



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 P3.914 Trillion As of End October 2006

12 January 2007, Manila, Philippines: As of October 2006, the National Government debt declined by 0.4 % or P14 billion from the September 2006 level. Total outstanding debt stood at P3.914 trillion of which, P1.744 trillion or 45% is owed to foreign creditors and P2.170 trillion or 55% to domestic creditors. "The further appreciation of the peso against the US dollar attributed to the decline in debt," stated National Treasurer Omar Cruz.

The domestic debt increased by P5.6 billion or 0.3% from the recorded end September 2006 level due to net issuances of government securities. The decline in NG's foreign debt of P19.6 billion or 1.1% from the level as of September 2006 was due to the P19.3 billion and P0.6 billion net appreciation of the peso and the third currencies against the US dollar, respectively. However, this was partially offset by P0.3 billion net availments.

The contingent debt of the National Government, composed mainly of guarantees issued by the National Government, declined to P546 billion, lower by P7 billion from end September level of P553 billion. The decrease was brought about by the P6 billion net appreciation of the peso and the third currencies against the US dollar and P1 billion net repayments.

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

	End Sept 2006	End Oct 2006	Difference	
			Amount	% Change
Total	3,928.3	3,914.3	(14.0)	(0.4)
Domestic	2,164.4	2,170.0	5.6	0.3
Direct Loans	2,162.1	2,167.7	5.6	0.3
Government Securities	2,141.9	2,147.5	5.6	0.3
Availed by Agencies	20.1	20.1	0.0	0.0
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,763.9	1,744.3	(19.6)	(1.1)
Direct Loans	662.5	654.7	(7.8)	(1.2)
Availed by Agencies	568.2	561.6	(6.6)	(1.2)
Relent to GOCCs	94.3	93.1	(1.2)	(1.3)
Assumed Loans	1.1	1.1	0.0	0.0
Foreign Denom. Securities	1,100.3	1,088.5	(11.8)	(1.1)
US Dollar Bonds/Notes	973.4	962.7	(10.7)	(1.1)
Japanese Yen Bonds	21.5	21.2	(0.3)	(1.3)
Euro Bonds	105.4	104.6	(0.8)	(0.8)

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

	End Sept 2006	End Oct 2006	Difference	
			Amount	% Change
Total	552.7	545.6	(7.1)	(1.3)
Domestic	50.1	50.1	0.0	0.0
NG Direct Guarantee	50.0	50.0	0.0	0.0
Assumed GFI Guarantee	0.1	0.1	0.0	0.0
Foreign	502.6	495.5	(7.1)	(1.4)
NG Direct Guarantee	496.8	489.8	(7.0)	(1.4)
Assumed GFI Guarantee	5.8	5.7	(0.1)	(1.7)

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

	End Oct 2005	End Oct 2006	Difference	
			Amount	% Change
Total	3,951.7	3,914.3	(37.4)	(0.9)
Domestic	2,146.5	2,170.0	23.5	1.1
Direct Loans	2,144.2	2,167.7	23.5	1.1
Government Securities	2,116.0	2,147.5	31.5	1.5
Availed by Agencies	28.2	20.1	(8.1)	(28.7)
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,805.2	1,744.3	(60.8)	(3.4)
Direct Loans	741.1	654.7	(86.4)	(11.7)
Availed by Agencies	632.7	561.6	(71.2)	(11.2)
Relent to GOCCs	108.4	93.1	(15.3)	(14.1)
Assumed Loans	3.5	1.1	(2.4)	(68.6)
Foreign Denom. Securities	1,060.6	1,088.5	27.9	2.6
US Dollar Bonds/Notes	956.4	962.7	6.3	0.7
Japanese Yen Bonds	23.9	21.2	(2.7)	(11.3)
Euro Bonds	80.3	104.6	24.3	30.3

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

	End Oct 2005	End Oct 2006	Difference	
			Amount	% Change
Total	602.4	545.6	(56.8)	(9.4)
Domestic	37.2	50.1	12.9	34.7
NG Direct Guarantee	37.0	50.0	13.0	35.0
Assumed GFI Guarantee	0.2	0.1	(0.1)	(0.5)
Foreign	565.2	495.5	(69.7)	(12.3)
NG Direct Guarantee	556.1	489.8	(66.3)	(11.9)
Assumed GFI Guarantee	9.0	5.7	(3.3)	(36.7)