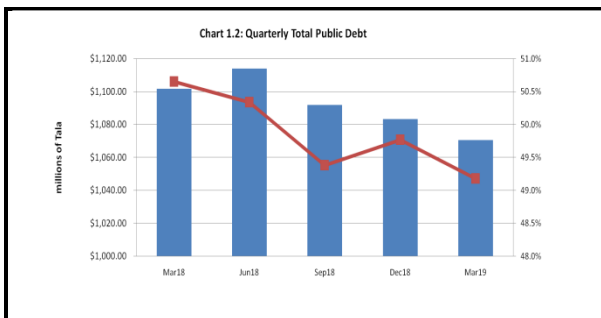
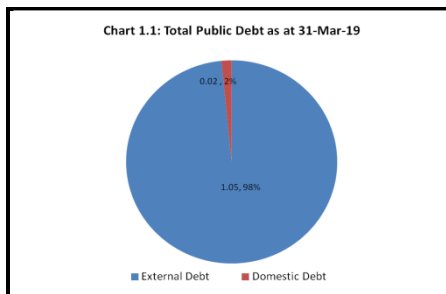


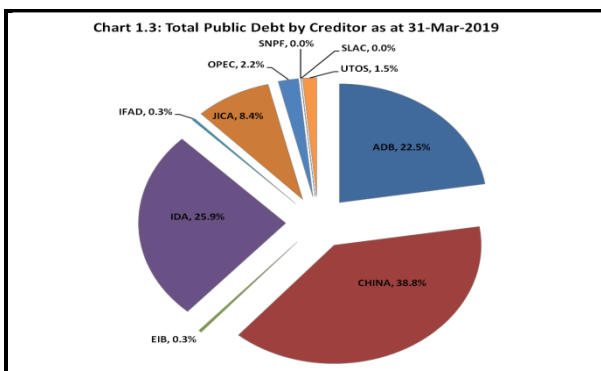


1. TOTAL PUBLIC DEBT

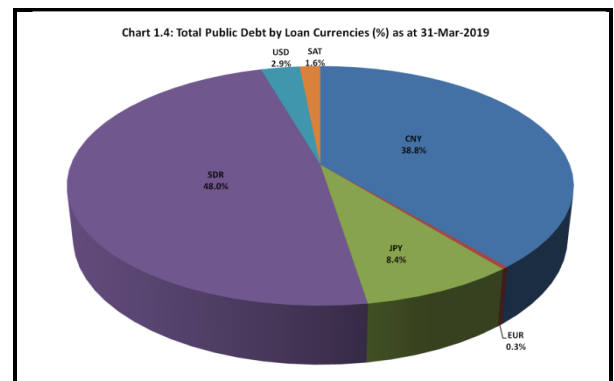
1.1 Total public debt as at end of March 2019 was SAT 1.07 billion, equivalent to 49.2% of GDP¹. The total amount outstanding comprised of public external debt of SAT 1.05 billion and public domestic debt of SAT 0.02 billion. Total public debt decreased by 1.2% and by 2.8% when compared to December 2018 and March 2018 quarters respectively.



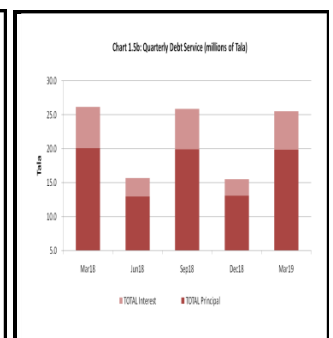
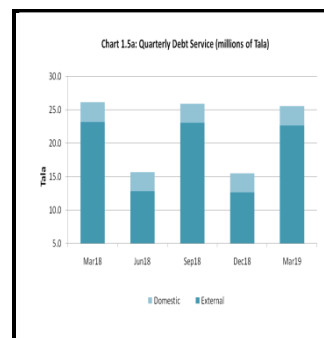
1.2 Creditors Composition (Chart 1.3): The three main creditors in the portfolio are EXIM Bank of PRC (38.8%), IDA (25.9%) and ADB (22.5%). The other creditors are JICA (8.4%), OPEC (2.2%), and UTOS (1.5%) with IFAD, EIB, SLAC and SNPF at less than 1%.



1.3 Loan Currency Composition (Chart 1.4): The SDR (48.0%) and CNY (38.8%) are the main loan currencies. The total public debt is 98.4% denominated in foreign currency and 1.6% denominated in Tala.



1.4 Total Debt Service for March 2019 quarter was SAT 25.5million (external debt service SAT22.6m/domestic debt service SAT2.9m). The amount for the quarter decreased by 64.7% and by 2.3% when compared to December 2018 and March 2018 quarters respectively.

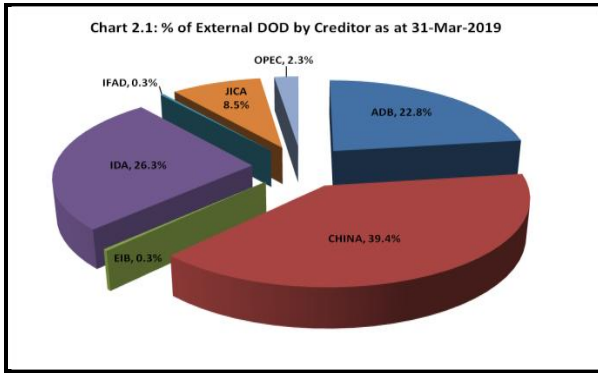


2. PUBLIC EXTERNAL DEBT

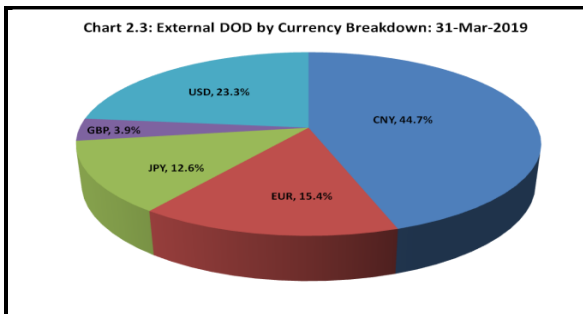
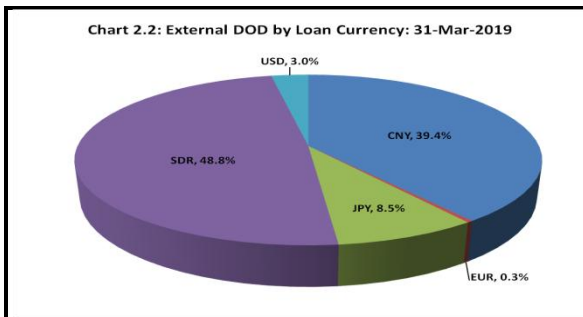
2.1 Total public external debt outstanding at the end of March 2019 was SAT 1.05 billion (52% multilateral creditors and 48% bilateral creditors). The outstanding amount decreased by 1.0% and by 2.4% when compared to December 2018 and March 2018 quarters respectively.

2.2 Creditors Composition (Chart 2.1): EXIM Bank of PRC (39.4%), IDA (26.3%) and ADB (22.8%) are the main creditors in the external debt portfolio.

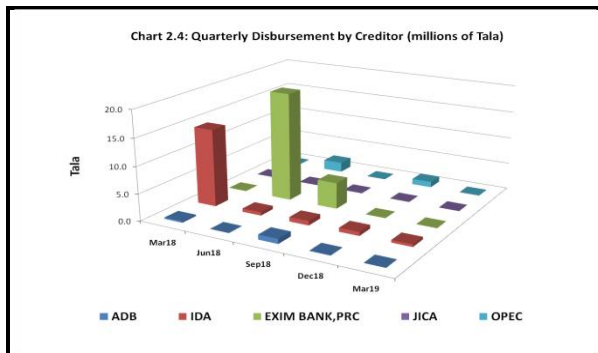
¹ Provisional: SBS GDP Figures December 2018



2.3 Currency Composition (Chart 2.2): SDR² (48.8%) remains the main loan currency in the external debt portfolio. The currency composition including the breakdown of the SDR to its currencies (Chart 2.3) shows that CNY (44.7%), USD (23.3%), EUR (15.4%) are the main foreign currencies in the external debt portfolio. Other currencies are JPY (12.6%) and GBP (3.9%).



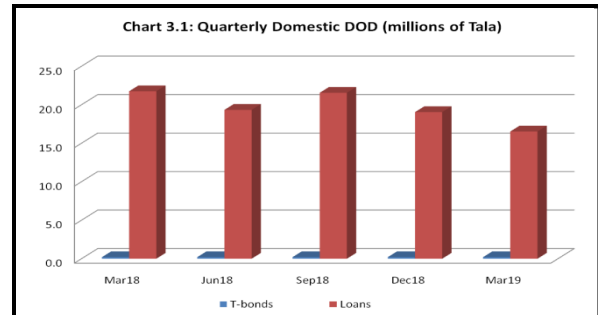
2.4 Total Disbursements for external debt during the quarter was SAT 0.5 million. The disbursement was for ongoing SACEP project funded by IDA (Chart 2.4).



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

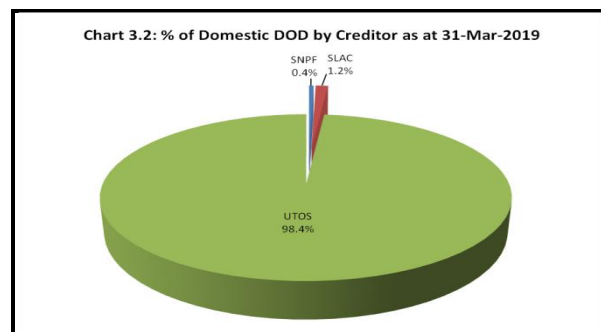
3. PUBLIC DOMESTIC DEBT

3.1 Public domestic debt outstanding at the end of March 2019 quarter was SAT 0.02 billion, decreased by 13.1% and by 23.8% when compared to December 2018 and March 2018 quarters respectively. The composition of public domestic debt by instrument was 98.8% (SAT16.5 million) Government loans and 1.2% (SAT0.2 million) Government bond (Chart 3.1).



3.2 Creditors Composition (Chart 3.2): UTOS (98.4%), SNPF (0.4%) and SLAC (1.2%) are the creditors in the public domestic debt portfolio. SLAC is also the holder of the outstanding Government T-bond.

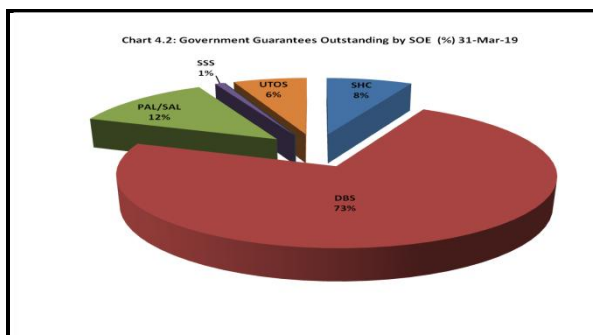
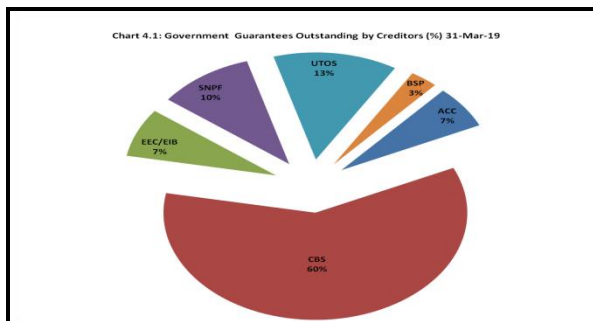
3.3 Currency composition of the domestic debt portfolio is 100% denominated in Tala.



4. GOVERNMENT GUARANTEES AND ON-LENDING

4.1 Total Government onlending outstanding at the end of March 2019 was SAT 205.9 million. The amount decreased by 4.0% when compared to December 2018 quarter and increased by 3.9% when compared to March 2018 quarter. There was one on-lending to EPC that was fully repaid during the quarter. The increase was due to disbursements for ongoing EPC PSEP and SSCC submarine cable project. The Government on-lent to DBS (1.4%), UTOS (2.8%) SSCC (30.5%), and EPC (65.4%).

4.2 Total Government guarantees outstanding at end of March 2019 was SAT 155.1 million. The amount increased by 2.0% and by 0.1% when compared to December 2018 and March 2018 quarters respectively. The increases were due to guarantee issuances during the period. The composition of outstanding Government guarantees is depicted in Chart 4.1 and Chart 4.2.



5. COST AND RISK INDICATORS

Table 5.1: Cost and Risk Indicators for Total Public Debt 31 March 2019

Risk Indicators	External Debt	Domestic Debt	Total Debt
Amount (in billions of SAT)	1.05	0.02	1.07
Nominal debt as % GDP	48.4%	0.8%	49.2%
Cost of debt	Av. IR (%)	1.5%	8.4%
Refinancing risk	ATM (years)	10.6	2.8
	Debt maturing in 1yr (% of total)	5.4%	43.2%
Interest rate risk	ATR (years)	10.6	2.8
	Debt refixing in 1yr (% of total)	5.4%	43.2%
	Fixed rate debt (% of total)	100%	100%
FX risk	FX debt (% of total debt)	100%	-
	ST FX debt (% of reserves)	13.7%	-

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 1.6% per annum, mainly driven by highly concessional interest external borrowing from multilateral banks.

Refinancing risk is lower in the portfolio, with ATM of 10.4 years and 6.0% 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 6.0% and ATR of 10.4 years.

Foreign currency risk is the main risk in the portfolio, with 98.4% of the total public debt portfolio denominated in foreign currency. Short term foreign currency denominated debt to mature in 1 year is about 13.7% of foreign reserves at the end of the period.

6. Debt Statistics

Table 6.1: Summary of Debt Ratio

Particulars	31-Mar-18	31-Dec-18	31-Mar-19	Qtrly change	YTD change
Total Public Debt (SAT)	1.10	1.08	1.07	-1.2%	-2.8%
External Debt	1.08	1.06	1.05	-1.0%	-2.4%
Domestic Debt	0.02	0.02	0.02	-13.1%	-23.8%
Total Public Debt to GDP (%)	50.8%	49.8%	49.2%	-1.2%	-3.1%
External Debt to GDP	49.7%	48.9%	48.4%	-1.0%	-2.7%
Domestic Debt to GDP	1.0%	0.9%	0.8%	-13.1%	-24.0%
Total Debt Service (SAT)	26.1	15.5	25.5	64.7%	-2.3%
External	23.2	12.7	22.6	78.9%	-2.3%
Domestic	3.0	2.8	2.9	1.7%	-2.3%
Principal	20.1	13.1	19.8	51.7%	-1.3%
Interest	6.0	2.4	5.7	135.0%	-5.8%
External Debt by Creditor(SAT)					
Multilateral	567.9	553.5	548.9	-6.9%	-26.3%
ADB	256.0	243.2	240.7	-1.1%	-6.0%
EIB	4.4	3.7	3.6	-2.2%	-18.2%
IDA	281.3	279.3	277.6	-0.6%	-1.3%
IFAD	3.4	3.3	3.2	-2.6%	-5.2%
OPEC	22.8	23.9	23.8	-0.3%	4.3%
Bilateral	511.8	510.4	504.7	-1.8%	-5.3%
EXIM Bank (China)	417.9	420.5	415.3	-1.3%	-0.6%
JICA	93.9	89.9	89.5	-0.5%	-4.7%
Domestic Debt by Creditor(SAT)					
SLAC	0.2	0.2	0.2	0.0%	0.0%
SNPF	0.5	0.2	0.1	-61.6%	-86.0%
UTOS	21.2	18.9	16.5	-12.7%	-22.5%
External Debt by Loan Currency (SAT)					
% in CNY	38.7%	39.5%	39.4%	-0.3%	1.8%
% in SDR	49.3%	48.7%	48.8%	0.2%	-1.1%
% in USD	2.9%	3.0%	3.0%	-0.7%	3.8%
% EURO	0.4%	0.3%	0.3%	-1.3%	-16.1%
% JPY	8.7%	8.4%	8.5%	0.5%	-2.3%
Government Guarantees (SAT)	154.9*	152.0	155.1	2.0%	0.1%
Government On-lending (SAT)	198.2*	214.5	205.9	-4.0%	3.9%

Table 6.2: Terms of Government Borrowings

Creditor	Interest rate %	Commitment fees (c)/ service fees (s)/ management fee	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	3.98% 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% p.a./fixed	-	14yrs	15yrs
SNPF	11% p.a./fixed	-	1yr	20yrs
UTOS	8.2% average p.a./fixed	-	1yr	7.7yrs

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