| NG Direct Guarantee | 507.0 | 468.0 | (39.0) | (7.7) |
| Assumed GFI Guarantee | 5.8 | 4.2 | (1.6) | (27.6) |

