



1. TOTAL PUBLIC DEBT

Total public debt at end March 2016 was SAT 1, 115.9 million, decreased by 0.8% compared to December 2015 quarter, but increased by 2.2% compared to March 2015 quarter. Total outstanding amount consisted of SAT 1, 075.2 million public external debt and SAT 40.8 million public domestic debt.

Total public debt to GDP¹ ratio was 56.3%, with 54.2% to public external debt and 2.1% to public domestic debt.

Cost of total public debt is average interest rate of 2.1%.

Refinancing risk and **interest rate risk** are minimal, whereas the **foreign currency risk** remains high and the main risk in the public debt portfolio.

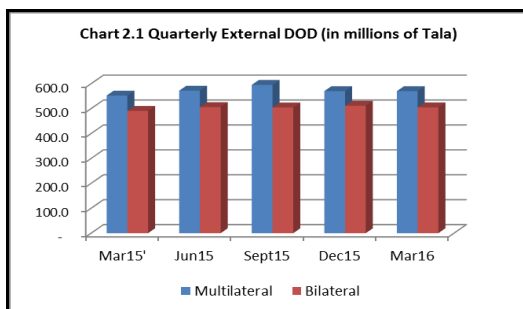
The cost and risks for the total public debt are driven mainly by the concessional borrowings in the public external debt portfolio. i.e. longer ATM and ATR of 11.8years; and 4.1% of total public debt is matured and refix in 1 years.

Risk Indicators		External Debt	Domestic Debt	Total Debt
Amount (in millions of SAT)		1,075.2	40.8	1,115.9
Nominal debt as % GDP		54.2%	2.1%	56.3%
Cost of debt	Av. IR (%)	1.3%	8.2%	2.1%
	ATM (years)	12.1	3.4	11.8
Refinancing risk	Debt maturing in 1yr (% of total)	3.6%	21.7%	4.2%
	ATR (years)	12.1	3.4	11.8
Interest rate risk	Debt refixing in 1yr (% of total)	3.6%	21.7%	4.2%
	Fixed rate debt (% of total)	100%	100%	100%
FX risk	FX debt (% of total debt)	100%	-	96.3%
	ST FX debt (% of reserves)	17%	-	17%

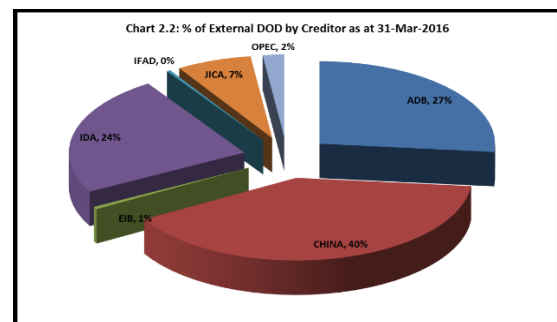
Note: Av.IR - Average Interest Rate, ATM - Average Time To Maturity, ATR - Average Time to Refixing, FX - Foreign Currency, ST - Short Term

2. PUBLIC EXTERNAL DEBT

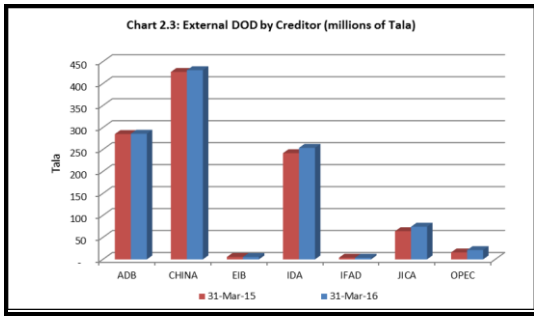
Total public external debt outstanding was SAT 1, 075.2 million, approximately 53% (SAT 570.2 million) from multilateral creditors and 47% (SAT 505.0 million) from bilateral creditors. The outstanding amount decreased by 0.6% compared to December 2015 quarter, but increased by 3.1% compared to March 2015 quarter. No new public external borrowing contracted during the quarter.



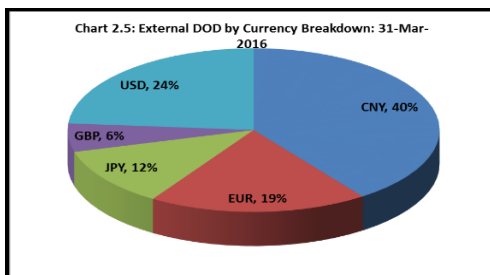
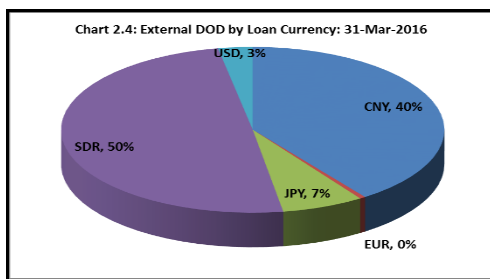
2.1 Creditors Composition (Chart 2.2) shows that the EXIM Bank of China (40%), ADB (27%) and IDA (24%) are the main creditors in the public external debt portfolio. The comparative proportion for each creditor to March 2015 quarter (Chart 2.3) shows increases in proportions of public external debt outstanding with EXIM Bank of China, ADB, IDA, JICA and OPEC.



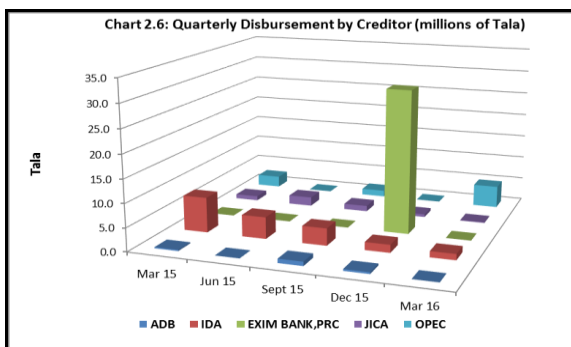
¹ Provisional – figures at end Dec15 quarter used as the Mar16 quarter data were not available at time of this publication.



2.2 Currency Composition of the public external debt shows that the SDR² (50%) is the main loan currency (Chart 2.4). The breakdown of SDR² to its source currencies (Chart 2.5) shows that CNY (40%) is the main foreign currency in the portfolio, followed by USD (24%) and Euro (19%).

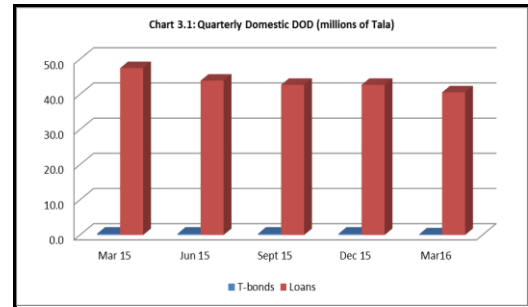


2.3 Total disbursements for public external debt during the quarter was SAT 6.2 million. About SAT 4.8 million disbursed for the OPEC funded petroleum tanks rehabilitation project, SAT 1.3 million from IDA for SACEP, and the rest from ADB and JICA for the PSEP (Chart 2.6).



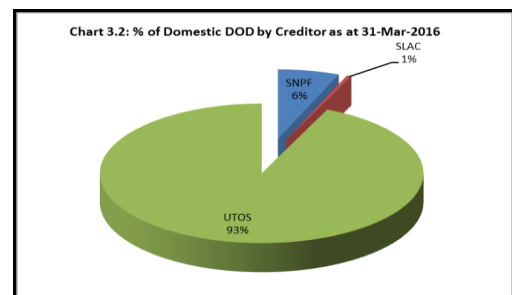
3. PUBLIC DOMESTIC DEBT

Total public domestic debt outstanding was SAT 40.8 million, decreased by 5.4% and 16.5% when compared to December 2015 and March 2015 quarters respectively. The composition of public domestic debt by instrument is about 99% (SAT 40.6 million) Government loans and 1% (SAT 0.2 million) T-bonds (Chart 3.1). One T-bond valued SAT 0.2 million matured during the quarter. No new public domestic borrowing contracted during the quarter.



3.1 Creditors Composition of the public domestic debt portfolio (Chart 3.2) shows that UTOS (93%) is the main creditor, SNPF (6%), and SLAC (1%) and also holder of outstanding T-bond.

3.2 Currency composition of the domestic debt is 100% denominated in Samoan Tala (SAT).



4. TOTAL DEBT SERVICE

Total public debt service for the quarter was SAT 21.1 million (principal-SAT 14.7 million and interest- SAT 6.4 million) increased by 85.8% and 22.5% compared to December 2015 and March 2015 quarters respectively. Public external debt service was SAT 17.9 million and public domestic debt service was SAT 3.2 million. Large proportion of total public debt service are due and paid in March and September quarter every year (Chart 4.1 and Chart 4.2).

² Special Drawing Rights - USD 41.9%, Euro-37.4%, GBP-11.3%, JPY-9.4%

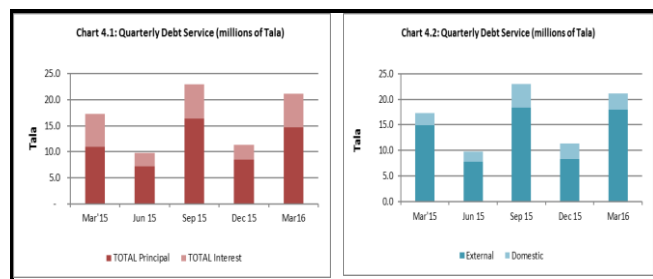
6. DEBT STATISTICS

Particulars	31-Mar-15	31-Dec-15	31-Mar-16	Qtrly change	YTD change
Total Public Debt (SAT)	1,092.0	1,124.8	1,115.9	-0.8%	2.2%
External Debt	1,043.2	1,081.7	1,075.2	-0.6%	3.1%
Domestic Debt	48.8	43.1	40.8	-5.4%	-16.5%
Total Public Debt to GDP (%)	56.2%	56.7%	56.3%	-0.8%	0.1%
External Debt to GDP	53.7%	54.6%	54.2%	-0.6%	1.0%
Domestic Debt to GDP	2.5%	2.2%	2.1%	-5.4%	-18.2%
Total Debt Service (SAT)	17.3	11.4	21.1	85.8%	22.5%
External	14.9	8.4	17.9	114.3%	20.1%
Domestic	2.4	3.0	3.2	7.0%	37.5%
Principal	11.0	8.5	14.7	73.2%	33.9%
Interest	6.3	2.9	6.4	122.6%	2.5%
External Debt by Creditor(SAT)					
Multilateral	552.3	570.1	570.2	24.0%	35.5%
ADB	285.3	287.5	285.9	-0.6%	0.2%
EIB	5.6	5.4	5.5	2.1%	-2.7%
IDA	241.7	256.5	253.8	-1.1%	5.0%
IFAD	3.8	3.9	3.8	-2.3%	-0.9%
OPEC	15.9	16.9	21.2	25.8%	33.9%
Bilateral	490.9	511.5	505.0	3.3%	16.9%
EXIM Bank (China)	426.6	441.1	430.5	-2.4%	0.9%
JICA	64.2	70.4	74.5	5.7%	15.9%
Domestic Debt by Creditor(SAT)					
SLAC	0.4	0.4	0.2	-50.0%	-50.0%
SNPF	3.4	2.7	2.5	-8.3%	-25.7%
UTOS	45.0	40.0	38.1	-4.8%	-15.5%
External Debt by Loan Currency (SAT)					
% in CNY	41%	41%	40%	-2%	0%
% in SDR	50%	50%	50%	0%	0%
% in USD	3%	3%	3%	14%	1%
% EURO	1%	0%	0%	3%	-8%
% JPY	6%	7%	7%	6%	6%
Government Guarantees (SAT)	174.0	176.8	177.2	0.2%	2%
Government On-lending (SAT)	196.9	190.6	186.7	-2.0%	-5.2%

Note: GDP and Government Guarantees figures are provisional as data for the quarter were not available at time of publication.

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



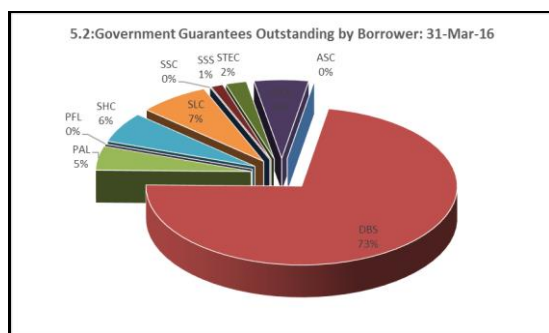
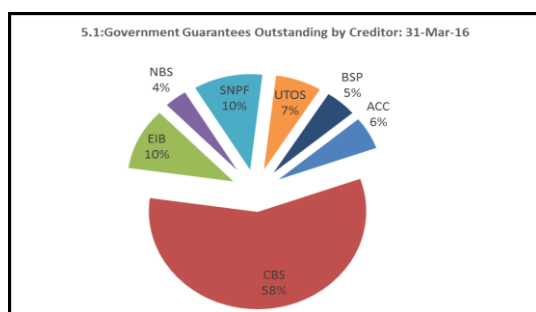
5. GOVERNMENT GUARANTEES AND ON-LENDING

The total Government onlending outstanding to some of its SOEs was SAT 186.7 million, decreased by 5.2% and 2% compared to tMarch 2015 and December 2015 quarters respectively.

The total Government guarantees outstanding was SAT 177.2 million, increased by 2% and 0.2% compared to March 2015 and December 2015 quarters respectively.

The CBS (58%), EIB (10%), SNPF (10%) are the main creditors of Government guarantees (Chart 5.1).

The DBS (73%) is the SOE with most of the Government guarantees outstanding at end of the period (Chart 5.2).



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