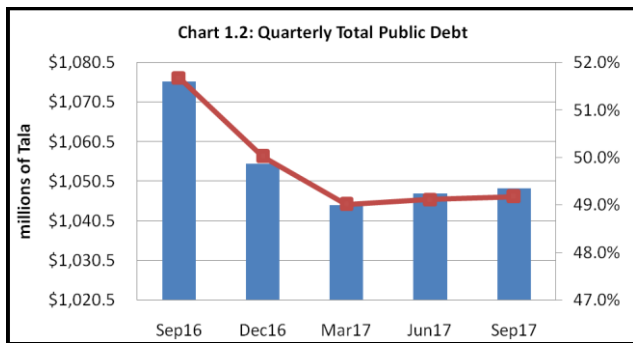
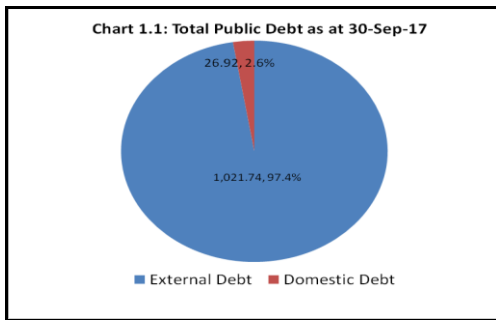


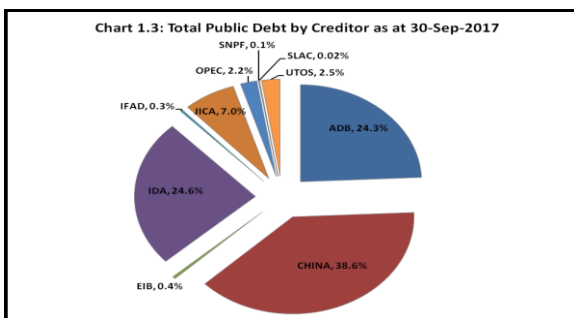


1. TOTAL PUBLIC DEBT

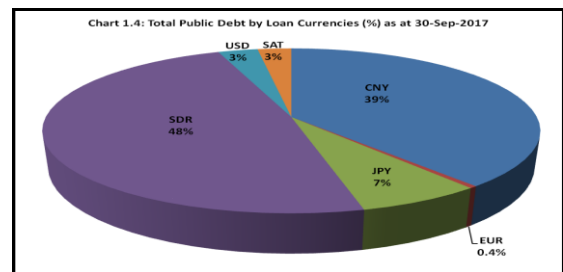
1.1 Total public debt as at end of September 2017 was SAT1,048.7 million, equivalent to 49.2% of GDP, with public external debt of SAT 1,021.74 million and public domestic debt of SAT 26.9 million. The total public debt increased by 0.1% compared to June 2017 quarter, and decreased by 2.5% compared to September 2016 quarter.



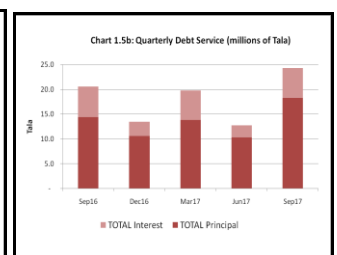
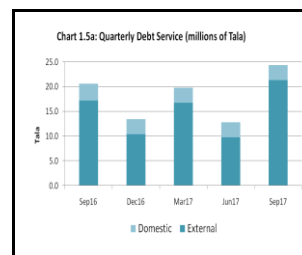
1.2 Creditors Composition of total public debt at the end of September 2017 (Chart 1.3) shows that EXIM Bank of PRC has the highest share of the total debt portfolio at 38.6%, IDA- 24.6%, ADB- 24.3%, JICA- 7.0%, UTOS- 2.5%, OPEC- 2.2% and the other creditors with less than 1%.



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 97.4% denominated in foreign currency and 2.6% denominated in Tala.



1.4 Total Debt Service for September 2017 quarter was SAT 24.3million (external debt service SAT21.3m/domestic debt service SAT3.0m). The total debt service for the quarter increased by 90.2% compared to June 2017 quarter and by 18.2% compared to September 2016 quarter.

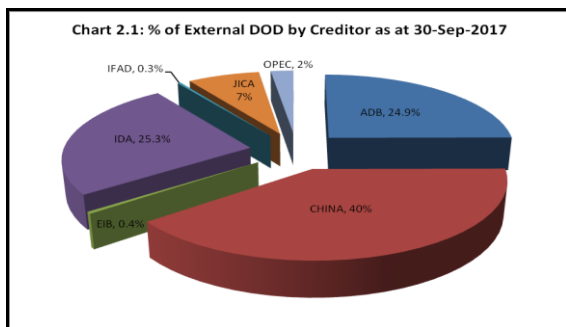


2. PUBLIC EXTERNAL DEBT

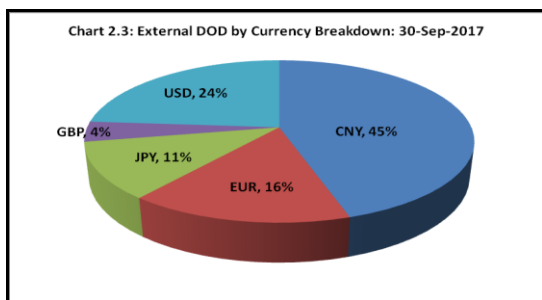
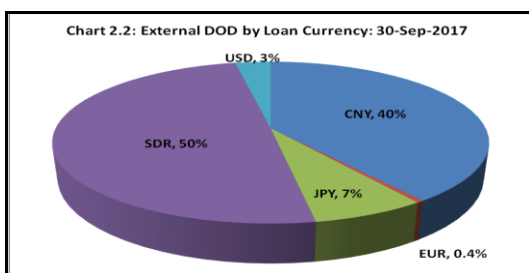
2.0 Total public external debt outstanding at the end of September 2017 was SAT 1,021.74 million (53% multilateral creditors and 47% bilateral creditors). The outstanding amount increased by 0.4% and decreased by 1.7% when compared to June 2017 quarter and September 2016 quarter respectively.

There was one new external borrowing contracted and disbursed from IDA during the quarter, amounting to SDR 3.6million. Terms of the new borrowing are: interest rate- 0.75% p.a, 40years maturity including 10years grace period. Also one loan with ADB was fully repaid during the quarter.

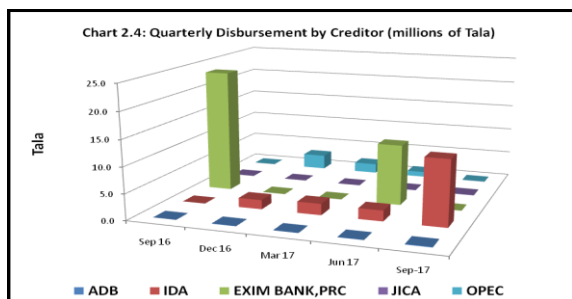
2.1 Creditors Composition of the public external debt portfolio (Chart 2.1) shows that the EXIM Bank of China (40%), ADB (24.9%) and IDA (25.3%) were the main creditors in the external debt portfolio.



2.2 Currency Composition of the public external debt at the end of September 2017 shows that SDR¹ (50%) remained the main loan currency (Chart 2.2). The breakdown of the SDR (Chart 2.3) shows that CNY (45%) was the main foreign currency in the portfolio, then USD (24%) and EUR (16%) at the end of the quarter.



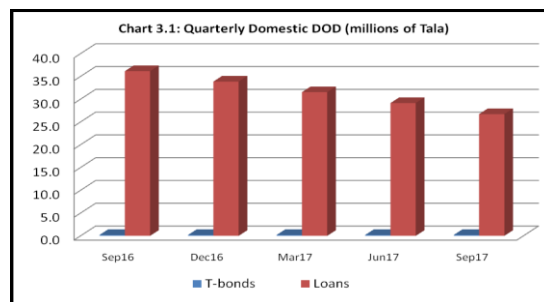
2.3 Total Disbursements for public external debt during the quarter was SAT12.7 million, of which pertained to IDA-SFERO, ADB-EPC PSEP and JICA-EPC PSEP (Chart 2.4).



¹ Special Drawing Rights - USD 41.73%, Euro-30.93%, CNY 10.92%, JPY-8.33% and GBP-8.09%

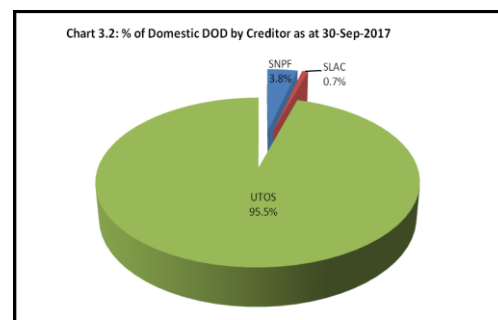
3. PUBLIC DOMESTIC DEBT

3.0 Public domestic debt outstanding at the end of September 2017 quarter was SAT26.9 million, decreased by 8.3% and 25.9% when compared to June 2017 and September 2016 quarters respectively. The composition of public domestic debt by instrument was 99.3% (SAT26.7 million) Government loans and 0.7% (SAT0.2 million) Government bonds (Chart 3.1). There was no new domestic borrowing during the quarter.



3.1 Creditors Composition of the public domestic debt portfolio at the end of September 2017 (Chart 3.2) shows that UTOS (95.5%) was the main creditor, SNPF (3.8%), and SLAC (0.7%), also the holder of the outstanding Government T-bond.

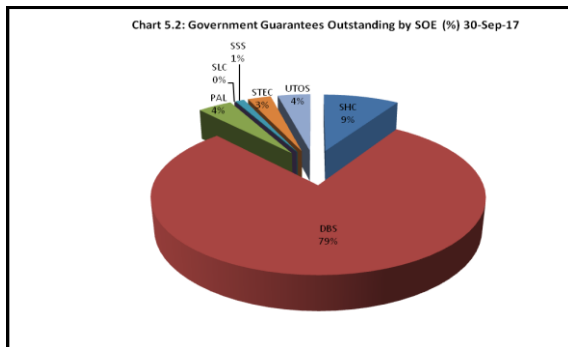
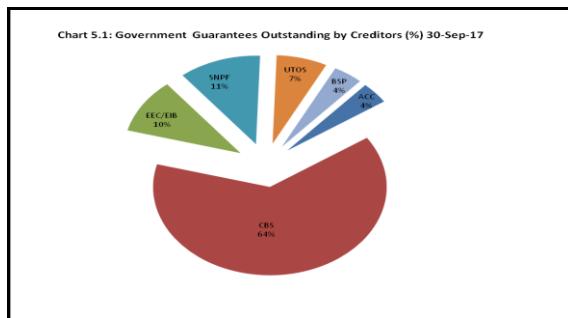
3.2 Currency composition of the domestic debt is 100% denominated in Samoa Tala.



5. GOVERNMENT GUARANTEES AND ON-LENDING

The total Government onlending outstanding at the end of September 2017 was SAT137.1 million, decreased by 8.6% and 13.2% when compared to June 2017 and September 2016 quarters respectively. The Government on-lent to DBS (1.9%), UTOS (4.3%) SSCC (14.8%), and EPC (79.0%).

The total Government guarantees outstanding at end of September 2017 was SAT 152.8 million, decreased by 6.3% and 15.0% when compared to June 2017 and September 2016 quarters respectively. The composition of outstanding Government guarantees is depicted in Chart 5.1 and Chart 5.2.



5. COST AND RISK INDICATORS

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

Risk Indicators	External Debt	Domestic Debt	Total Debt
Amount (in millions of SAT)	1,021.7	26.9	1,048.7
Nominal debt as % GDP	47.9%	1.3%	49.2%
Cost of debt			
Av. IR (%)	1.3%	9.0%	2.0%
Refinancing risk			
ATM (years)	10.6	2.8	10.4
Debt maturing in 1yr (% of total)	4.5%	31.3%	5.1%
Interest rate risk			
ATR (years)	10.6	2.8	10.4
Debt refixing in 1yr (% of total)	4.5%	31.3%	5.1%
Fixed rate debt (% of total)	100%	100%	100%
FX risk			
FX debt (% of total debt)	100%	-	97.4%
ST FX debt (% of reserves)	16.1%	-	16.1%

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 2.0% per annum, mainly driven by highly concessional interest external borrowing from multilateral banks.

Refinancing risk is lower in the portfolio, with longer ATM at 10.4 years and 5.1% of the total debt to mature in 1 year.

Interest rate risk exposure 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 5.1% and longer ATR is 10.4 years.

Foreign currency risk is the main risk in the portfolio, with 97.4% of the total public debt portfolio denominated in foreign currency. Short term foreign currency denominated debt-matured in 1 year is about 16.1% of foreign reserves at the end of the period.

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

6. Debt Statistics

Table 6.1: Summary of Debt Ratio

Particulars	30-Sep-16	30-Jun-17	30-Sep-17	Qtrly change	YTD change
Total Public Debt (SAT)	1,075.7	1,047.3	1,048.7	0.1%	-2.5%
External Debt	1,039.3	1,018.0	1,021.7	0.4%	-1.7%
Domestic Debt	36.4	29.4	26.9	-8.3%	-25.9%
Total Public Debt to GDP (%)	51.7%	49.1%	49.2%	0.1%	-4.8%
External Debt to GDP	49.9%	47.7%	47.9%	0.3%	-4.0%
Domestic Debt to GDP	1.7%	1.4%	1.3%	-8.3%	-27.7%
Total Debt Service (SAT)	20.6	12.8	24.3	90.2%	18.2%
External	17.2	9.8	21.3	118.1%	23.6%
Domestic	3.3	3.0	3.0	0.2%	-9.5%
Principal	14.4	10.3	18.3	77.3%	27.0%
Interest	6.2	2.5	6.0	144.4%	-2.2%
External Debt by Creditor(SAT)					
Multilateral	542.7	534.5	543.8	4.0%	1.5%
ADB	268.7	256.1	254.6	-0.6%	-5.2%
EIB	4.8	4.3	4.5	2.9%	-7.1%
IDA	245.3	247.4	258.2	4.4%	5.3%
IFAD	3.6	3.5	3.4	-2.5%	-4.8%
OPEC	20.4	23.2	23.1	-0.2%	13.3%
Bilateral	496.6	483.5	477.9	-1.7%	-12.8%
EXIM Bank (China)	415.0	410.0	404.8	-1.3%	-2.5%
JICA	81.6	73.5	73.2	-0.4%	-10.3%
Domestic Debt by Creditor(SAT)					
SLAC	0.2	0.2	0.2	0.0%	0.0%
SNPF	2.0	1.3	1.0	-20.8%	-50.2%
UTOS	34.1	27.9	25.7	-7.8%	-24.6%
External Debt by Loan Currency (SAT)					
% in CNY	40%	40%	40%	-1.6%	-0.8%
% in SDR	49%	49%	50%	1.6%	1.6%
% in USD	3%	3%	3%	-1.8%	8.0%
% EURO	0%	0%	0%	2.5%	-5.5%
% JPY	8%	7%	7%	-0.8%	-8.8%
Government Guarantees (SAT)	179.8	163.1	152.8	-6.3%	-15.0%
Government On-lending (SAT)	158.0	149.9	137.1	-8.6%	-13.2%

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