



QUARTERLY DEBT BULLETIN

Q3-2020

as at 30th September 2020

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 30th September stood at \$467.28m. The DOD decreased by 3.89% (\$18.92m) and decreased by 4.72% (\$23.12m) over that at the end Q2-2020 and the same period in 2019 respectively. Disbursements on existing debt totalled \$1.09m. There was no new debt contracted during Q3-2020.

FIGURE 1:
TOTAL PUBLIC DEBT, Q3-2019 to Q3-2020

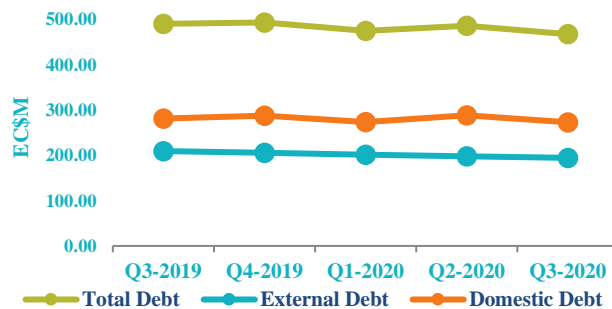


FIGURE 2:
PUBLIC DEBT COMPOSITION, Q3-2020

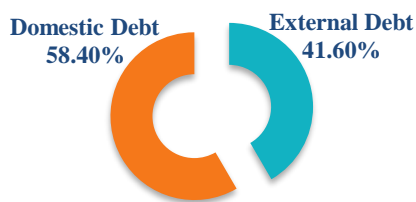


FIGURE 3:
PUBLIC DEBT BY BORROWER, Q3-2019 to Q3-2020

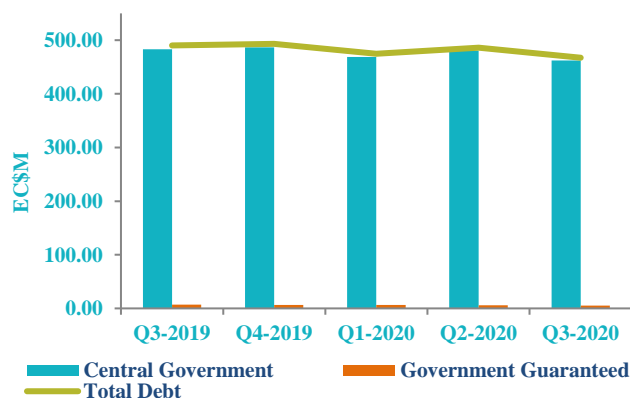
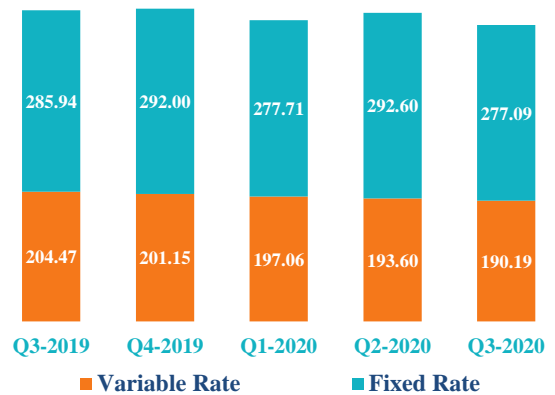
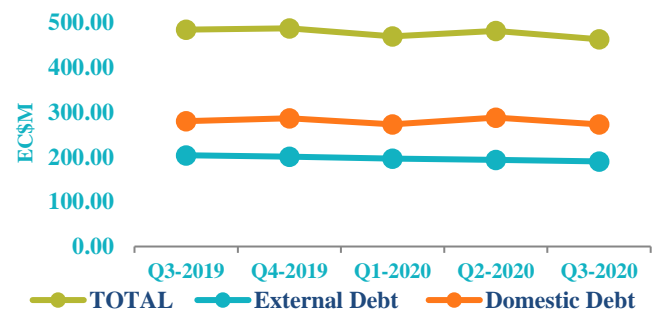


FIGURE 4:
PUBLIC DEBT BY INTEREST RATE COMPOSITION, EC\$M



2. Central Government Debt was recorded at \$462.09m at the end of Q3-2020. This represented a decrease of \$18.44m (3.84%) and \$21.23m (4.39%) when compared to Q2-2020 and Q3-2019 respectively. External debt accounted for \$189.80m (41.07%) and domestic debt \$272.29m (58.93%).

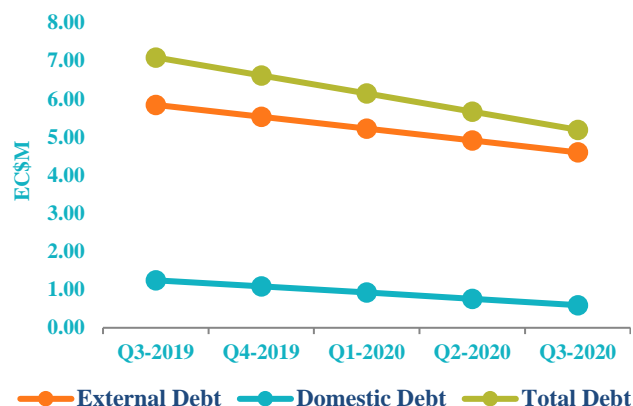
FIGURE 5:
CENTRAL GOVERNMENT DEBT, Q3-2019 to Q3-2020



3. Total Guaranteed Debt stood at \$5.19m at the end of Q3-2020. Total Guaranteed debt declined by \$0.48m (8.45%) and \$1.90m (26.76%) when compared to Q2-2020 and Q3-2019 respectively. External debt accounted for \$4.60m (88.57%) and domestic debt \$0.59m (11.43%) at end Q3-2020.



FIGURE 6:
GOVERNMENT GUARANTEED DEBT, Q3-2019 to Q3-2020



4. **Total Public External Debt** was recorded at \$194.40m at the end of Q3-2020, a decrease of 1.80% (\$3.56m) and 7.12% (\$14.90m), when compared to Q2-2020 and Q3-2019 respectively. The largest share of external debt is held by Central Government at 97.63% (\$189.80m) with Government Guaranteed the remaining 2.37% (\$4.60m). The main creditor being Caribbean Development Bank (CDB) at \$193.74m. The main loan currency was the United States Dollar (USD) at XCD\$193.74m (US\$71.75m) or 99.66% and the remaining debt of \$0.66m or 0.34% was denominated in Euro. The variable interest rate debt accounted for 97.84% while fixed rate debt accounted for the remaining 2.16%. There were no external arrears.

FIGURE 7:
EXTERNAL DEBT BY BORROWER Q3-2019 to Q3-2020

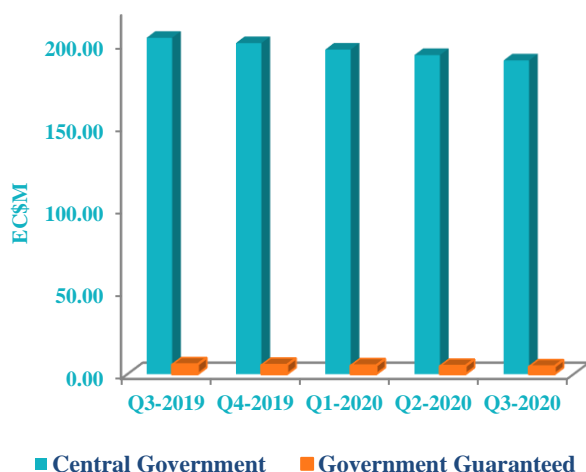


FIGURE 8:
EXTERNAL DEBT BY INTEREST RATE TYPE, Q3-2019 to Q3-2020

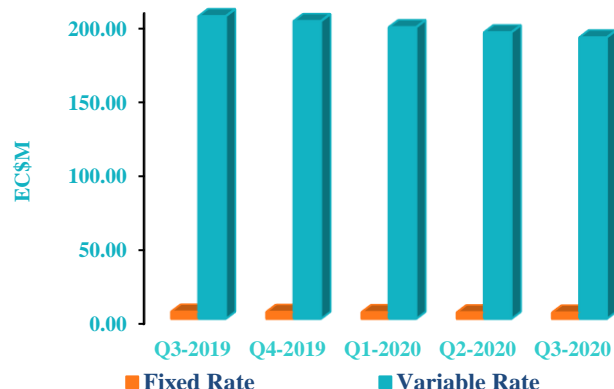
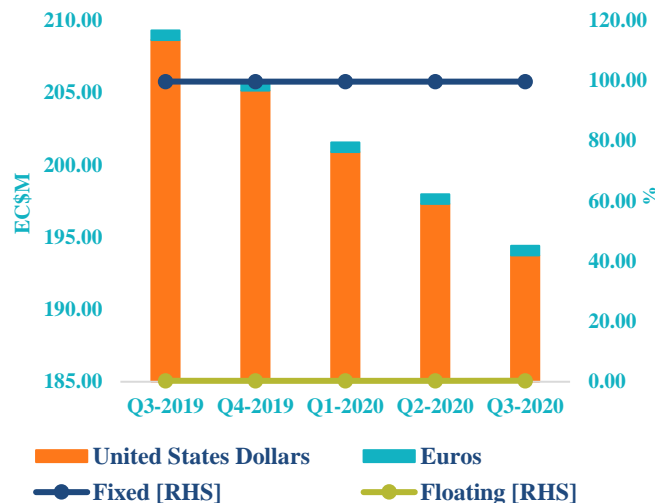


FIGURE 9:
EXTERNAL DEBT BY CURRENCY AND CURRENCY TYPE, Q3-2019 to Q3-2020



*RHS - Right Hand Scale

5. **Total Public Domestic Debt** was recorded at XCD\$272.89m at the end of Q3-2020, a decrease of 5.33% (\$15.36m) and 2.93% (\$8.22m) when compared to Q2-2020 and Q3-2019 respectively. All domestic debt was denominated in Eastern Caribbean Dollars. The main creditor category was Government Related Institutions; specifically, Anguilla Social Security Board (ASSB) accounting for \$215.39 (78.93%). Under the domestic debt by instruments: - the ASSB Promissory Note accounted for 78.42% (\$214.00m) of the domestic portfolio; followed by the Depositors' Protection Trust (DPT) with 14.59% (\$39.82m); the overdrafts with 5.59% (15.25m) and loans with the remaining 1.40% (\$3.82m). There were no domestic arrears.



FIGURE 10:
DOMESTIC DEBT BY CREDITOR CATEGORY, Q3-2019 to Q3-2020

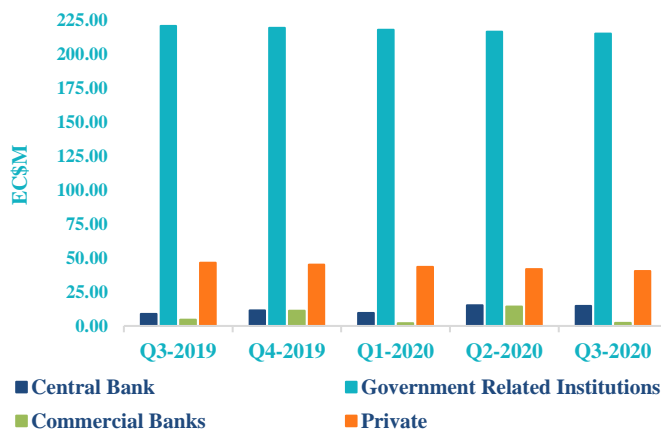


FIGURE 11:
DOMESTIC DEBT BY INSTRUMENT, Q3-2020

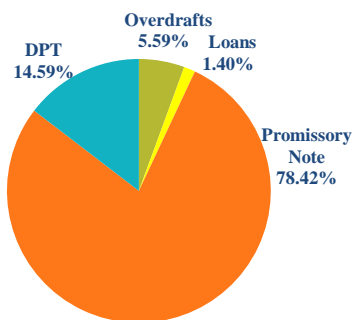
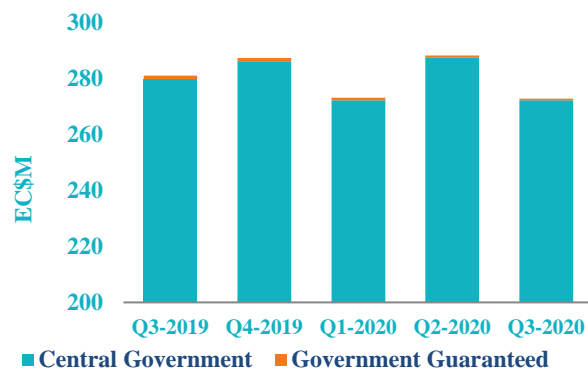


FIGURE 12:
DOMESTIC DEBT BY BORROWER, Q3-2019 to Q3-2020



6. Total Debt Service during Q3-2020 totalled \$12.96m. This amount increased by 2.05% (\$0.26m) and 8.52% (\$1.02m) when compared to Q2-2020 and Q3-2019 respectively. Interest payments accounted for \$4.24m (32.70%) and amortization accounted for \$8.72m (67.30%). Domestic debt service represented 47.58% (\$6.16m) of the actual debt service for Q3-2020 and external debt service the remainder 52.42% (\$6.80m).

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, Q3-2019 to Q3-2020

Debt Service Payments	Q 3-2019	Q 4-2019	Q 1-2020	Q 2-2020	Q 3-2020
Total Debt Service	11.94	13.12	12.98	12.70	12.96
Total Principal Repayments	7.27	8.35	8.33	8.35	8.72
Total Interest Payments	4.67	4.77	4.64	4.35	4.24
External Debt Service	6.12	7.16	7.09	6.93	6.80
Principal Repayments	3.57	4.64	4.62	4.63	4.68
Interest Payments	2.55	2.52	2.46	2.30	2.12
Domestic Debt Service	5.82	5.96	5.89	5.77	6.16
Principal Repayments	3.70	3.71	3.71	3.72	4.04
Interest Payments	2.12	2.25	2.18	2.05	2.12

7. Disbursements for Q3-2020 totalled XCD\$1.09m, due primarily to continuous disbursements on the Anguilla Community College Project Loan contracted in 2014 from CDB.

TABLE 2:
NEW FINANCING, Q3-2019 to Q3-2020

New Financing (EC\$M)	Q 3-2019	Q 4-2019	Q 1-2020	Q 2-2020	Q 3-2020
External	0.47	1.13	0.38	1.03	1.09
Multilateral	0.47	1.13	0.38	1.03	1.09
Domestic	-	-	-	-	-

8. Debt Ratios

The sustainability indicator, Debt/GDP for Q3 2020 reflects a decrease in the nominal debt stock of 2.53 and an increase of 14.76 percentage points when compared to Q2-2020 and Q3-2019 respectively. At the end of Q3-2020, Anguilla was in breach of the Eastern Caribbean Currency Union Debt/GDP target of 60 percent by 2.61 percentage points. The Average Time to Maturity (ATM) stood at 7.05 years and the Average Time to Refixing (ATR) 5.23 years; with the share of interest rate to be refixed in one year at 81.40%.



TABLE 3:
SUSTAINABILITY INDIATORS

Sustainability Indicators	Q 3-2019	Q 4-2019	Q 1-2020	Q 2-2020	Q 3-2020
Public Sector Debt to GDP (%)	47.85	48.12	63.61	65.14	62.61
External Debt to GDP	20.42	20.08	27.00	26.52	26.05
Domestic Debt to GDP	27.43	28.04	36.61	38.62	36.56
Average Time to Maturity(ATM)(Yrs)	8.46	7.57	6.91	6.77	7.05
External Debt	5.41	5.52	4.70	4.81	4.95
Domestic Debt	9.22	9.03	8.54	8.12	8.55
Average Time to Refixing (ATR)(Yrs)	6.02	5.50	5.15	5.04	5.23
External	0.58	0.58	0.56	0.56	0.56
Domestic	9.22	9.03	8.54	8.12	8.55
Share of Interest Rate to be refixed within one year	83.39	81.58	82.91	79.64	81.40

FIGURE 13:
TOTAL PUBLIC DEBT – MATURITY PROFILE

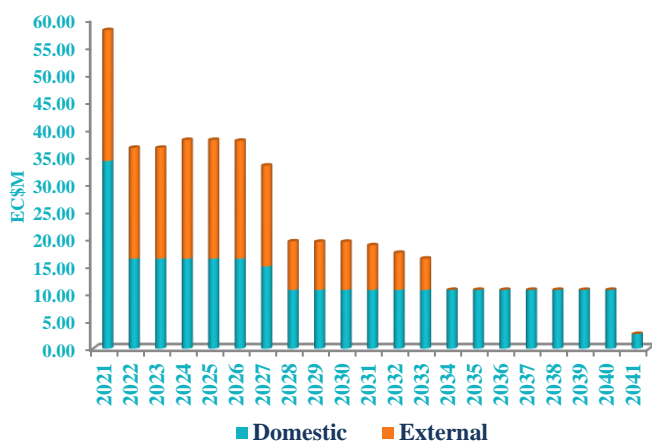


Figure 13 depicts the maturity structure of Anguilla’s public debt stock at the end of Q3-2020. The maturity profile refers to the amount of debt that is falling due in a given period. Anguilla’s existing debt is due to fully mature in 2041. The indicator shows that XCD\$58.07m matures in less than a year; XCD\$187.14m within 5 years and XCD\$222.07m over 5 years.

TABLE 4:
FISCAL SUSTAINABILITY AND DEVELOPMENT BENCHMARKS

Debt Indicators(%)	Targets	2016	2017	2018	2019
Net Debt/Recurrent Revenue	≤80%	279.83	264.86	260.15	208.52
Variance		199.83	184.86	180.15	128.52
Debt Service/Recurrent Revenue	≤10%	16.72	20.63	23.58	20.42
Variance		6.72	10.63	13.58	10.42
Liquid Assets/Recurrent Expenditure	≥25%	8.36	0.90	0.17	0.25
Variance		-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.