



# CYPRUS CENTRAL GOVERNMENT DEBT

QUARTERLY BULLETIN

No.15; 3<sup>RD</sup> QUARTER 2014

## Public debt management: review of operations, 3<sup>rd</sup> Quarter 2014

### New issues:

In July the domestic bank recapitalisation bond, originally issued for Laiki Bank now under the Bank of Cyprus, was rolled over for an amount of €1091 million at a yield rate of 5,15% for a further year to 2015. The issuer's option to rollover the bond until 2017 is maintained. Furthermore, over July the 5<sup>th</sup> tranche by the ESM for €600 million and the IMF for SDR 74,2 million or about €84 million was completed.

The issuance of retail bonds continued with sales of €16 million over the quarter.

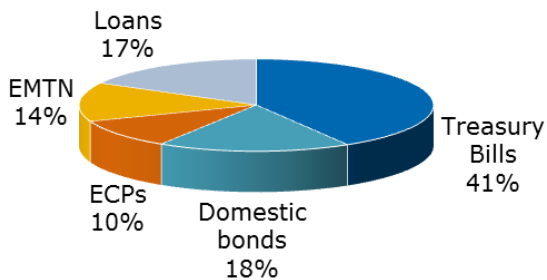
Short term securities dominated the market issuance activity. The total issuance volume in short term securities (Treasury Bills and Euro Commercial Papers) including all rollovers was €628 million. The weighted average cost of Treasury Bills for the tenors up to 3 months fell by 55 basis points vis-à-vis the previous quarter to 3,92%. The stock of short term debt, in nominal terms, was reduced from €915 million at end June 2014 to €716 million at end September 2014.

### Debt redemptions:

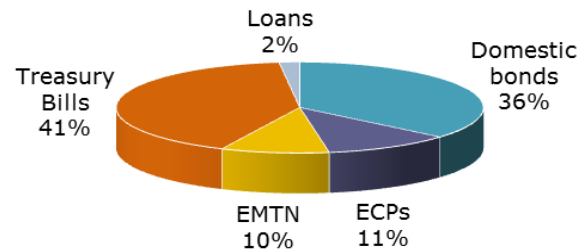
In July the Republic redeemed part of the bank recapitalization bond for €950 million. In mid July there was also a redemption of a 10-year Euro Medium Term Note of €500 million. The remaining debt redemptions related to short term debt issued within the quarter or during the previous one. In gross terms, i.e. including rollovers, there were €643 million in redemptions of Treasury Bills and €185 million in redemptions of Euro Commercial Papers. Additionally loan amortisations amounted to €78 million.

## Changes in debt structure Jan-Sept. 2014

### Borrowing 2014

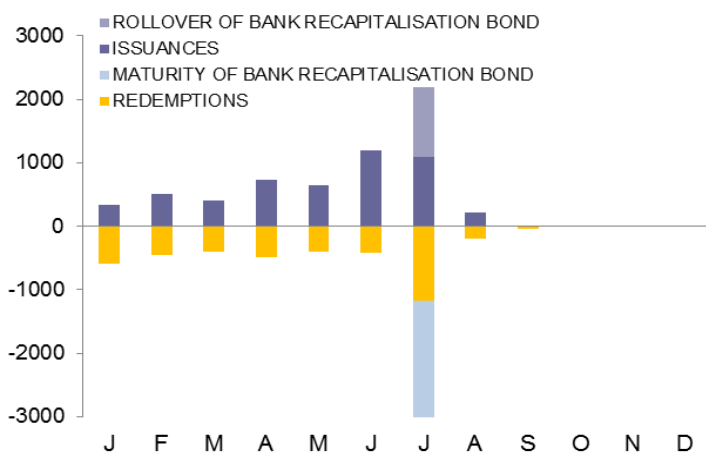


### Debt redemptions 2014

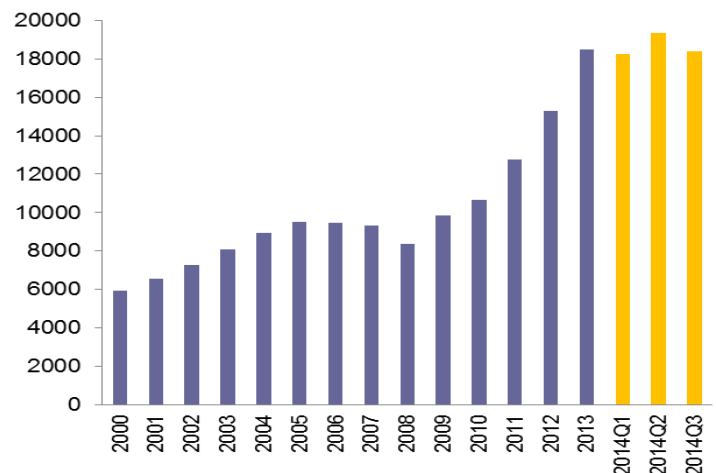


## Changes in debt stock Jan-Sept. 2014

### Monthly contribution, € mln



### Evolution of public debt, € mln



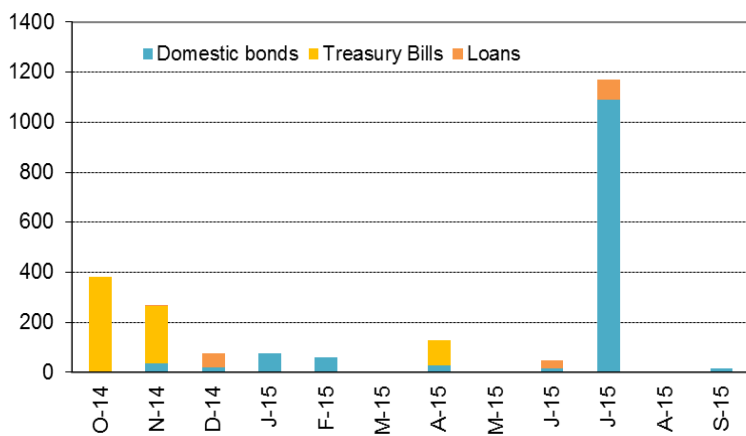
## Debt Structure

	30-09-14 €18.171 mln	30-06-14 €19.127 mln
Outstanding Central Government Debt <sup>1</sup>		
Domestic market	31,5%	35,0 %
Foreign market	68,5%	65,0 %
Short term <sup>2</sup>	3,9%	4,7 %
Medium and long term	96,1%	95,3 %
Fixed interest rate	59,7%	65,1 %
Floating interest rate <sup>3</sup>	40,3%	34,9 %
Local currency	97,6%	98,2 %
Foreign currencies <sup>4</sup>	2,4%	1,8 %

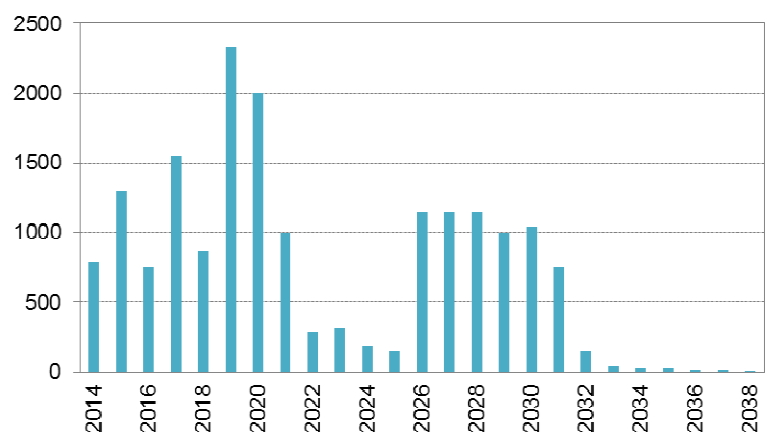
1. Provisional data. Excludes intragovernmental obligations of the central government and debt of central government state-owned enterprises.
2. By original maturity at issue.
3. Does not include short term debt
4. After swap transactions

## Repayments Schedule

### Debt within next 12 months, € mln

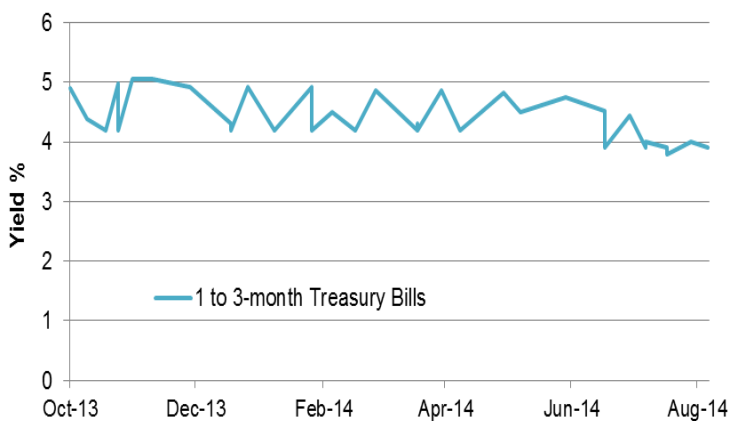


### Total debt, € mln

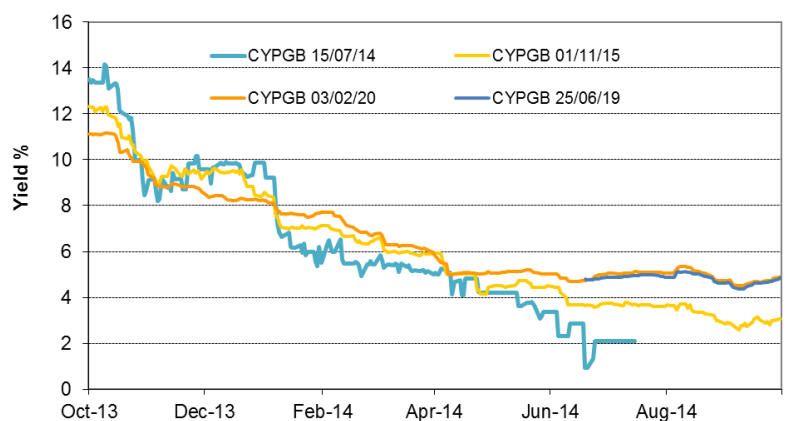


## Marketable debt borrowing cost

### Primary market Treasury Bill yields



### Secondary market bond market yields



Abbreviations: TB: Treasury Bill; DB: domestic-law bond; ECP: Euro Commercial Paper; EMTN: Euro Medium Term Note (foreign-law bond);PDMO: Public Debt Management Office; SDR: Special Drawing Rights

All data as at 30-09-2014 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 can not, 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