

# Central government debt (Monthly bulletin) July 2020<sup>1</sup>

Sovereign rating to Moldova (Moody's):  
B3 stable outlook  
CPIA score for Rep. of Moldova (World Bank):  
3,7 – country with strong policies

## Risk parameters established in the Program “Medium-Term Debt Management (2020-2022)”

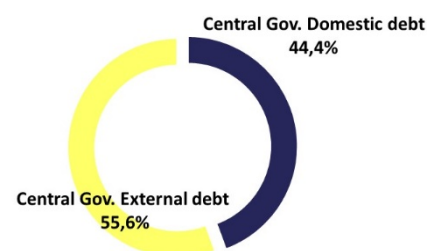
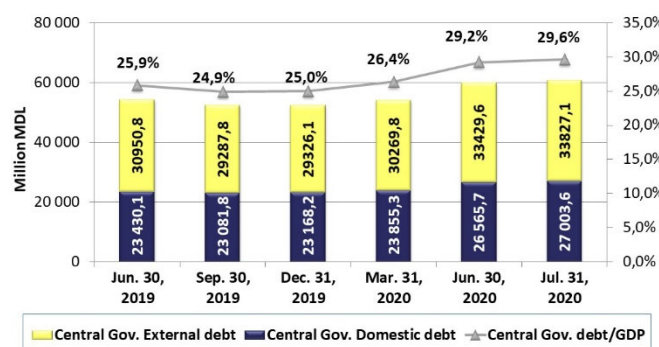
	Established	As of July 31, 2020
• Central Government Debt maturing in 1 year (% of total)	15% - 25% (max)	24,5%
• Central Government Domestic Debt (% of total)	35% (min) - 50%	44,4%
• Central Government Debt in a certain foreign currency (% of total)	20% - 40% (max)	30,2%
• Central Government Debt with variable interest rate (% of total)*	25% - 40% (max)	35,5%
• GS issued in the primary market maturing in 1 year (% of total)	70% - 85% (max)	87,3%
• ATM for GS issued in the primary market (years)	1,0 (min) – 2,0	1,3

\*For the purpose of this calculations, domestic central government debt with maturity of up to one year and fixed interest rate is considered as debt with floating interest rate.

As of July 31, 2020, average time to maturity for central government debt was 8,1 years and average time to refixing – 6,8 years.

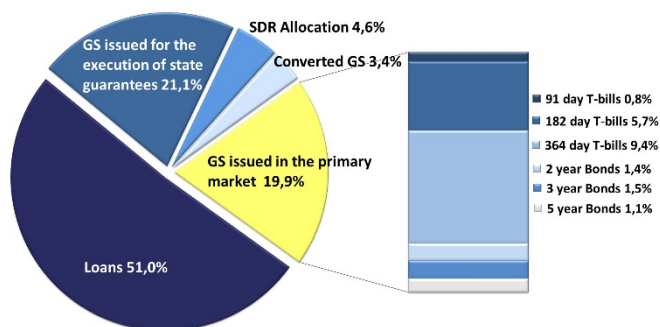
## Central Government Debt Outstanding and ratio to GDP

As of July 31, 2020 the central government debt stock<sup>2</sup> amounted 60 830,7 mil. MDL, at nominal value, higher by 8 008,7 mil. MDL compared to the end of 2019.

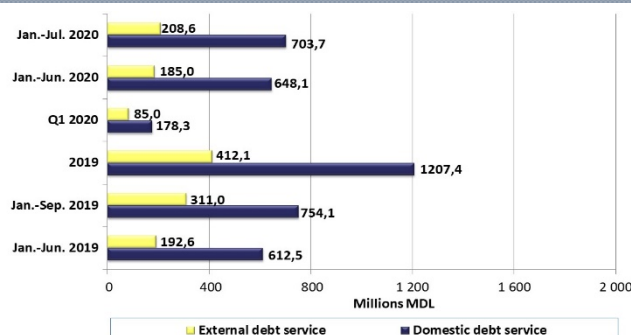


GDP for 2019 year (preliminary data) – 210 098,8 mil. MDL  
GDP forecast for 2020 year – 205 200,0 mil. MDL

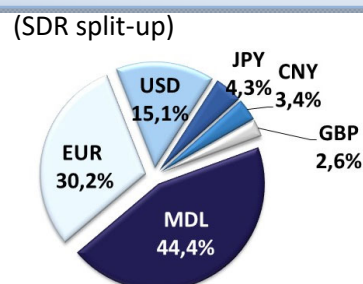
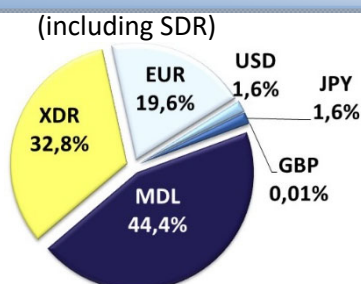
## Structure of Central Government Debt by instruments



## CG Debt service (interest payments and commissions) (cumulative from the beginning of the year)

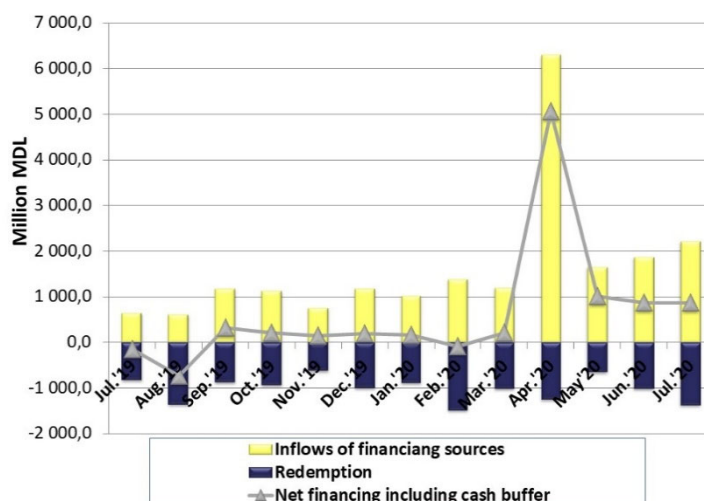


## Structure of Central Government Debt by currency



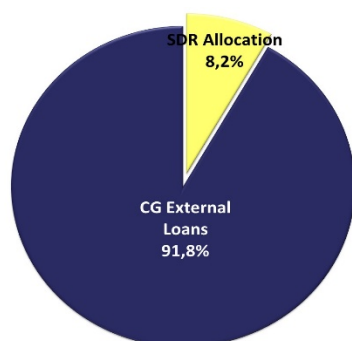
## Net Financing (domestic and external), monthly data series

Mil. MDL	Inflows of financing sources	Redemption	Net financing
Jul.'19	662,1	-816,4	-154,4
Aug.'19	628,9	-1 361,0	-732,1
Sep.'19	1 184,5	-860,9	323,6
Oct.'19	1 146,9	-936,3	210,5
Nov.'19	762,0	-617,6	144,4
Dec.'19	1 190,4	-1 001,3	189,1
Jan.'20	1 035,8	-879,4	156,4
Feb.'20	1 394,9	-1479,8	-84,9
Mar.'20	1 205,4	-1 002,2	203,2
Apr.'20	6 306,5	-1 245,7	5 060,8
May '20	1 664,8	-652,9	1 011,9
Jun. '20	1 878,0	-1 016,7	861,3
Jul. '20	2 229,8	-1 366,3	863,5

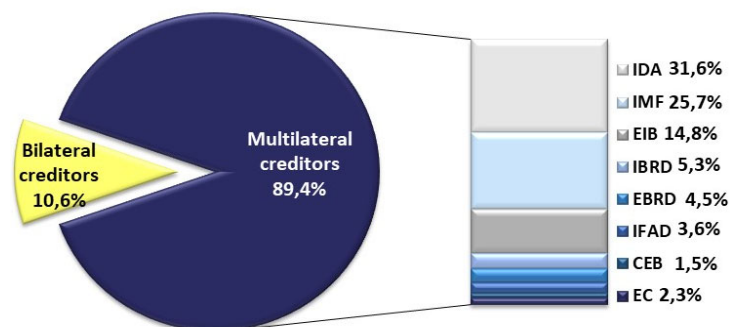


## CENTRAL GOVERNMENT EXTERNAL DEBT

### Structure of CG External Debt by instruments

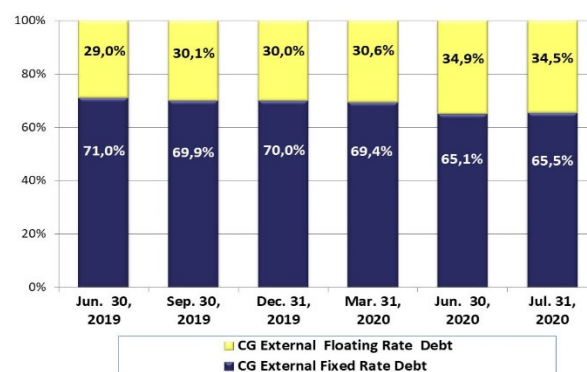


### Structure of CG External Debt by creditors

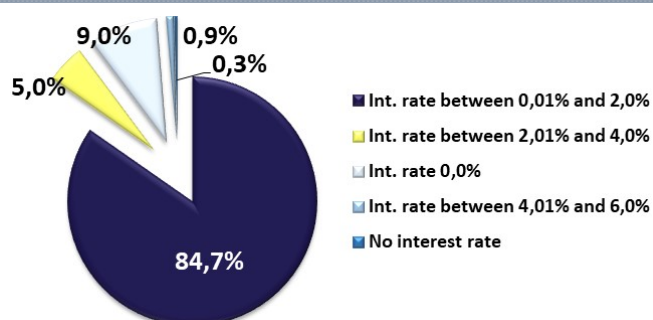


### Structure of Central Government External Debt by types of interest rate

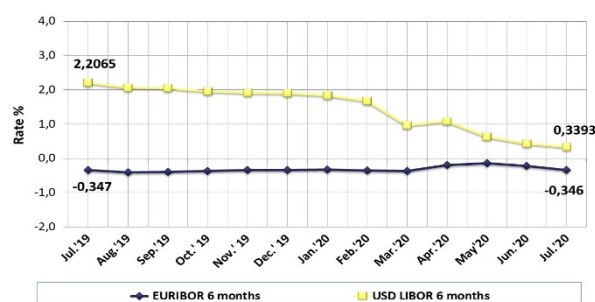
Mil. USD As of end	CG Ext. Fixed Rate Debt	% of total	CG Ext. Floating Rate Debt	% of total	Total
Jun. 30, 2019	1 211,3	71,0%	494,4	29,0%	1 705,7
Sep. 30, 2019	1 154,9	69,9%	496,7	30,1%	1 651,6
Dec. 31, 2019	1 193,3	70,0%	510,8	30,0%	1 704,1
Mar. 31, 2020	1 156,2	69,4%	509,7	30,6%	1 665,8
Jun. 30, 2020	1 262,9	65,1%	677,6	34,9%	1 940,5
Jul. 31, 2020	1 321,0	65,5%	697,1	34,5%	2 018,1



### Central Government External Debt with fixed interest rate

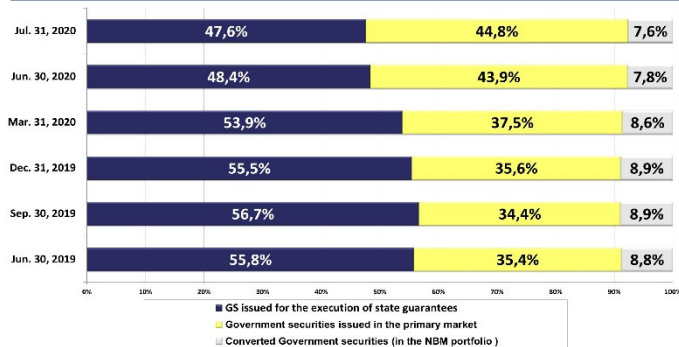


### Evolution of the monthly average USD LIBOR 6-months and EURIBOR 6-months rates<sup>3</sup>

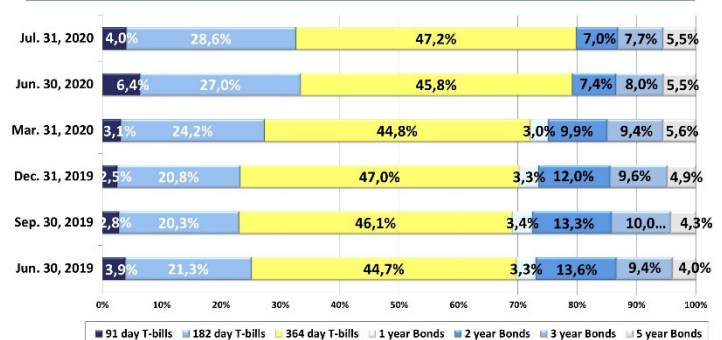


## CENTRAL GOVERNMENT DOMESTIC DEBT

### Structure of Central Government Domestic Debt by instruments

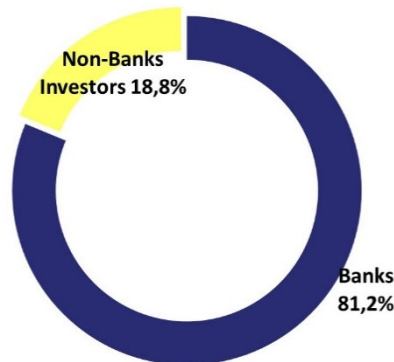


### Maturity structure of Government securities issued in the primary market



### Structure by investor type of Government securities issued in the primary market

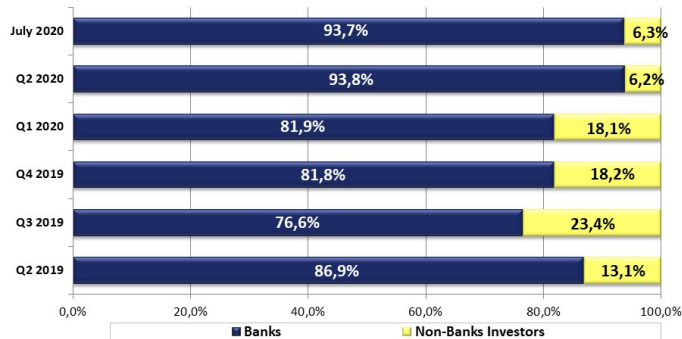
The banking sector is represented by primary dealers while non-banking sector by national and international investors who can purchase GS issued in the primary market exclusively through primary dealers.



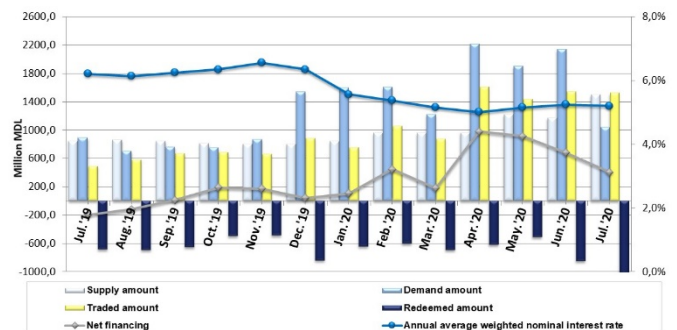
As of July 31, 2020 GS issued in the primary market (nominal), held by international investors amounted 386,2 thous. MDL.

Source: The Central Securities Depository

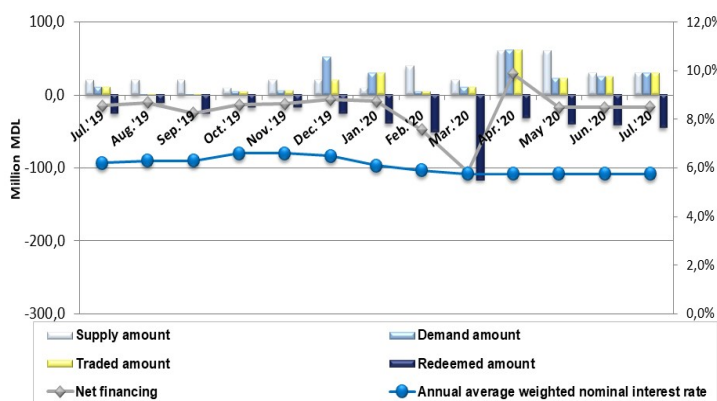
### Structure by type of investor of Government securities traded in the primary market



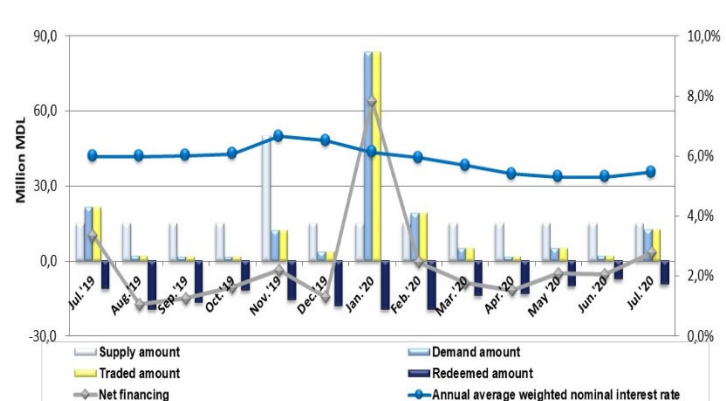
### Results of the traded T-bills in the primary market at the auctions (July 2019 – July 2020) <sup>4</sup>



### Results of the traded 2 Y Gov. Bonds (Fix. int. rate) in the prim. market at the auctions (July 2019 – July 2020)

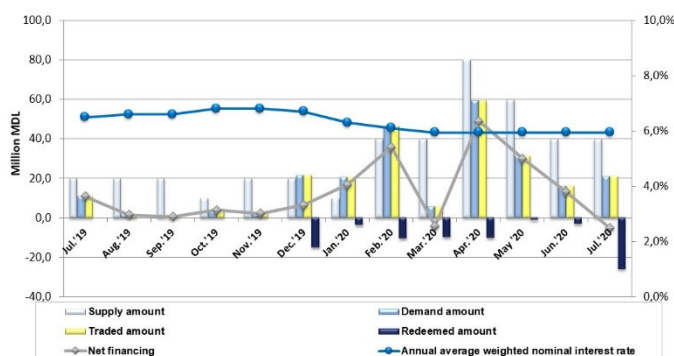


### Results of the traded 2 Y Gov. Bonds (Var. int. rate) in the primary market at the auctions (July 2019 – July 2020)

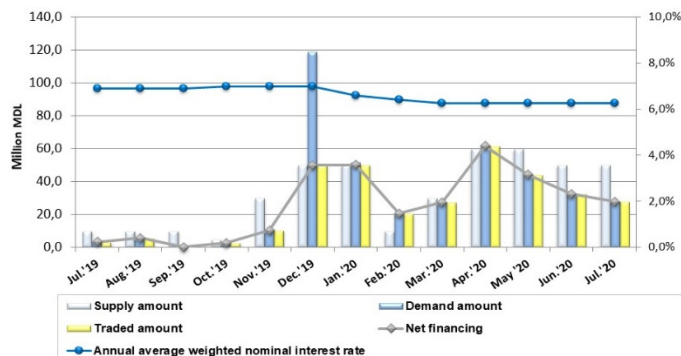




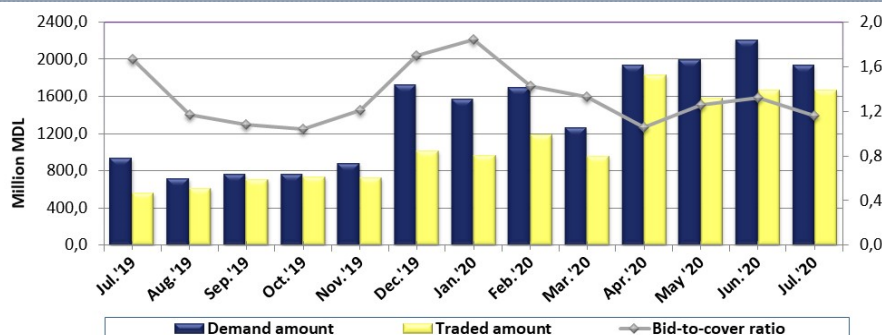
### Results of the traded 3 Y Gov. Bonds in the primary market at the auctions (July 2019 – July 2020)



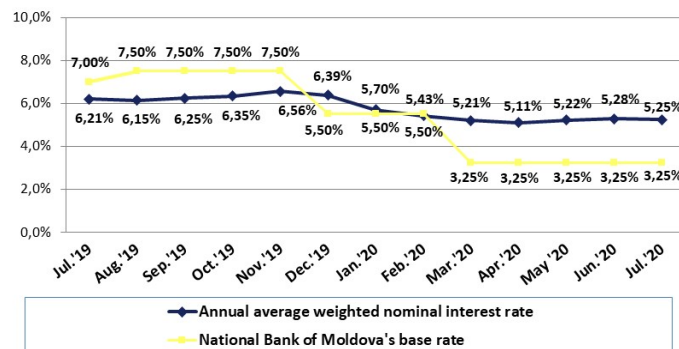
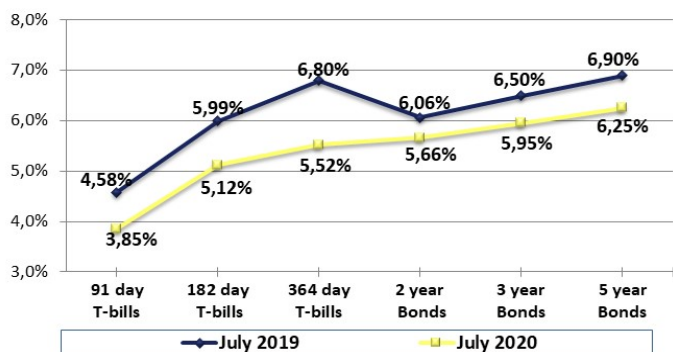
### Results of the traded 5 Y Gov. Bonds in the primary market at the auctions (July 2019 – July 2020)



### Bid-to-cover ratio for the Government securities traded in the primary market (July 2019 – July 2020)



### Evolution of the annual average weighted nominal interest rate of the Government securities traded in the primary market during July 2019 – July 2020



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<sup>1</sup>Details may not sum up to totals due to rounding

<sup>2</sup> Starting with 31.05.2020, the domestic central government debt stock is presented at the nominal value, in accordance with the provisions of GD no. 234/2020.

<sup>3</sup>Source: [http://www.fedprimerate.com/libor/libor\\_rates\\_history.htm](http://www.fedprimerate.com/libor/libor_rates_history.htm), <http://www.euribor-ebf.eu/euribor-org/euribor-rates.html>

<sup>4</sup> The Results of the traded T-bills in the primary market at the auctions (July 2019 – July 2020) graphic shows the supply and demand amount at their nominal value. Traded amount, redeemed amount and net financing are presented at the purchase price.