



CYPRUS CENTRAL GOVERNMENT DEBT

QUARTERLY BULLETIN

No.34: 2nd QUARTER 2019

Public debt management: Review of operations for the 2nd Quarter of 2019

New issues:

The Republic of Cyprus came to market on the 23rd of April 2019 with a dual tranche transaction consisting of a €500 mn 5-year bond and a €750 mn 30-year bond. The bonds carry a coupon of 0,625% with a yield of 0,673% and a coupon of 2,75% with a yield of 2,835% respectively. The geographical distribution for both tranches consisted mainly of European investors from Germany/Austria/Switzerland and the UK. In terms of investor type the majority of participants for both bonds consisted mostly of Fund Managers followed by Banks and Private Banks.

The weighted average yield for the Treasury Bills auction in June 2019 marginally increased to -0,07% compared to the March auction which was -0,09%. The bid-to-cover ratio in June increased to 1,85 compared to the March auction which was 0.80 following a reduction of the auction amount from €100 thousand to €75 thousand in April. The total outstanding stock of Treasury Bills for the second quarter amounted to €225 million.

The issuance of 6-year retail bonds for the second quarter of 2019 amounted to €19 million.

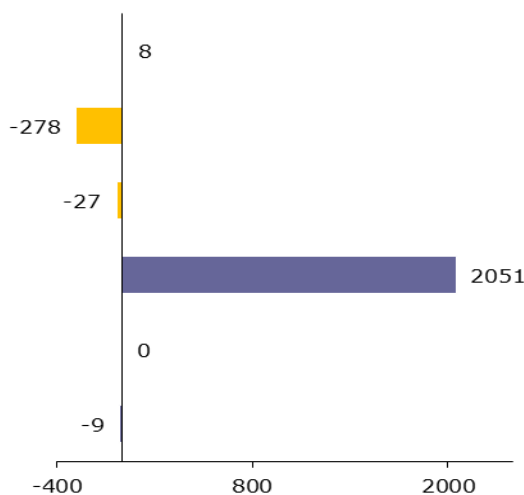
Loans granted by the European Investment Bank in June amounted to €40 million.

Debt redemptions:

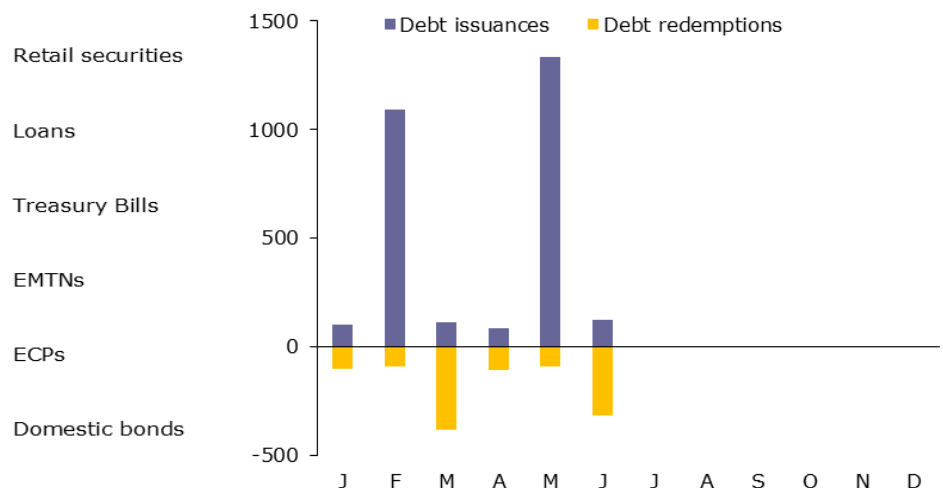
The short term debt redemption for the second quarter of 2019 amounted to €263 million. Eurobonds maturing in June amounted to €200 million. Repayment for retail securities amounted to €27 million and loan amortizations reached the amount of €20 million.

Change in debt January – June 2019

By instrument, € mln.

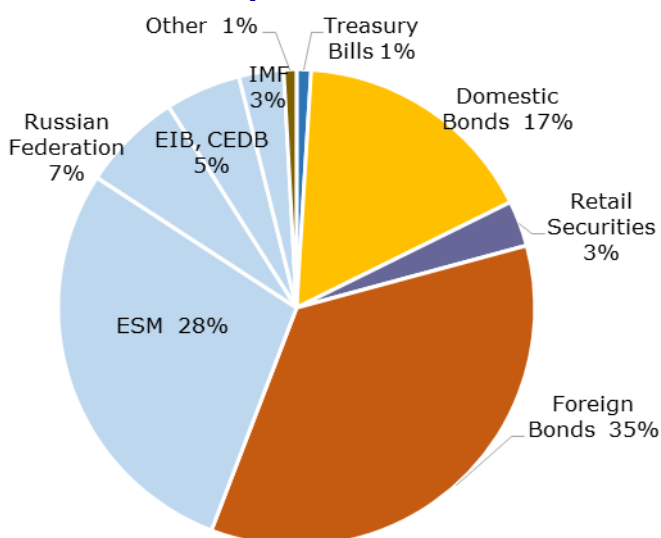


By month, € mln.

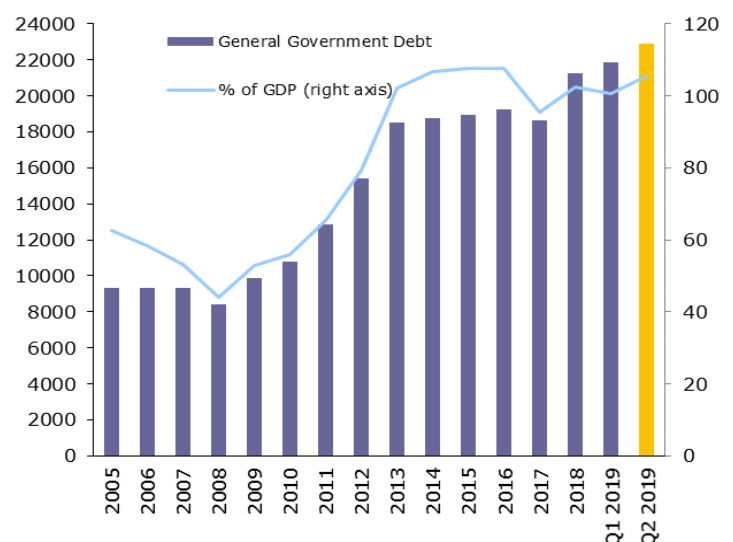


Size and structure of debt

By instrument June 2019



Evolution of public debt, € mln



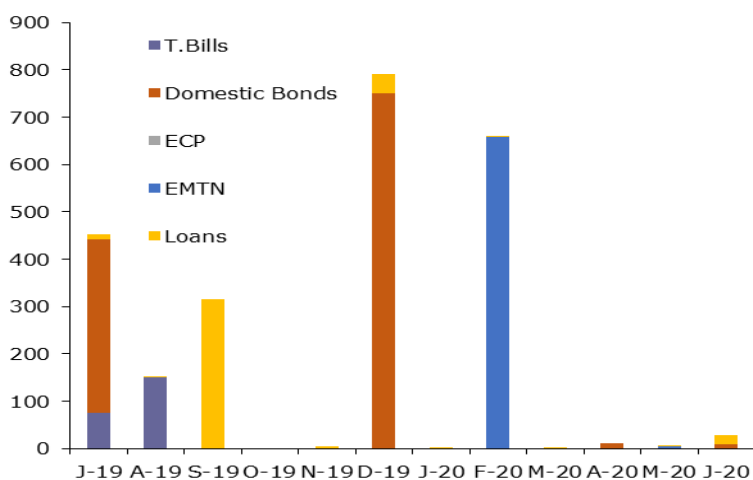
Debt Structure

	30-06-19 € 22.807 mln.	31-03-19 € 21.800 mln.	30-06-18 €20.436 mln.
Outstanding Central Government Debt ^{1, 4}			
Domestic market	21%	22%	26%
Foreign market	79%	78%	74%
Short term ²	1%	1%	1%
Medium and long term	99%	99%	99%
Securities	56%	54%	44%
Loans	44%	46%	56%
Fixed interest rate	66%	64%	58%
Floating interest rate ³	34%	36%	42%
Local currency	97%	97%	97%
Foreign currencies	3%	3%	3%

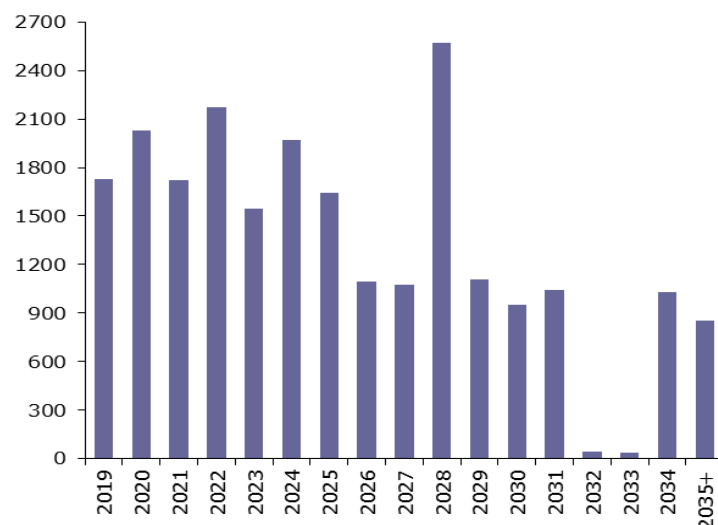
1. Provisional data. Excludes intragovernmental obligations of the central government and debt of central government state-owned enterprises. Also excluding the nominal value of euro coins in circulation.
2. By original maturity at issue.
3. After swap transactions.
4. A reduction of the outstanding debt is expected to occur in the second half of 2019, following scheduled debt repayments.

Repayments Schedule

Debt within next 12 months

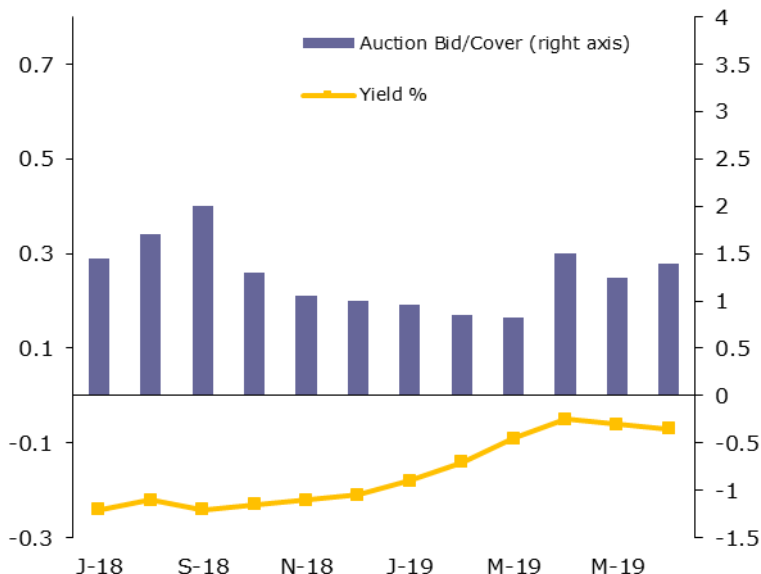


Total debt, € mln

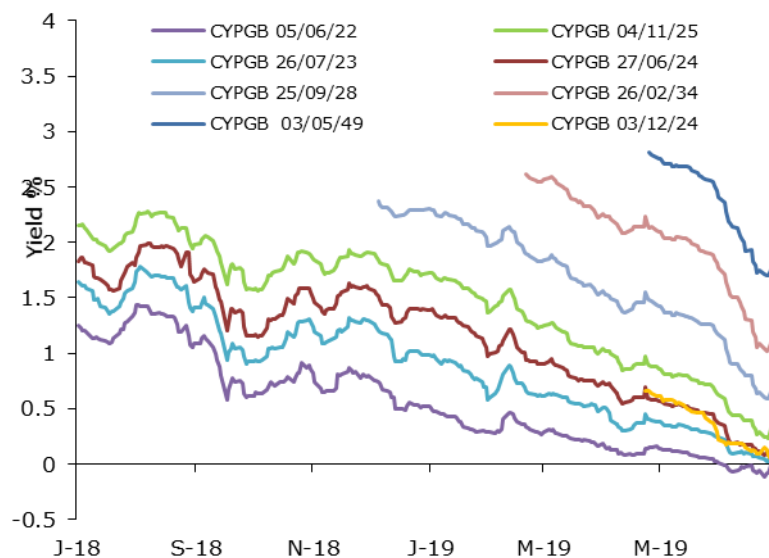


Marketable debt borrowing cost

Primary market Treasury Bill yields



Secondary market bond yields



Source : Bloomberg

Abbreviations: TB: Treasury Bill; CEDB: Council of Europe Development Bank; DB: domestic-law bond; ECP: Euro Commercial Paper; EIB: European Investment Bank; EMTN: Euro Medium Term Note (foreign-law bond); ESM: European Stability Mechanism; IMF: International Monetary Fund; PDMO: Public Debt Management Office; SDR: Special Drawing Rights.

All data as at 30/06/19 unless otherwise specified. Replication is permitted, provided that the source is stated.

The information has been compiled and verified to the best of our knowledge. The possibility of a factual mistake cannot, however, be excluded.



Public Debt Management Office
Ministry of Finance
Nicosia 1439
Cyprus

pdm@mof.gov.cy
www.mof.gov.cy/pdmo
Tel: +357 22 601182
Fax: +357 22 602749