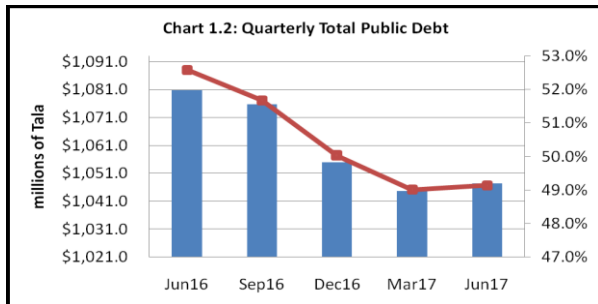
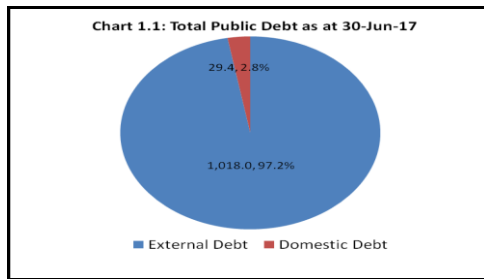


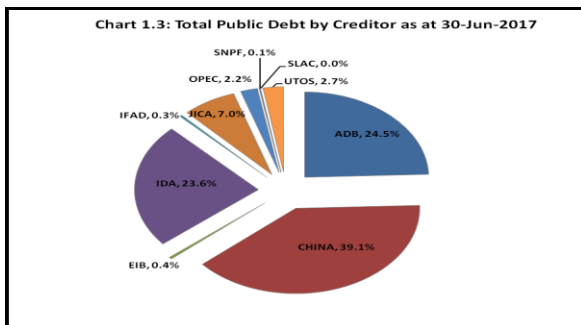


1. TOTAL PUBLIC DEBT

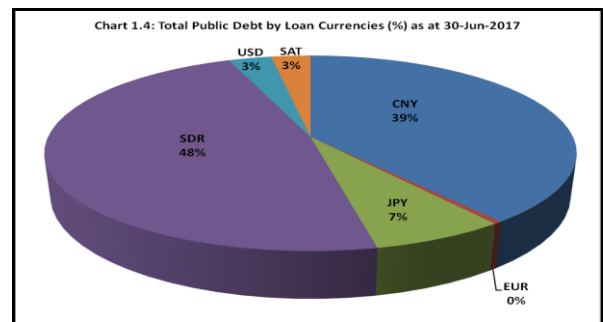
1.1 Total public debt as at end of June 2017 was SAT1,047.3 million, equivalent to 49.1% of GDP¹, with public external debt of SAT 1,018.0 million and public domestic debt of SAT 29.4 million. The total public debt increased by 0.3% compared to March 2017 quarter, and decreased by 3.1% compared to June 2016 quarter.



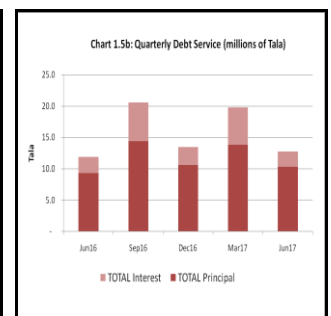
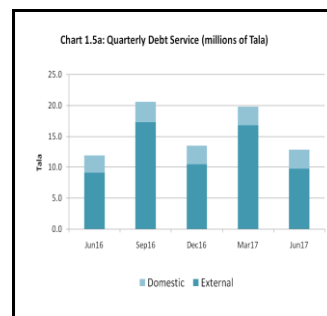
1.2 Creditors Composition of Total Public debt at the end of June 2017 (Chart 1.3) shows that EXIM Bank of PRC has the highest share of the total debt portfolio at 39.1%, ADB- 24.5%, IDA- 23.6%, JICA- 7.0%, UTOS- 2.7%, OPEC- 2.2% and the other creditors with less than 1%.



1.3 Loan Currency Composition: (Chart 1.4) shows that SDR (48%) and CNY (39%) are the main loan currencies in the portfolio. The total public debt portfolio at the end of the quarter was 97.2% denominated in foreign currency and 2.8% denominated in Tala.



1.4 Total Debt Service for June 2017 quarter was SAT12.8million (external debt service SAT9.8m/domestic debt service SAT3.0m). The total debt service for the quarter decreased by 35.4% compared to March 2017 quarter, and increased by 7.4% compared to June 2016 quarter.

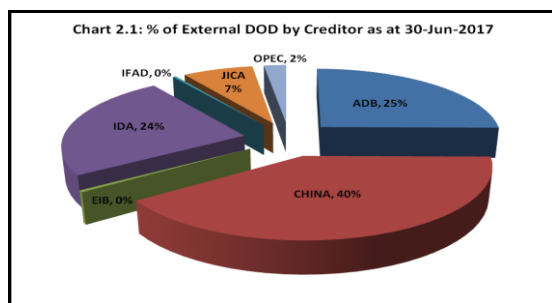


2. PUBLIC EXTERNAL DEBT

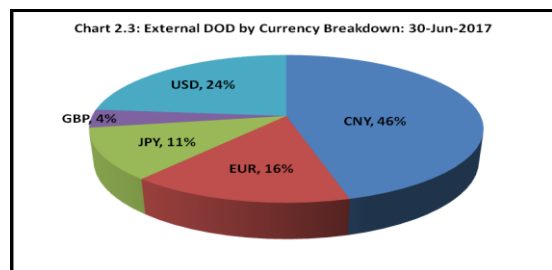
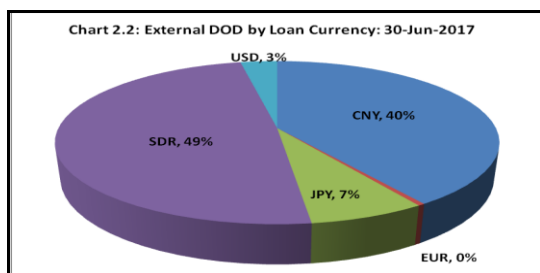
2.0 Total public external debt outstanding at the end of June 2017 was SAT 1,018.0 million (53% multilateral creditors and 47% bilateral creditors). The outstanding amount increased by 0.5% and decreased by 2.3% when compared to March 2017 quarter and June 2016 quarter respectively. There was no new public external borrowing contracted during the quarter.

¹ Provisional: GDP figures March 2017

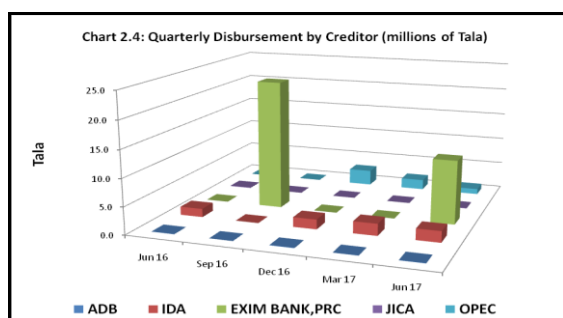
2.1 Creditors Composition of the public external debt portfolio (Chart 2.1) shows that the EXIM bank of China (40%), ADB (25%) and IDA (24%) were the main creditors in the external debt portfolio.



2.2 Currency Composition of the public external debt at the end of June 2017 shows that SDR² (49%) was the main loan currency (Chart 2.2). The breakdown of the SDR (Chart 2.3) shows that CNY (46%) was the main foreign currency in the portfolio, then USD (24%) and EUR (16%) at the end of the quarter.



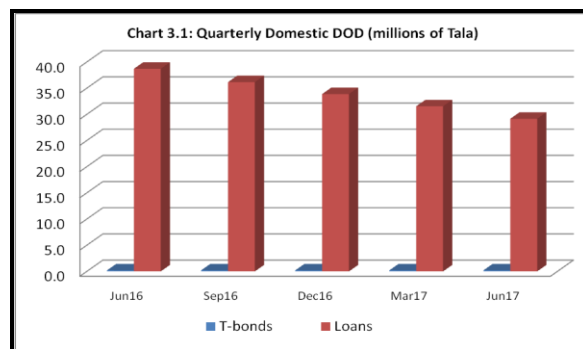
2.3 Total Disbursements for public external debt during the quarter was SAT14.8 million, of which pertained to the EXIM Bank of China-Faleolo Airport Upgrade, IDA-SACEP, OPEC-Petroleum, JICA-EPC PSEP and ADB-EPC PSEP (Chart 2.4).



² Special Drawing Rights - USD 41.73%, Euro-30.93%, CNY 10.92%, JPY-8.33% and GBP-8.09%

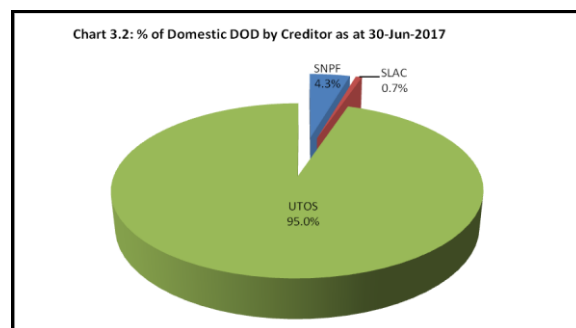
3. PUBLIC DOMESTIC DEBT

3.0 Public domestic debt outstanding at the end of June 2017 quarter was SAT29.4 million, decreased by 7.5% and 24.5% when compared to March 2017 and June 2016 quarters respectively. The composition of public domestic debt by instrument was 99.3% (SAT29.2 million) Government loans and 0.7% (SAT0.2 million) Government bonds (Chart 3.1). There was no new public domestic borrowing contracted during the quarter.



3.1 Creditors Composition of the public domestic debt portfolio at the end of June 2017 (Chart 3.2) shows that UTOS (95.0%) was the main creditor, SNPF (4.3%), and SLAC (0.7%), also the holder of the outstanding Government T-bond.

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



5. GOVERNMENT GUARANTEES AND ON-LENDING

The total Government onlending outstanding at the end of June 2017 was SAT149.9 million, decreased by 2.7% and 18.8% when compared to March 2017 and June 2016 quarters respectively. The Government on-lent to DBS (2.0%), SSCC (4.9%), UTOS (4.5%) and EPC (88.6%).

The total Government guarantees outstanding at end of June 2017 was SAT 173.2 million, decreased by 1.5% and 3.8% when compared to March 2017 and June 2017 quarters respectively. The composition of outstanding Government guarantees is depicted in Chart 5.1 and Chart 5.2.

Chart 5.1: Government Guarantees Outstanding by Creditors (%) 30-Jun-17

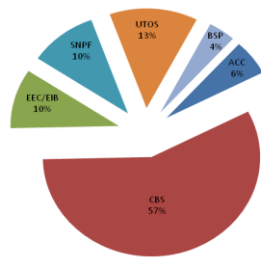
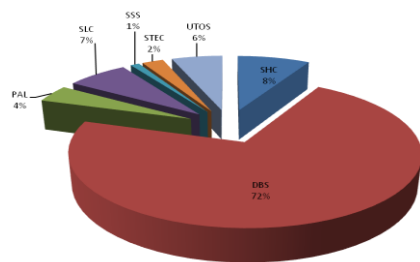


Chart 5.2: Government Guarantees Outstanding by SOE (%) 30-Jun-17



5. COST AND RISK INDICATORS

Table 1.1: Cost and Risk Indicators for Total Public Debt 30 June 2017

Risk Indicators	External Debt	Domestic Debt	Total Debt
Amount (in millions of SAT)	1,018.0	29.4	1,047.3
Nominal debt as % GDP	47.8%	1.4%	49.1%
Cost of debt			
Av. IR (%)	1.3%	9.0%	2.0%
Refinancing risk			
ATM (years)	10.3	2.5	10.1
Debt maturing in 1yr (% of total)	4.9%	32.8%	5.7%
Interest rate risk			
ATR (years)	10.3	2.5	10.1
Debt refixing in 1yr (% of total)	4.9%	32.8%	5.7%
Fixed rate debt (% of total)	100%	100%	100%
FX risk			
FX debt (% of total debt)	100%	-	97.2%
ST FX debt (% of reserves)	19.6%	-	19.6%

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

Cost of the existing debt is the average interest rate of 2% per annum, mainly driven by highly concessional interest external borrowing from multilateral banks.

Refinancing risk is lower in the portfolio, with longer ATM at 10.1 years and 5.7% of the total debt to mature in 1 year.

Interest rate risk exposures is minimal as the total debt portfolio is on fixed interest rate. Total debt with interest rate to re-fix in 1 year is about 5.7% and longer ATR is 10.1 years.

Foreign currency risk is the main risk in the portfolio, with 97.2% of the total public debt portfolio denominated in foreign currency. Short term foreign currency denominated debt-matured in 1 year is about 19.6% of foreign reserves at the end of the period.

6. Debt Statistics

Table 6.1: Summary of Debt Ratio

Particulars	30-Jun-16	31-Mar-17	30-Jun-17	Qtrly change	YTD change
Total Public Debt (SAT)	1,080.8	1,044.5	1,047.3	0.3%	-3.1%
External Debt	1,041.8	1,012.8	1,018.0	0.5%	-2.3%
Domestic Debt	38.9	31.7	29.4	-7.5%	-24.5%
Total Public Debt to GDP (%)	52.6%	49.0%	49.1%	0.3%	-6.5%
External Debt to GDP	50.7%	47.5%	47.8%	0.5%	-5.8%
Domestic Debt to GDP	1.9%	1.5%	1.4%	-7.5%	-27.2%
Total Debt Service (SAT)	11.9	19.8	12.8	-35.4%	7.4%
External	9.1	16.8	9.8	-41.7%	7.2%
Domestic	2.8	3.0	3.0	-0.2%	7.8%
Principal	9.3	13.9	10.3	-25.5%	10.9%
Interest	2.6	5.9	2.5	-58.4%	-5.2%
External Debt by Creditor(SAT)					
Multilateral	546.9	539.7	534.5	-5.5%	-7.7%
ADB	270.2	261.5	256.1	-2.1%	-5.2%
EIB	4.8	4.4	4.3	-0.8%	-9.9%
IDA	247.5	246.4	247.4	0.4%	0.0%
IFAD	3.6	3.5	3.5	0.0%	-4.7%
OPEC	20.7	23.9	23.2	-3.0%	12.1%
Bilateral	495.0	473.1	483.5	1.2%	-10.5%
EXIM Bank (China)	413.7	398.3	410.0	2.9%	-0.9%
JICA	81.3	74.8	73.5	-1.7%	-9.6%
Domestic Debt by Creditor(SAT)					
SLAC	0.2	0.2	0.2	0.0%	0.0%
SNPF	2.3	1.5	1.3	-16.8%	-43.7%
UTOS	36.4	30.0	27.9	-7.1%	-23.5%
External Debt by Loan Currency (SAT)					
% in CNY	40%	39%	40%	2.4%	1.4%
% in SDR	49%	50%	49%	-1.4%	-0.3%
% in USD	3%	3%	3%	-3.1%	7.4%
% EURO	0%	0%	0%	-1.3%	-7.8%
% JPY	8%	7%	7%	-2.2%	-7.5%
Government Guarantees (SAT)	180.0	175.7	173.2	-1.5%	-3.8%
Government On-lending (SAT)	184.6	154.1	149.9	-2.7%	-18.8%

Table 6.2: Terms of Government Borrowings

Creditor	Interest rate %	Commitment fees (c)/ service fees (s)/ management fee (m)	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	-	14yrs	15yrs
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