



*Funding the Republic*

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

## **Press Release**

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### **National Government Debt Declined to P3.928 Trillion As of End September 2006**

**8 December 2006, Manila, Philippines:** As of September 2006, the National Government debt declined by 0.7 % or P26 billion from the August 2006 level. Total outstanding debt stood at P3.928 trillion of which, P1.764 trillion or 45% is owed to foreign creditors and P2.164 trillion or 55% to domestic creditors. "The further appreciation of the peso against the US dollar and the net redemption of domestic obligations in September attributed to the decline in debt," stated National Treasurer Omar Cruz.

The domestic debt declined by P11 billion or 0.5% from the recorded end August 2006 level due to net redemption incurred. The drop in NG's foreign debt of P15 billion or 0.9% from the level as of August 2006 was due to the P21 billion and P2 billion net appreciation of the peso and the third currencies against the US dollar, respectively. However, this was partially offset by P8 billion net availments.

The contingent debt of the National Government, composed mainly of guarantees issued by the National Government, declined to P553 billion, lower by P10 billion from end August level of P563 billion. The decrease was brought about by the P6 billion net appreciation of the peso and the third currencies against the US dollar and P4 billion net repayments.

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

	End Aug 2006	End Sept 2006	Difference	
			Amount	% Change
Total	3,954.3	3,928.3	(26.0)	(0.7)
Domestic	2,175.2	2,164.4	(10.8)	(0.5)
Direct Loans	2,172.9	2,162.1	(10.8)	(0.5)
Government Securities	2,152.8	2,141.9	(10.9)	(0.5)
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	1,763.9	(15.2)	(0.9)
Direct Loans	673.1	662.5	(10.6)	(1.6)
Availed by Agencies	576.9	568.2	(8.7)	(1.5)
Relent to GOCCs	96.2	94.3	(1.9)	(1.9)
Assumed Loans	1.1	1.1	0.0	0.0
Foreign Denom. Securities	1,104.9	1,100.3	(4.5)	(0.4)
US Dollar Bonds/Notes	975.2	973.4	(1.8)	(0.2)
Japanese Yen Bonds	21.8	21.5	(0.3)	(1.3)
Euro Bonds	107.9	105.4	(2.5)	(2.3)

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

	End Aug 2006	End Sept 2006	Difference	
			Amount	% Change
Total	563.0	552.7	(10.3)	(1.8)
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	512.8	502.6	(10.2)	(2.0)
NG Direct Guarantee	507.0	496.8	(10.2)	(2.0)
Assumed GFI Guarantee	5.8	5.8	(0.1)	(1.7)

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

	End Sept 2005	End Sept 2006	Difference	
			Amount	% Change
Total	4,018.9	3,928.3	(90.6)	(2.3)
Domestic	2,144.5	2,164.4	19.9	0.9
Direct Loans	2,142.2	2,162.1	19.9	0.9
Government Securities	2,113.9	2,141.9	28.0	1.3
Availed by Agencies	28.2	20.1	(8.1)	(28.7)
Assumed Loans	2.3	2.3	0.0	0.0
Foreign	1,874.4	1,763.9	(110.5)	(5.9)
Direct Loans	780.0	662.5	(117.5)	(15.1)
Availed by Agencies	667.7	568.2	(99.5)	(14.9)
Relent to GOCCs	112.3	94.3	(18.0)	(16.0)
Assumed Loans	3.5	1.1	(2.4)	(68.6)
Foreign Denom. Securities	1,090.9	1,100.3	9.4	0.9
US Dollar Bonds/Notes	984.1	973.4	(10.7)	(1.1)
Japanese Yen Bonds	24.8	21.5	(3.3)	(13.3)
Euro Bonds	82.0	105.4	23.4	28.5

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

	End Sept 2005	End Sept 2006	Difference	
			Amount	% Change
Total	596.8	552.7	(44.1)	(7.4)
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	559.6	502.6	(57.0)	(10.2)
NG Direct Guarantee	550.3	496.8	(53.5)	(9.7)
Assumed GFI Guarantee	9.2	5.8	(3.4)	(37.0)