



QUARTERLY DEBT BULLETIN

Q4-2019

as at 31st December 2019

GOVERNMENT OF ANGUILLA

Ministry of Finance – Debt Unit

The Quarterly Debt Bulletin, prepared by the Government of Anguilla, summarises the public debt position, public debt structure and ratios for Anguilla as at the end of the quarter in review. The currency quoted is in millions of Eastern Caribbean Dollars (XCD/ EC\$M). The data presented covers total public debt, both external and domestic, for central government and government guaranteed debt.

1. Total Public Disbursed Outstanding Debt (DOD) as at 31st December stood at \$493.16m. The DOD increased by 0.56% (\$2.75m) and decreased by 6.10% (\$32.01m) over that at the end Q3-2019 and the same period in 2018 respectively. Disbursements on existing debt totalled \$1.13m. There was no new debt contracted during Q4-2019.

FIGURE 1:
TOTAL PUBLIC DEBT, Q4-2018 to Q4-2019

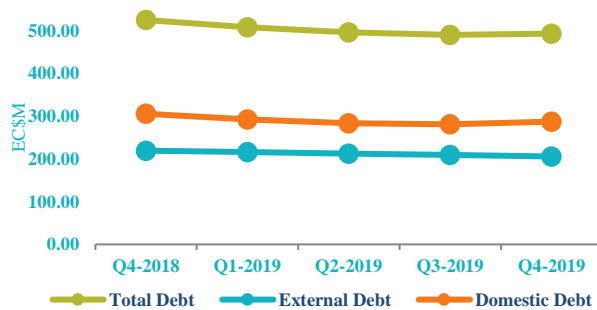


FIGURE 2:
PUBLIC DEBT COMPOSITION, Q4-2019

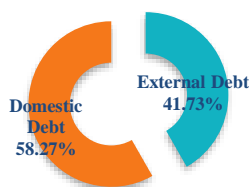


FIGURE 3:
PUBLIC DEBT BY BORROWER, Q4-2018 to Q4-2019

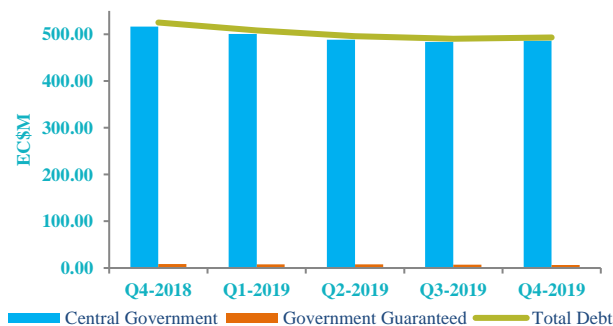
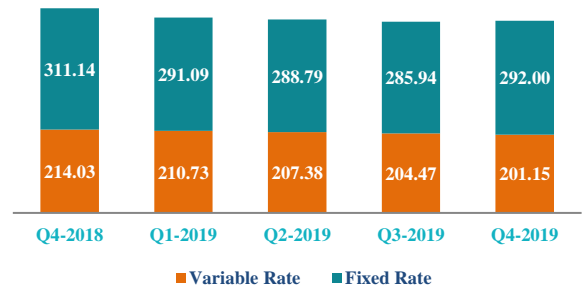
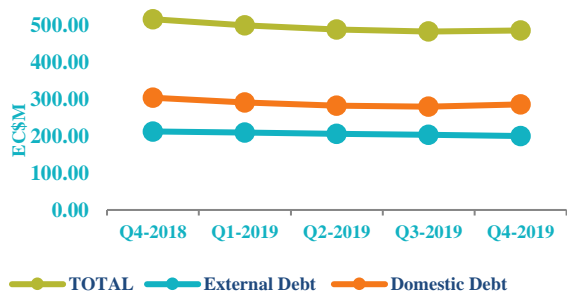


FIGURE 4:
PUBLIC DEBT BY INTEREST RATE COMPOSITION, EC\$M



2. Central Government Debt was recorded at \$486.53m at the end of Q4-2019. This represented an increase of \$3.21m (0.66%) and a decrease of \$30.16m (5.84%) when compared to Q3-2019 and Q4-2018 respectively. External debt accounted for \$200.27m (41.16%) and domestic debt \$286.26m (58.84%).

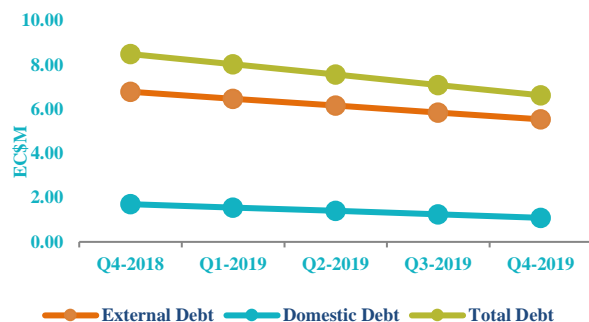
FIGURE 5:
CENTRAL GOVERNMENT DEBT, Q4-2018 to Q4-2019



3. Total Guaranteed Debt stood at \$6.62m at the end of Q4-2019. Total Guaranteed debt declined by \$0.47m (6.63%) and \$1.86m (21.93%) when compared to Q3-2019 and Q4-2018 respectively. External debt accounted for \$5.54m (83.69%) and domestic debt \$1.08m (16.31%) at end Q4-2019.



FIGURE 6:
GOVERNMENT GUARANTEED DEBT, Q4-2018 to Q4-2019



4. **Total Public External Debt** was recorded at \$205.80m at the end of Q4-2019, a decrease of 1.67% (\$3.50m) and 6.20% (\$13.61m), when compared to Q4-2019 and Q4-2018 respectively. The largest share of external debt is held by Central Government at 97.31% (\$200.27m) with Government Guaranteed the remaining 2.69% (\$5.54m). The main creditor being Caribbean Development Bank (CDB) at \$205.14m. The main loan currency was the United States Dollar (USD) at \$205.14m (US\$75.98m) or 99.68% and the remaining debt of \$0.66m or 0.32% was denominated in Euro. The variable interest rate debt accounted for 97.74% while fixed rate debt accounted for the remaining 2.26%. There were no external arrears.

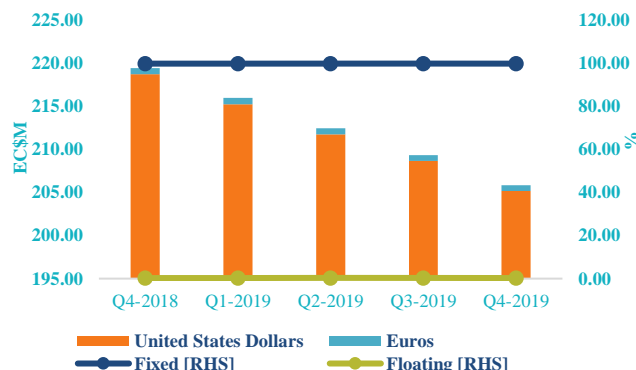
FIGURE 7:
EXTERNAL DEBT BY BORROWER Q4-2018 to Q4-2019



FIGURE 8:
EXTERNAL DEBT BY INTEREST RATE TYPE, Q4-2018 to Q4-2019



FIGURE 9:
EXTERNAL DEBT BY CURRENCY AND CURRENCY TYPE, Q4-2018 to Q4-2019



*RHS - Right Hand Scale

5. **Total Public Domestic Debt** was recorded at EC\$287.35m at the end of Q4-2019 an increase of 2.22% (\$6.24m) and a decrease of 6.02% (\$18.41m) when compared to Q3-2019 and Q4-2018 respectively. All domestic debt was denominated in Eastern Caribbean Dollars (XCD). The main creditor category was Government Related Institutions; specifically, Anguilla Social Security Board accounting for \$220.94 (\$81.61%). Under the domestic debt by instruments: - the ASSB Promissory note accounted for 74.47% (\$214.00m) of the domestic portfolio; followed by the DPT with 15.34% (\$44.08m); the overdraft with 6.46% (\$18.56m) and loans with the remaining 3.73% (\$10.71m). There were no domestic arrears.

FIGURE 10:
DOMESTIC DEBT BY CREDITOR CATEGORY, Q4-2018 to Q4-2019



FIGURE 11:
DOMESTIC DEBT BY INSTRUMENT, Q4-2019

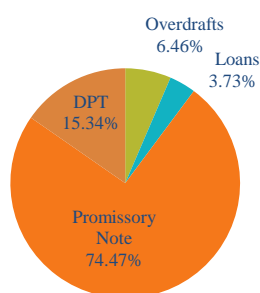
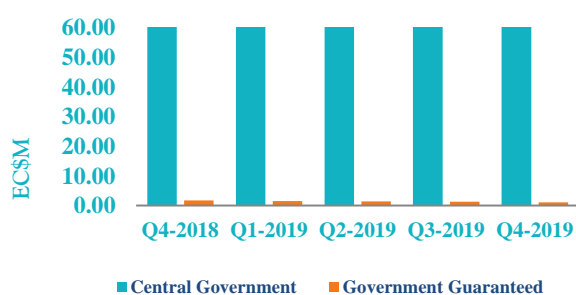


FIGURE 12:
DOMESTIC DEBT BY BORROWER, Q4-2018 to Q4-2019



6. Total Debt Service during Q4-2019 totalled \$13.12m. This amount increased by 9.88% (\$1.18m) and decreased by 43.96% (\$10.29m) when compared to Q3-2019 and Q4-2018 respectively. Interest payments accounted for \$4.77m (36.36%) and amortization accounted for \$8.35m (63.64%). Domestic debt service represented 45.43% (\$5.96m) of the actual debt service for Q4-2019 and external debt service the remainder 54.57% (\$7.16m).

Note that the table below does not present the repayment currency and all monies were converted to the local currency.

TABLE 1:
DEBT SERVICE PAYMENTS, Q4-2018 to Q4-2019

Debt Service Payments	Q4-2018	Q1-2019	Q2-2019	Q3-2019	Q4-2019
Total Debt Service	23.41	12.07	12.00	11.94	13.12
Total Principal Repayment	13.66	7.01	7.25	7.27	8.35
Total Interest Payments	9.75	5.06	4.75	4.67	4.77
External Debt Service	15.49	6.11	6.12	6.12	7.16
Principal Repayments	9.99	3.32	3.53	3.57	4.64
Interest Payments	5.51	2.78	2.59	2.55	2.52
Domestic Debt Service	7.92	5.96	5.88	5.82	5.96
Principal Repayments	3.68	3.69	3.72	3.70	3.71
Interest Payments	4.24	2.28	2.16	2.12	2.25

7. Disbursements for the Q4-2019 totalled EC\$1.13m, due primarily to continuous disbursements on the Anguilla Community College Project Loan contracted in 2014 from CDB.

TABLE 2:
NEW FINANCING, Q4-2018 to Q4-2019

New Financing (EC\$M)	Q4-2018	Q1-2019	Q2-2019	Q3-2019	Q4-2019
External	40.27	0.06	0.02	0.47	1.13
Multilateral	40.27	0.06	0.02	0.47	1.13
Domestic	-	-	-	-	-

8. Debt Ratios

The sustainability indicator, Debt/GDP for Q4-2019 reflects a decrease in the nominal debt stock of 0.51 and 17.44 percentage points when compared to Q3-2019 and Q4-2018 respectively. At the end of Q4-2019 Anguilla was within the Eastern Caribbean Currency Union Debt/GDP target by 10.07 percentage points. The ATM stood at 7.57 years and the ATR 5.50 years; with the share of interest rate to be refixed in one year at 81.58%.



TABLE 3:
SUSTAINABILITY INDICATORS

Sustainability Indicators	Q4-2018	Q1-2019	Q2-2019	Q3-2019	Q4-2019
Public Sector Debt to GDP (%)	67.37	58.41	51.03	50.44	49.93
External Debt to GDP	28.15	24.81	21.85	21.53	20.84
Domestic Debt to GDP	39.22	33.60	29.18	28.91	29.09
Average Time to Maturity(ATM)(Yrs)	7.60	8.02	8.37	8.46	7.57
External Debt	6.10	6.20	6.29	5.41	5.52
Domestic Debt	9.40	10.01	10.09	9.22	9.03
Average Time to Refixing (ATR)(Yrs)	5.89	5.72	5.96	6.02	5.50
External	0.60	0.60	0.60	0.58	0.58
Domestic	9.40	10.01	10.09	9.22	9.03
Share of Interest Rate to be refixed within one year	81.51	83.99	83.59	83.39	81.58

FIGURE 13:
TOTAL PUBLIC DEBT - MATURITY PROFILE

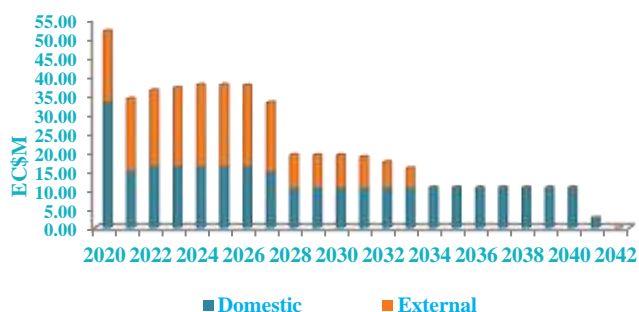


Figure 13 depicts the maturity structure of Anguilla’s public debt stock at the end of Q4-2019. The maturity profile refers to the amount of debt that is falling due in a given period. Anguilla’s existing debt is due to fully mature in 2041. The indicator shows that EC\$52.00m matures in less than a year; EC\$183.12m within 5 years and EC\$258.05m over 5 years.

TABLE 4:
FISCAL SUSTAINABILITY AND DEVELOPMENT BENCHMARKS

Debt Indicators (%)	Targets	2015	2016	2017	2018	2019
Net Debt/Recurrent Revenue	≤80%	92.15	279.83	264.86	260.15	208.52
Variance		12.95	199.83	184.86	180.15	128.52
Debt Service/Recurrent Revenue	≤10%	9.73	16.72	20.63	23.58	20.42
Variance		-0.27	6.72	10.63	13.58	10.42
Liquid Assets/Recurrent Expenditure	≥25%	14.41	8.36	0.90	0.17	0.25
Variance		-10.59	-16.64	-24.10	-24.83	-24.75

At the end of 2019 (Q4-2019) the GoA remained in breach of the prescribed benchmarks as agreed with the United Kingdom Government.