



1. TOTAL PUBLIC DEBT

Total public Disbursed Outstanding Debt (DOD) was SAT1,126.1millions (m), increased by 3.1% and 10.9% compared to March 2015 and June 2014 quarters respectively. Continuous disbursements for ongoing loan funded programs coupled with the depreciation of the Tala against the major loan currencies (CNY, USD, JPY, and SDR) compared to previous quarters exchange rates contributed to the increases.

Debt to GDP ratio was 57.6%, with 55.2% to external debt and 2.4% to domestic debt.

Cost of existing debt is average interest rate of 2%.

Refinancing risk is lower in the portfolio, longer ATM of 11years, due to longer maturity external debt.

Interest rate risk exposure is minimal, 100% of the debt portfolio is on fixed interest rate. Total debt with interest rate re-fix in 1year is about 4.1%.

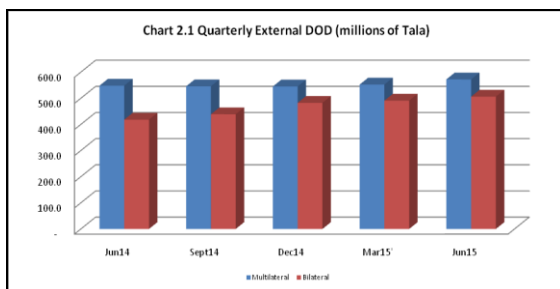
Foreign currency risk remains high at 95.7% and no domestic debt is denominated in foreign currency. The foreign currency debt maturing in 1yr is about 14% of foreign reserves available at end of the period.

Risk Indicators		External Debt	Domestic Debt	Total Debt
Amount (in millions of SAT)		1,078.2	47.9	1,126.1
Nominal debt as % GDP		55.2%	2.4%	57.6%
Cost of debt	Av. IR (%)	1.3%	8.6%	2.0%
Refinancing risk	ATM (years)	11.2	3.5	10.9
	Debt maturing in 1yr (% of total)	3.4%	17.9%	4.1%
Interest rate risk	ATR (years)	11.2	3.5	10.9
	Debt refixing in 1yr (% of total)	3.4%	17.9%	4.1%
FX risk	Fixed rate debt (% of total)	100%	100%	100%
	FX debt (% of total debt)	100%	-	95.7%
	ST FX debt (% of reserves)	14%	-	14%

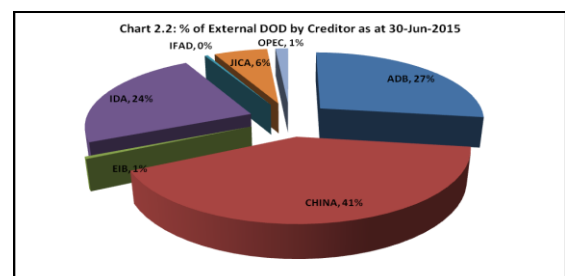
Note: Av.IR - Average Interest Rate, ATM - Average Time To Maturity, ATR - Average Time to Refixing, FX - Foreign Currency, ST - Short Term

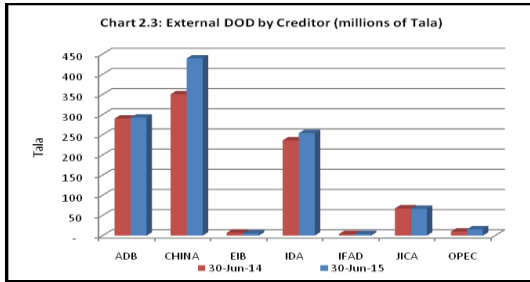
2. PUBLIC EXTERNAL DEBT

Public external debt outstanding was SAT1,078.2m, approximately 53% (SAT572.1m) and 47% (SAT506.1m) from multilateral creditors to bilateral creditors. The external debt increased by 3.4% and 11.6% compared to the respective quarters, March 2015 and June 2014. No new external borrowing contracted during the quarter.

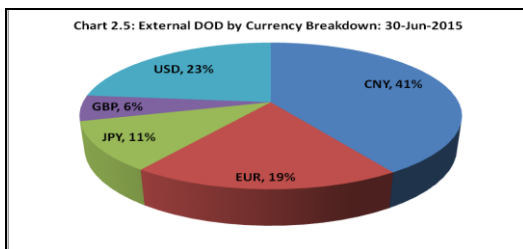
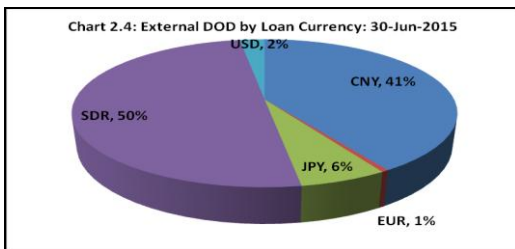


2.1 Creditors Composition (Chart 2.2) shows that the EXIM Bank of China (41%), ADB (27%) and IDA (24%) are the main external debt creditors. The comparative proportion for each creditor to June 2014 (Chart 2.3) shows notable increase in EXIM Bank of China proportion of the portfolio, while other creditors shares of the portfolio remain relatively stable.

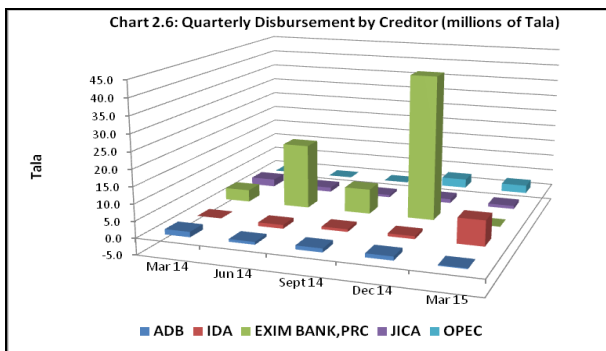




2.2 Currency Composition of the external debt shows that SDR¹ (50%) is the main loan currency (Chart 2.4), whereas the currency breakdown shows that CNY (41%) is the main foreign currency in the portfolio (Chart 2.5).



2.3 Disbursements total of SAT6.6m was recorded for the quarter. Approximately SAT4.7m was disbursed from IDA for the Post Tsunami Reconstruction and Agriculture Competitive and Enhancement projects, SAT1.9m from JICA and ADB for Power Sector Expansion project (Chart 2.6).

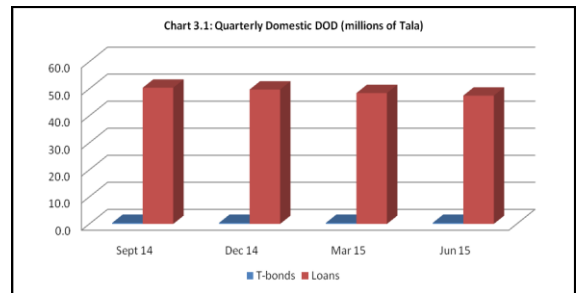


3. PUBLIC DOMESTIC DEBT

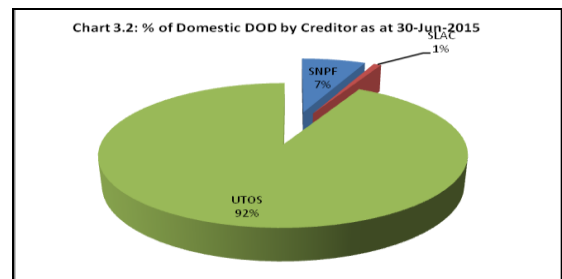
Public domestic debt outstanding at the end of the quarter was SAT47.9m, decreased by 1.9% and 2.7%

¹ Special Drawing Rights - USD 41.9%, Euro-37.4%, GBP-11.3%, JPY-9.4%

when compared to March 2015 and June 2014 quarters respectively. Composition of domestic debt by instrument is about 99% (SAT47.5m) government loans and 1% (0.4m) Government bonds (Chart 3.1).



3.1 Creditors Composition of the domestic debt portfolio (Chart 3.2) shows that UTOS (92%) is the main creditor, SNPF (7%), and SLAC (1%) and also holder of outstanding Government bonds.

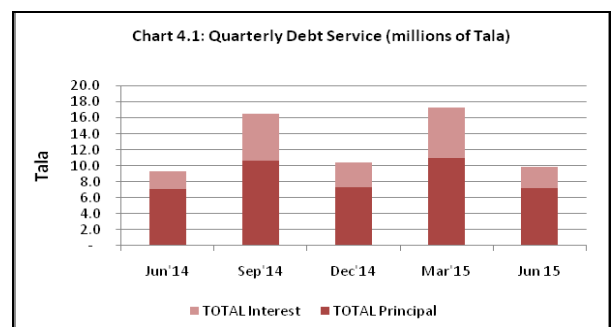


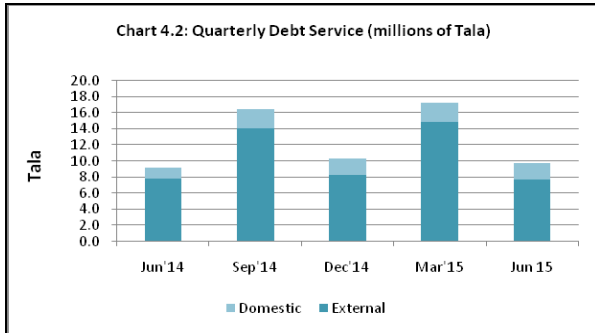
3.2 Currency composition of the domestic debt is 100% denominated in Samoa Tala.

3.3 No disbursements in the domestic debt portfolio during the quarter.

4. TOTAL DEBT SERVICE

Total debt service for the quarter was SAT9.8m, principal repayment of SAT7.2m and interest payment of SAT2.6m. The total amount for the quarter decreased by 43.3% when compared to previous quarter March 2015, but increased by 6% when compared to payments in June 2014 quarter. External debt service was SAT7.8m and domestic debt service was SAT2.0m.





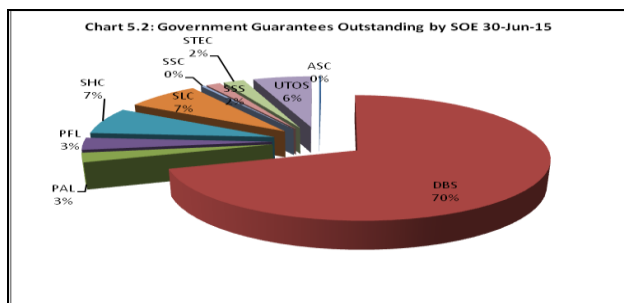
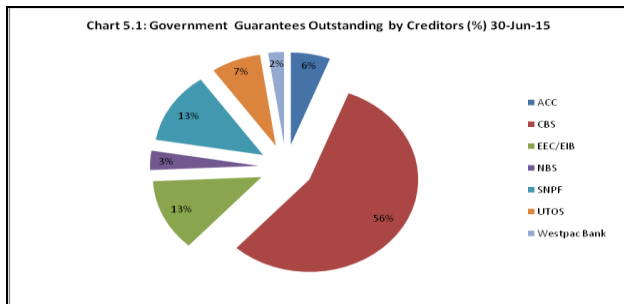
5. GOVERNMENT GUARANTEES AND ON-LENDING

The outstanding Government onlending to its SOEs was SAT192m, decreased by 2.9% and 2.3% compared to the respective quarters March 2015 and June 2014.

Total Government guarantees issued and outstanding was SAT174.0million, decreased by 2.0% compared to March 2015 quarter but increased by 10.6% compared to June 2014 quarter.

The CBS (56%), EIB (13%), SNPF (13%) are the main creditors of Government guarantees (Chart 5.1).

The DBS (70%) is the SOE with most of the government guarantees issued and outstanding at end of the period (Chart 5.2).



6. DEBT STATISTICS

Table 6.1: Summary of Debt Ratio

Particulars	30-Jun-14	31-Mar-15	30-Jun-15	Qtrly change	YTD change
Total Public Debt (SAT)	1,015.5	1,092.0	1,126.1	3.1%	10.9%
External Debt	966.2	1,043.2	1,078.2	3.4%	11.6%
Domestic Debt	49.2	48.8	47.9	-1.9%	-2.7%
Total Public Debt to GDP (%)	54.5%	56.2%	57.6%	2.5%	5.7%
External Debt to GDP	51.9%	53.7%	55.2%	2.7%	6.3%
Domestic Debt to GDP	2.6%	2.5%	2.4%	-2.6%	-7.3%
Total Debt Service (SAT)	9.2	17.3	9.8	-43.3%	6.0%
External	7.9	14.9	7.7	-48.0%	-1.9%
Domestic	1.3	2.4	2.0	-13.3%	52.5%
Principal	7.1	11.0	7.1	-34.9%	1.2%
Interest	2.2	6.3	2.6	-57.9%	21.6%
External Debt by Creditor(SAT)					
Multilateral	548.1	545.2	572.1	30.2%	43.1%
ADB	290.4	286.6	292.5	2.0%	0.7%
EIB	7.2	5.9	5.7	-2.2%	-20.2%
IDA	236.4	235.8	254.1	7.8%	7.5%
IFAD	4.0	3.9	4.0	1.4%	-0.7%
OPEC	10.2	13.1	15.8	21.2%	55.8%
Bilateral	418.1	482.5	506.1	12.3%	24.1%
EXIM Bank (China)	350.6	420.6	439.4	4.5%	25.3%
JICA	67.6	61.9	66.7	7.9%	-1.2%
Domestic Debt by Creditor(SAT)					
SLAC	0.4	0.4	0.4	0.0%	0.0%
SNPF	4.0	3.4	3.3	-3.2%	-17.5%
UTOS	44.9	45.0	44.2	-1.9%	-1.5%
External Debt by Loan Currency (SAT)					
% in CNY	36%	41%	41%	0%	13%
% in SDR	54%	50%	50%	0%	-7%
% in USD	2%	3%	2%	-2%	17%
% EURO	1%	1%	1%	-2%	-28%
% JPY	7%	6%	6%	1%	-12%
Government Guarantees (SAT)	154.2	174.0	170.5	-2.0%	10.6%
Government On-lending (SAT)	198.1	196.9	192.3	-2.3%	-2.9%

Table 6.2: Terms of Government Borrowings

Creditor	Interest rate %	Commitment fees (c)/ service fees (s/)	Grace Period (GP)	Maturity (including GP)
ADB	1% during GP & 1.5% thereafter p.a./fixed	-	8yrs	32yrs
EIB	0.75% average p.a./fixed	-	10yrs	40yrs
IDA	0.75% p.a./fixed	-	10yrs	40yrs
IFAD	1% p.a./fixed	-	10yrs	50yrs
JICA	0.45% p.a./fixed	0.1% (c) p.a.	10yrs	30yrs
OPEC	3.2% average p.a./fixed	1% (s) p.a.	5yrs	20yrs
PRC EximBank	2% p.a./fixed	0.67% av.(c)/0.67% av.(m)	5yrs	20yrs
SLAC	7.25% average p.a./fixed	-	12.5yrs	12.5yrs
SNPF	10% average p.a./fixed	-	1yr	20yrs
UTOS	8.2% average p.a./fixed	-	1yr	7.7yrs

Sources: Ministry of Finance, Samoa Bureau of Statistics, Central Bank of Samoa
Prepared by Aid Coordination & Debt Management Division