



Funding the Republic

REPUBLIKA NG PILIPINAS
KAGAWARAN NG PANANALAPI
KAWANIHAN NG INGATANG-YAMAN
(BUREAU OF THE TREASURY)
Intramuros, Manila 1002

Press Release

**National Government Debt Recorded at
P7,939 Billion as of end-August 2019**

MANILA, Philippines, 27 September 2019 – The National Government's (NG) outstanding debt reached P7,939.08 billion as of end-August 2019, P135.03 billion or 1.73% higher than the previous month due to peso depreciation and net issuances of both external and domestic loans. Of the total stock, 33.59% were sourced from external markets while 66.41% were borrowed domestically. From the end-2018 level, NG debt has increased by P646.58 billion or 8.9%, while year-over-year (YoY) growth was P835.23 billion or 11.8%.

NG domestic debt amounted to P5,272.30 billion, P21.63 billion or 0.4% higher compared to the end-July 2019 level. For the month, the increment in the level of domestic debt was the combined effect of the net issuance of government securities amounting to P21.0 billion and P0.63 billion impact of peso depreciation¹ on onshore dollar bonds. Since the beginning of the year, domestic debt has increased by P495.44 billion or 10.37%, while YoY increment was P699.37 billion or 15.30%.

NG external debt of P2,666.78 billion was P113.40 billion or 4.4% higher from the previous month. For August, the higher level of external debt was attributed to the effect of local and third-currency fluctuations which increased the value of foreign debt by P63.45 billion and P4.64 billion, respectively. In addition, availment of foreign loans amounted to P45.31 billion for the period. The latter includes the successful issuance of USD855 million (JPY92 billion) worth of multiple tenor Samurai Bonds in the Japanese onshore market. Moreover, external debt has increased by P135.86 billion or 5.4% YoY while adding P151.14 billion or 6.0% from its end-December 2018 level.

Total NG guaranteed obligations increased by P6.46 billion or 1.3% month-on-month to P490.28 billion in August, and P5.31 billion or 1.1% higher than its level a year ago. For the month, the climb in the level of guarantees was due to the net effect of local and third-currency fluctuations that increased the value of external guarantees by P5.73 billion and P3.20 billion, respectively, and net availment of external guarantees amounting to P0.91 billion. This was tempered by the repayment of domestic guarantees amounting to P3.38 billion. From the end-December 2018 level, total NG guaranteed debt increased by P2.69 billion or 0.6%.

###

¹ The peso depreciated against the USD from P50.865 as of end-July 2019 to P52.129 as of end-August 2019.

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

| Particulars | 2018 | | 2019 | | Difference | | | | | |
|-----------------------|------------------|------------------|------------------|------------------|----------------|----------------|----------------|--------------|---------------|--------------|
| | Aug | Dec | Jul | Aug | Aug | Aug/Dec | Aug/Jul | % Change | | |
| | | | | | Y-o-Y | YTD | M-o-M | Aug | Aug/Dec | Aug/Jul |
| TOTAL | 7,103,854 | 7,292,500 | 7,804,053 | 7,939,079 | 835,225 | 646,579 | 135,026 | 11.8% | 8.9% | 1.73% |
| Domestic | 4,572,926 | 4,776,859 | 5,250,668 | 5,272,295 | 699,369 | 495,436 | 21,627 | 15.3% | 10.37% | 0.4% |
| Loans | <u>948</u> | <u>948</u> | <u>948</u> | <u>948</u> | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| Direct Loans | 156 | 156 | 156 | 156 | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| Availed by Agencies | 156 | 156 | 156 | 156 | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| Relent | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | | |
| Assumed Loans | 792 | 792 | 792 | 792 | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| Government Securities | 4,571,978 | 4,775,911 | 5,249,720 | 5,271,347 | 699,369 | 495,436 | 21,627 | 15.3% | 10.4% | 0.4% |
| External | 2,530,928 | 2,515,641 | 2,553,385 | 2,666,784 | 135,856 | 151,143 | 113,399 | 5.4% | 6.0% | 4.4% |
| Loans | <u>939,011</u> | <u>947,261</u> | <u>970,639</u> | <u>1,001,173</u> | 62,162 | 53,912 | 30,534 | 6.6% | 5.7% | 3.1% |
| Direct | <u>939,011</u> | <u>947,261</u> | <u>970,639</u> | <u>1,001,173</u> | 62,162 | 53,912 | 30,534 | 6.6% | 5.7% | 3.1% |
| Availed by Agencies | 913,458 | 922,820 | 948,272 | 977,924 | 64,466 | 55,104 | 29,652 | 7.1% | 6.0% | 3.1% |
| Relent to GOCCs | 25,553 | 24,441 | 22,367 | 23,249 | -2,304 | -1,192 | 882 | -9.0% | -4.9% | 3.9% |
| Assumed Loans | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | | |
| Government Securities | <u>1,591,917</u> | <u>1,568,380</u> | <u>1,582,746</u> | <u>1,665,611</u> | 73,694 | 97,231 | 82,865 | 4.6% | 6.2% | 5.2% |
| US Dollar Bonds/Notes | 1,328,442 | 1,305,785 | 1,262,647 | 1,294,024 | -34,418 | -11,761 | 31,377 | -2.6% | -0.9% | 2.5% |
| Euro Bonds | 0 | 0 | 42,257 | 42,975 | | | 718 | | | 1.7% |
| Japanese Yen Bonds | 122,367 | 121,750 | 118,903 | 170,094 | 47,727 | 48,344 | 51,191 | 39.0% | 39.7% | 43.1% |
| Chinese Yuan Bonds | 11,429 | 11,166 | 29,260 | 28,839 | 17,410 | 17,673 | -421 | | | |
| Peso Global Bonds | 129,679 | 129,679 | 129,679 | 129,679 | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| Forex Rate Used | 53.475 | 52.563 | 50.865 | 52.129 | | | | | | |

Source: DMAD-BTr
Prepared by: SDAD-BTr
24-Sep-19

National Government Outstanding Guaranteed Debt
As of the Period Indicated
(In Million Pesos)

| Particulars | 2018 | | 2019 | | Difference | | | | | |
|-----------------------|----------------|----------------|----------------|----------------|----------------|----------------|---------------|---------------|---------------|--------------|
| | Aug | Dec | Jul | Aug | Aug | Aug/Dec | Aug/Jul | % Change | | |
| | | | | | Y-o-Y | YTD | M-o-M | Aug | Aug/Dec | Aug/Jul |
| TOTAL | 484,968 | 487,586 | 483,813 | 490,278 | 5,310 | 2,692 | 6,465 | 1.1% | 0.6% | 1.3% |
| Domestic | 188,014 | 197,537 | 253,046 | 249,666 | 61,652 | 52,129 | -3,380 | 32.8% | 26.4% | -1.3% |
| NG Direct Guarantee | 187,878 | 197,401 | 252,910 | 249,530 | 61,652 | 52,129 | -3,380 | 32.8% | 26.4% | -1.3% |
| Assumed GFI Guarantee | 136 | 136 | 136 | 136 | 0 | 0 | 0 | 0.0% | 0.0% | 0.0% |
| External | 296,954 | 290,049 | 230,767 | 240,612 | -56,342 | -49,437 | 9,845 | -19.0% | -17.0% | 4.3% |
| NG Direct Guarantee | 292,380 | 285,553 | 226,417 | 236,154 | -56,226 | -49,399 | 9,737 | -19.2% | -17.3% | 4.3% |
| Assumed GFI Guarantee | 4,574 | 4,496 | 4,350 | 4,458 | -116 | -38 | 108 | -2.5% | -0.8% | 2.5% |
| Forex Rate Used | 53.475 | 52.563 | 50.865 | 52.129 | | | | | | |

Source: DMAD-BTr
Prepared by: SDAD-BTr
24-Sep-19