



CYPRUS CENTRAL GOVERNMENT DEBT

QUARTERLY BULLETIN

No.31: 3rd QUARTER 2018

Public debt management: Review of operations for the 3rd Quarter of 2018

New issues:

On the 18th of September the Republic of Cyprus issued a 10-year EMTN bond of €1,5 bn with a coupon of 2,375% and a yield of 2,40%. Geographically, the Republic of Cyprus achieved a broad distribution of investors largely from the UK (28%), Germany and Austria (14%) and the rest of Europe (53%). The largest investor class were Fund Managers (42%) closely followed by banks and private banks (40%).

In July five new government bonds were issued through private placement for a total amount of €3,19 bn maturing between 2018 and 2022. These bonds replaced the government bonds issued in April of 2018 amounting to €2,35 bn.

The weighted average yield at the Treasury Bills auction in September 2018 marginally increased from -0,27% to -0,24% compared to the June 2018 auction. The bid-to-cover ratio in September increased from 1,48 to 2,00 compared to the ratio in June. The total outstanding stock of Treasury Bills for this quarter remained unchanged to €300 million.

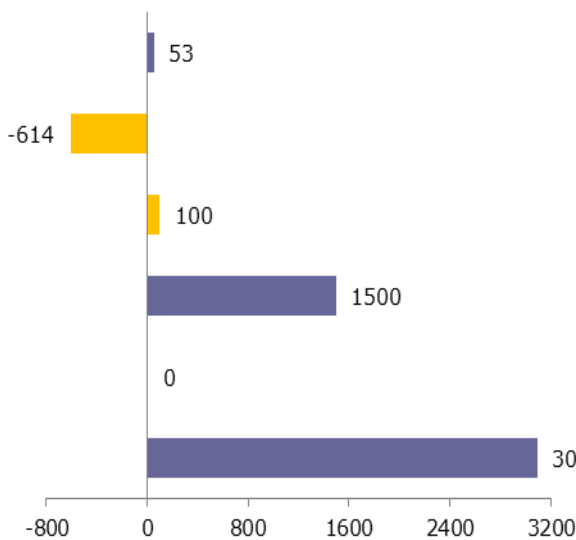
The issuance of 6-year retail bonds continued with sales of €22 million for the third quarter of 2018.

Debt redemptions:

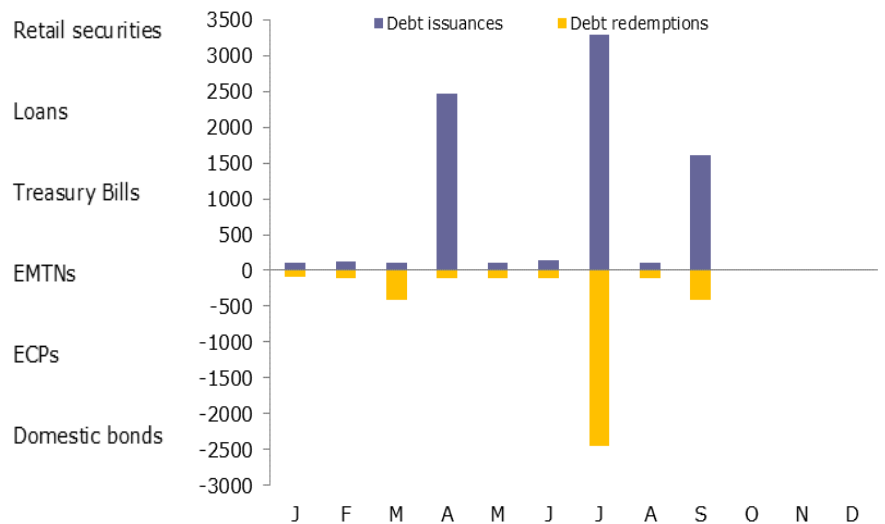
The short term debt redemption for the third quarter of 2018 amounted to €300 million. Repayment for retail securities amounted to €17 million. Loan amortizations reached the amount of €321 million out of which €315 million concerned the payment of one of the loan instalments from the Russian Federation.

Change in debt January – September 2018

By instrument, € mln.

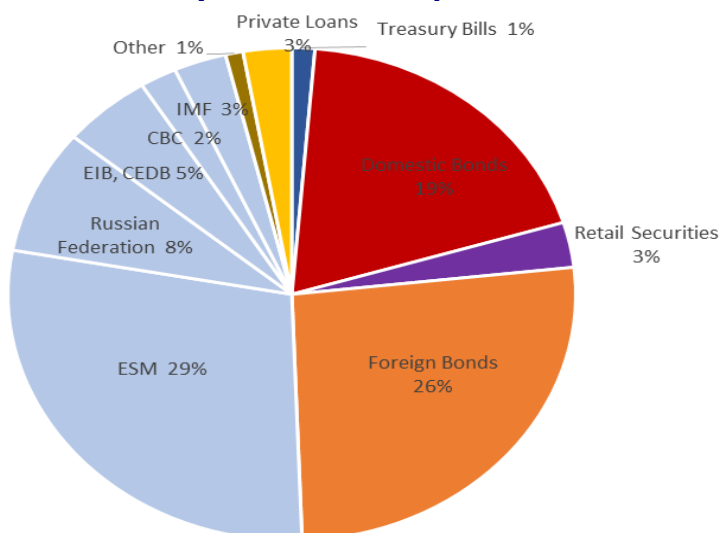


By month, € mln.

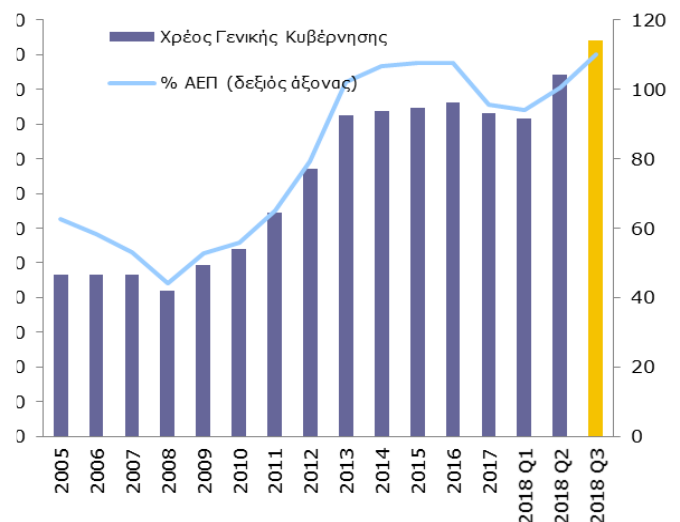


Size and structure of debt

By instrument September 2018



Evolution of public debt, € mln



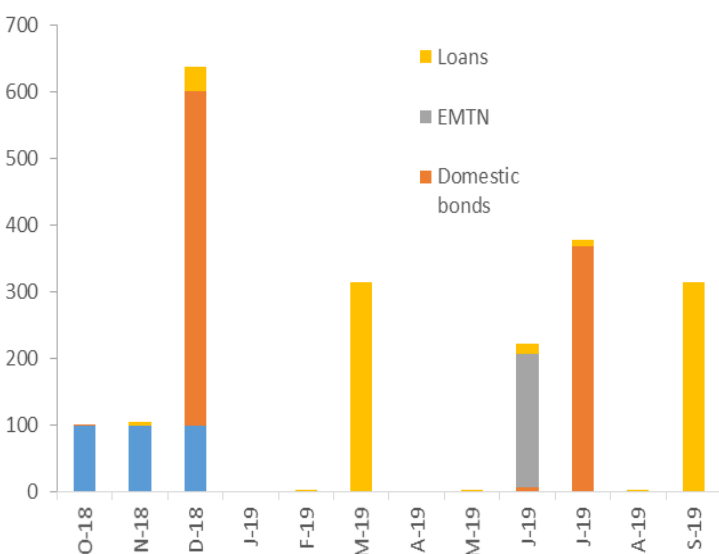
Debt Structure

	30-09-18 € 22.409 mln.	30-06-18 € 20.436 mln.	30-09-17 €18.809 mln.
Outstanding Central Government Debt ¹			
Domestic market	27%	26%	19%
Foreign market	73%	74%	81%
Short term²	1%	1%	2%
Medium and long term	99%	99%	98%
Securities	51%	44%	35%
Loans	49%	56%	65%
Fixed interest rate	62%	58%	57%
Floating interest rate ³	38%	42%	43%
Local currency	97%	97%	96%
Foreign currencies ⁴	3%	3%	4%

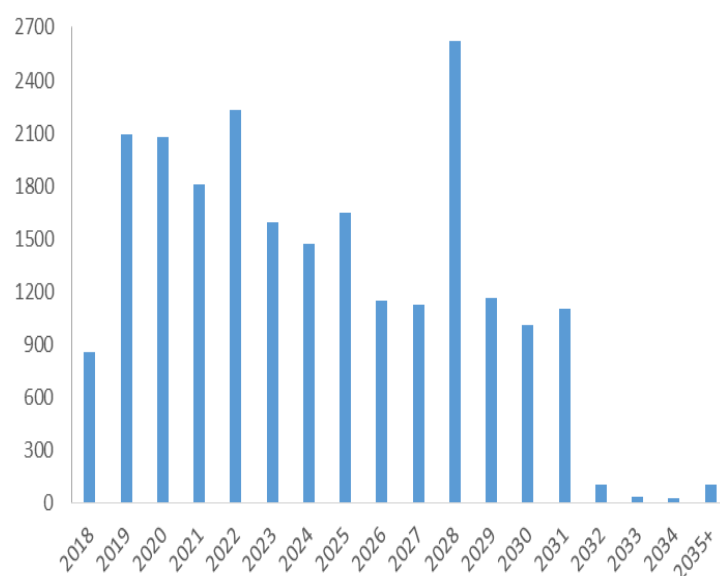
1. Provisional data. Excludes intragovernmental obligations of the central government and debt of central government state-owned enterprises. Also excluding the nominal value of euro coins in circulation.
2. By original maturity at issue.
3. Does not include short term debt
4. After swap transactions.

Repayments Schedule

Debt within next 12 months

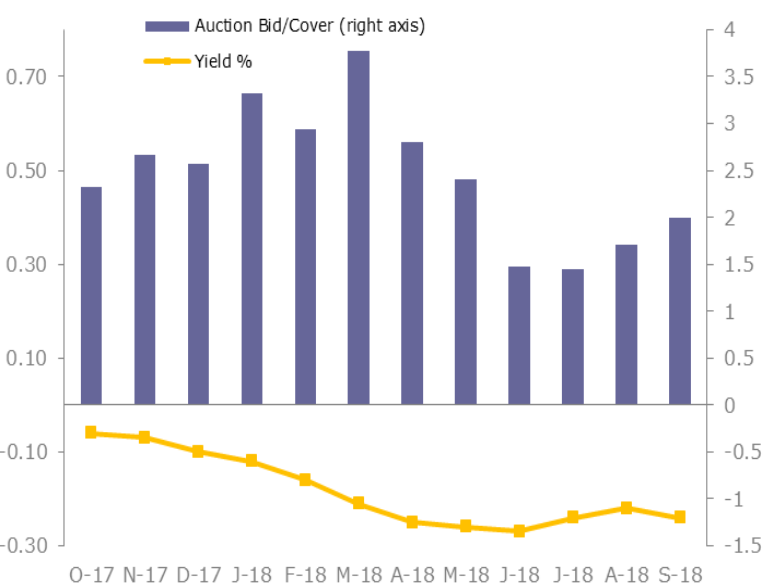


Total debt, € mln

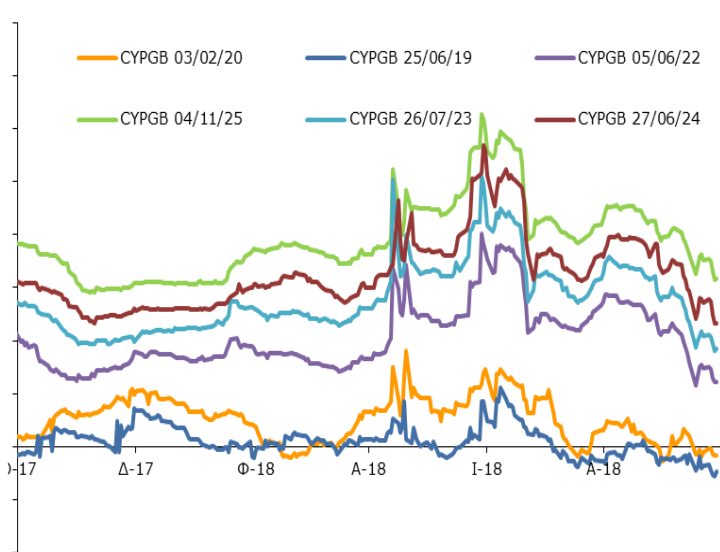


Marketable debt borrowing cost

Primary market Treasury Bill yields



Secondary market bond market yields



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 30/9/18 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.



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