



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
P9,054 Billion as of end-June 2020**

MANILA, Philippines, 29 July 2020 – The National Government’s (NG) outstanding debt stood at P9,054.06 billion as of end-June 2020. For the month, the total debt stock increased by P163.3 billion or 1.8% from its end-May 2020 level primarily due to the net issuance and availment of domestic and external financing. From the end-December 2019 level, the NG debt portfolio has increased by P1,322.77 billion or 17.1%. Of the total outstanding debt stock, 32% were sourced externally while 68% are domestic debt.

NG domestic debt amounted to P6,190.04 billion, P156.00 billion or 2.6% higher compared to the end-May level due to the net issuance of domestic government securities. NG domestic borrowing for the year amounts to P1,675.47 billion as of end-June. Of the total new issuances, P676.85 billion were in Treasury Bills, P387.86 billion were in Treasury Bonds and P310.77 billion in Retail Treasury Bonds (RTBs) issued last February 2020. This also includes the P300.00 billion short-term borrowing from the BSP through a repurchase agreement. On the other hand, gross maturities reached P612.63 billion. To date, domestic debt has increased by P1,062.44 billion or 20.7% since the beginning of the year.

NG external debt of P2,864.02 billion was P7.32 billion or 0.3% higher from the previous month. For June, net availment of external loans amounted to P48.81 billion which was offset by P41.50 billion mainly due to local currency appreciation¹. NG external financing registered an inflow of P413.46 billion for Jan-June 2020 vis-à-vis debt repayment of P113.46 billion. For the period, project loan availment totaled P11.09 billion (USD0.22 billion) while program loans amounted to P216.30 billion (USD4.34 billion) including P53.51 billion (USD1.07 billion) in concessional loans from multilateral creditors in funding geared toward fighting COVID-19. Meanwhile, offshore bond issuances totaled P186.06 billion (USD3.74 billion). From the start of the year, NG external debt has increased by P260.33 billion or 10.0%.

Total NG guaranteed obligations decreased by P5.87 billion or 1.3% month-over-month to P460.01 billion in June. The lower level of guarantees was due to the net redemption of local guarantees amounting to P3.05 billion and currency adjustments which reduced the value of external guarantees by P3.79 billion. Meanwhile, external guarantee availment added P0.97 billion to the total. Since the beginning of the year, NG guarantees has decreased by P28.74 billion or 5.9%.

¹ The peso appreciated to P49.79 against the USD as of end-June 2020 from P50.585 as of end-May 2020.

ANNEX A: Comparative Table of NG Direct and Guaranteed Debt

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

Particulars	2019		2020		Difference					
	Jun	Dec	May	Jun	Jun	Jun/Dec	Jun/May	% Change		
					Y-o-Y	YTD	M-o-M	Jun	Jun/Dec	Jun/May
TOTAL	7,868,634	7,731,290	8,890,744	9,054,064	1,185,430	1,322,774	163,320	15.1%	17.1%	1.8%
Domestic	5,294,830	5,127,600	6,034,036	6,190,040	895,210	1,062,440	156,004	16.9%	20.7%	2.6%
Loans	<u>948</u>	<u>948</u>	<u>300,948</u>	<u>300,948</u>	300,000	300,000	0	31645.6%	31645.6%	0.0%
NG Direct	156	156	300,156	300,156	300,000	300,000	0	192307.7%	192307.7%	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			
BSP Repo Facility	0	0	300,000	300,000	300,000	300,000	0			0.0%
Assumed Loans	792	792	792	792	0	0	0	0.0%	0.0%	0.0%
Government Securities	5,293,882	5,126,652	5,733,088	5,889,092	595,210	762,440	156,004	11.2%	14.9%	2.7%
External	2,573,804	2,603,690	2,856,708	2,864,024	290,220	260,334	7,316	11.3%	10.0%	0.3%
Loans	<u>978,787</u>	<u>979,531</u>	<u>1,137,656</u>	<u>1,168,813</u>	190,026	189,282	31,157	19.4%	19.3%	2.7%
NG Direct	978,787	979,531	1,137,656	1,168,813	190,026	189,282	31,157	19.4%	19.3%	2.7%
Availed by Agencies	955,831	958,284	1,117,155	1,148,893	193,062	190,609	31,738	20.2%	19.9%	2.8%
Relent to GOCCs	22,956	21,247	20,501	19,920	-3,036	-1,327	-581	-13.2%	-6.2%	-2.8%
Assumed Loans	0	0	0	0	0	0	0			
Government Securities	1,595,017	1,624,159	1,719,052	1,695,211	100,194	71,052	-23,841	6.3%	4.4%	-1.4%
US Dollar Bonds/Notes	1,271,782	1,261,083	1,335,988	1,314,991	43,209	53,908	-20,997	3.4%	4.3%	-1.6%
Euro Bonds	43,654	42,735	109,649	109,072	65,418	66,337	-577			-0.5%
Japanese Yen Bonds	120,349	161,771	115,660	113,561	-6,788	-48,210	-2,099	-5.6%	-29.8%	-1.8%
Chinese Yuan Bonds	29,553	28,891	28,076	27,908	-1,645	-983	-168			-0.6%
Peso Global Bonds	129,679	129,679	129,679	129,679	0	0	0	0.0%	0.0%	0.0%
<i>Forex Rate Used</i>	51.233	50.802	50.585	49.790						

Source: DMAD-BTr
Prepared by: SDAD-BTr
23-Jul-20

National Government Outstanding Guaranteed Debt

As of the Period Indicated
(In Million Pesos)

Particulars	2019		2020		Difference					
	Jun	Dec	May	Jun	Jun	Jun/Dec	Jun/May	% Change		
					Y-o-Y	YTD	M-o-M	Jun	Jun/Dec	Jun/May
TOTAL	486,597	488,746	465,877	460,008	-26,589	-28,738	-5,869	-5.5%	-5.9%	-1.3%
Domestic	253,364	260,764	240,800	237,748	-15,616	-23,016	-3,052	-6.2%	-8.8%	-1.3%
NG Direct Guarantee	253,228	260,628	240,664	237,612	-15,616	-23,016	-3,052	-6.2%	-8.8%	-1.3%
Assumed GFI Guarantee	136	136	136	136	0	0	0	0.0%	0.0%	0.0%
External	233,233	227,982	225,077	222,260	-10,973	-5,722	-2,817	-4.7%	-2.5%	-1.3%
NG Direct Guarantee	228,851	223,637	220,751	218,002	-10,849	-5,635	-2,749	-4.7%	-2.5%	-1.2%
Assumed GFI Guarantee	4,382	4,345	4,326	4,258	-124	-87	-68	-2.8%	-2.0%	-1.6%
<i>Forex Rate Used</i>	51.233	50.802	50.585	49.790						

Source: DMAD-BTr
Prepared by: SDAD-BTr
23-Jul-20

ANNEX B: National Government Program Loan Availment

Program Loans Availment

January to June 2020

(In Billion Pesos)

	Jan	Feb	Mar	Apr	May	Jun	Total
<u>TOTAL</u>	<u>61.05</u>	<u>5.08</u>	<u>6.59</u>	<u>90.07</u>	<u>-</u>	<u>53.51</u>	<u>216.30</u>
ADB	40.72	-	6.59	54.73	-	28.48	130.52
Facilitating Youth School-to-Work Transition Program Subprogram 2	20.39	-	-	-	-	-	20.39
Local Governance Reform Sector Development Program, Subprogram 1	15.25	-	-	-	-	-	15.25
Emergency Assistance for Reconstruction and Development for Greater Marawi	-	-	6.59	3.95	-	-	10.54
Social Protection Support Project - additional financing	5.08	-	-	-	-	2.99	8.08
COVID-19 Active Response & Expenditure Support Program (CARES)	-	-	-	50.78	-	25.49	76.27
IBRD	20.33	5.08	-	35.34	-	25.03	85.78
IBRD- Promoting Competitiveness and Enhancing Resilience to Natural Disasters Progr	20.33	-	-	-	-	-	20.33
COVID-19 Active Response & Expenditure Support Program (CARES)	-	-	-	25.23	-	-	25.23
IBRD- Phil. Social Welfare Development and Reform Project	-	5.08	-	10.11	-	-	15.19
IBRD- Emergency COVID Response Loan	-	-	-	-	-	25.03	25.03

Source: Preliminary Financing (COR June 2020)

Prepared by RS-SDAD

7/23/2020