



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

Funding the Republic

Press Release

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National Government Debt Recorded at P3.954 Trillion As of End August 2006

7 November 2006, Manila, Philippines: As of August 2006, the National Government debt slightly increased by 0.8 % or P31 billion from the July 2006 level. Total outstanding debt stood at P3.954 trillion of which, P1.779 trillion or 45% is owed to foreign creditors and P2.175 trillion or 55% to domestic creditors. "The increase was brought about by the completion of the funding requirements of the Republic for the year with the issuance of US\$300 million and \$450 million global bonds with maturity of 10- and 25-year, respectively, which were participated in by over 290 investors from Asia, Europe and the U.S." stated National Treasurer Omar Cruz.

The domestic debt increased by P24 billion or 1.1% from the recorded end July 2006 level due to net issuance of government securities while the increase in the NG's foreign debt of P7 billion or 0.4% from the level as of July 2006 was due to the P36 billion net availments. This was partially offset by the P22 billion and P7 billion net appreciation of the peso and the third currencies against the US dollar, respectively.

The contingent debt of the National Government, composed mainly of guarantees issued by the National Government, declined to P563 billion, lower by P13 billion from end July level of P576 billion. The decrease was brought about by the P11 billion net appreciation of the peso and the third currencies against the US dollar and P2 billion net repayments.

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

	End July 2006	End Aug 2006	Difference	
			Amount	% Change
Total	3,923.7	3,954.3	30.6	0.8
Domestic	2,151.2	2,175.2	24.0	1.1
Direct Loans	2,148.9	2,172.9	24.0	1.1
Government Securities	2,128.8	2,152.8	24.0	1.1
Availed by Agencies	20.1	20.1	0.0	0.0
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,772.5	1,779.1	6.6	0.4
Direct Loans	691.2	673.1	(18.1)	(2.6)
Availed by Agencies	591.8	576.9	(14.9)	(2.5)
Relent to GOCCs	99.4	96.2	(3.2)	(3.2)
Assumed Loans	1.1	1.1	0.0	0.0
Foreign Denom. Securities	1,080.1	1,104.9	24.8	2.3
US Dollar Bonds/Notes	949.0	975.2	26.2	2.8
Japanese Yen Bonds	22.5	21.8	(0.7)	(3.1)
Euro Bonds	108.7	107.9	(0.8)	(0.7)

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

	End July 2006	End Aug 2006	Difference	
			Amount	% Change
Total	575.9	563.0	(12.9)	(2.2)
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	525.8	512.8	(13.0)	(2.5)
NG Direct Guarantee	519.9	507.0	(12.9)	(2.5)
Assumed GFI Guarantee	5.9	5.8	(0.1)	(1.7)

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

	End Aug 2005	End Aug 2006	Difference	
			Amount	% Change
Total	3,941.8	3,954.3	12.5	0.3
Domestic	2,105.5	2,175.2	69.7	3.3
Direct Loans	2,103.2	2,172.9	69.7	3.3
Government Securities	2,075.0	2,152.8	77.8	3.7
Availed by Agencies	28.2	20.1	(8.1)	(28.7)
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,836.2	1,779.1	(57.1)	(3.1)
Direct Loans	791.5	673.1	(118.4)	(15.0)
Availed by Agencies	676.9	576.9	(100.0)	(14.8)
Relent to GOCCs	114.6	96.2	(18.4)	(16.1)
Assumed Loans	3.5	1.1	(2.4)	(68.6)
Foreign Denom. Securities	1,041.2	1,104.9	63.7	6.1
US Dollar Bonds/Notes	931.4	975.2	43.8	4.7
Japanese Yen Bonds	25.3	21.8	(3.5)	(13.8)
Euro Bonds	84.5	107.9	23.4	27.7

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

	End Aug 2005	End Aug 2006	Difference	
			Amount	% Change
Total	606.7	563.0	(43.7)	(7.2)
Domestic	39.0	50.1	11.1	28.5
NG Direct Guarantee	38.8	50.0	11.2	28.8
Assumed GFI Guarantee	0.2	0.1	(0.1)	(0.5)
Foreign	567.7	512.8	(54.9)	(9.7)
NG Direct Guarantee	558.4	507.0	(51.4)	(9.2)
Assumed GFI Guarantee	9.3	5.8	(3.5)	(37.6)