



QUARTERLY DEBT BULLETIN

Q2-2021

as at 30th June 2021

The Quarterly Debt Bulletin, prepared by the Government of Anguilla, summarises the public debt position, public debt structure and public debt 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, as well as government guaranteed debt and non-guaranteed debt of State Owned Enterprises at end of fiscal year 2020 (Q4-2020).

1. Total Public Disbursed Outstanding Debt (DOD) as at 30th June 2021 stood at \$454.27m. The DOD decreased by 2.06% (\$9.56m) and 6.57% (\$13.01m) over that at the end of Q1-2021 and the same period in 2020 respectively. At the end of Q2-2021 Central Government debt accounted for 94.93% (\$431.23m) and Government Guaranteed and Non-Guaranteed debt accounted for the remaining 5.07% (\$23.05m). Disbursements on existing debt totalled \$0.13m. There was no new debt contracted during Q2-2021.

FIGURE 1:
TOTAL PUBLIC DEBT, Q2-2020 to Q2-2021

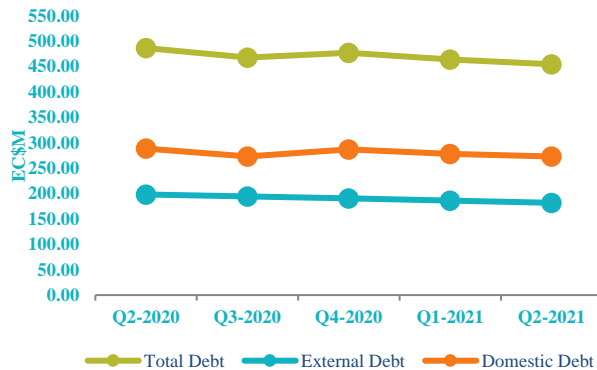


FIGURE 2:
PUBLIC DEBT COMPOSITION, Q2-2021

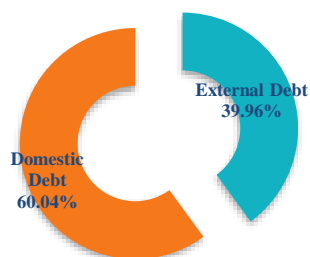


FIGURE 3:
PUBLIC DEBT BY BORROWER, Q2-2020 to Q2-2021

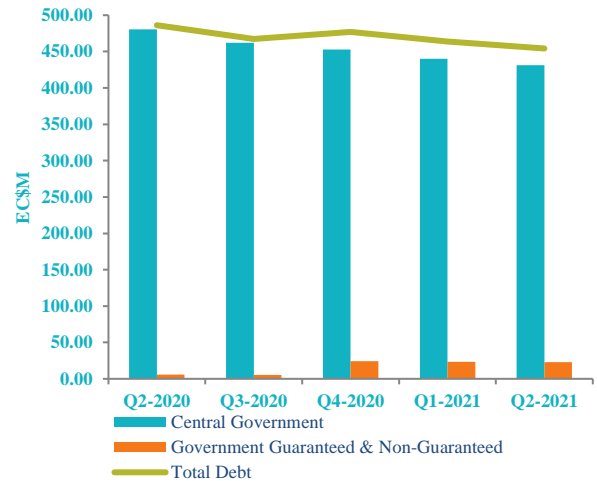
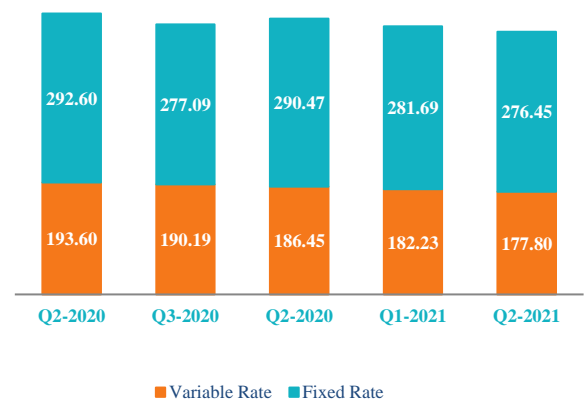


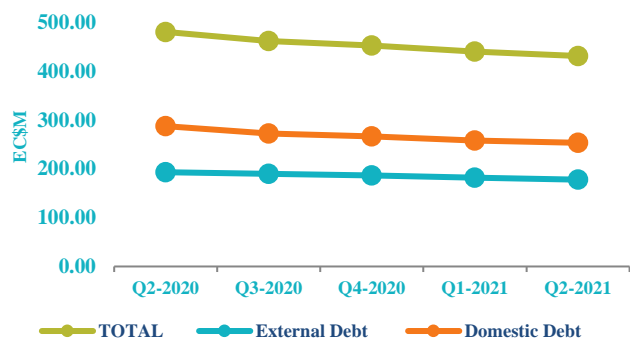
FIGURE 4:
PUBLIC DEBT BY INTEREST RATE COMPOSITION, EC\$M



2. Central Government Debt was recorded at \$431.23m at the end of Q2-2021. This represented a decrease of \$9.03m (2.05%) and \$49.30m (10.25%) when compared to Q1-2021 and Q2-2020 respectively. External debt accounted for \$177.87m (41.25%) and domestic debt \$253.35m (58.75%).

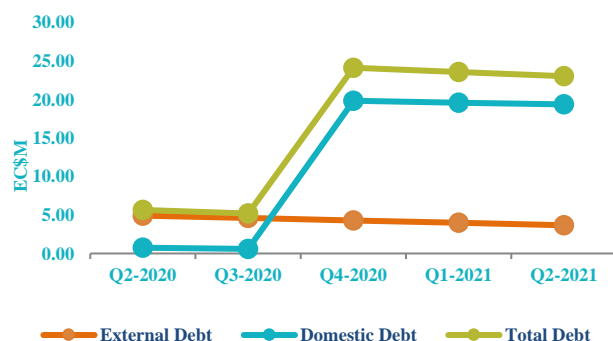


FIGURE 5:
CENTRAL GOVERNMENT DEBT, Q2-2020 to Q2-2021



3. **Total Guaranteed & Non-Guaranteed Debt** stood at \$23.02m at the end of Q2-2021. Total Guaranteed & Non-Guaranteed debt decreased by \$0.55m (2.33%) and increased by \$17.35m (305.99%) when compared to Q1-2021 and Q2-2020 respectively. This increase, Q2-2021 over Q2-2020, is due to the inclusion of the Non-Guaranteed SOE’s debt at the end of fiscal year 2020. External debt accounted for \$3.67m (15.94%) and domestic debt \$19.36m (84.06%) at end Q1-2021.

FIGURE 6:
GOVERNMENT GUARANTEED & NON-GUARANTEED DEBT, Q2-2020 to Q2-2021



4. **Total Public External Debt** recorded at the end of Q2-2021 was \$181.54m, a decrease of 2.46% (\$4.54m) and 8.29% (\$16.42m), when compared to Q2-2020 and Q1-2020 respectively. The largest share of external debt is held by Central Government at 97.97% (\$177.87m) with the remaining 2.03% (\$3.67m) being Government Guaranteed debt. There was no external debt associated with the Non-Guaranteed SOE’s Debt.

The main external creditor Caribbean Development Bank (CDB), corresponding to \$180.94m in debt. The main loan currency was the United States Dollar (USD) at \$180.94m (US\$67.01m) or 99.66% of the debt and the remaining portion of \$0.64m or 0.34% was denominated in Euro. The variable interest rate debt accounted for 97.94% (\$177.80m) while the fixed rate debt accounted for the remaining 2.06% (\$3.74). There were no external arrears.

FIGURE 7:
EXTERNAL DEBT BY BORROWER Q2-2020 to Q2-2021

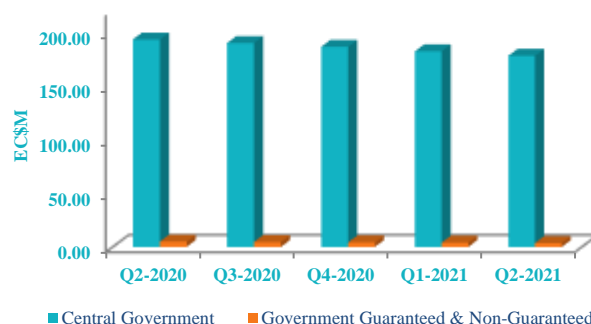
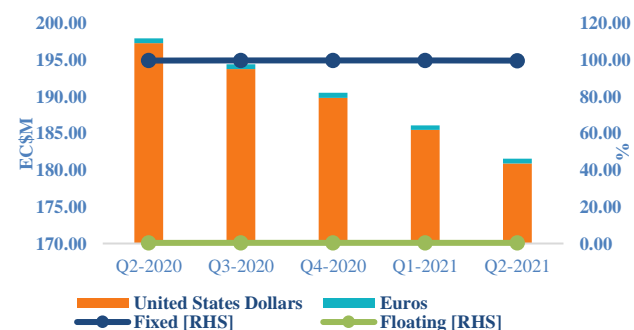


FIGURE 8:
EXTERNAL DEBT BY INTEREST RATE TYPE, Q2-2020 to Q2-2021



FIGURE 9:
EXTERNAL DEBT BY CURRENCY AND CURRENCY TYPE, Q2-2020 to Q2-2021



*RHS - Right Hand Scale

5. Total Public Domestic Debt recorded at the end of Q2-2021 was \$272.71m, a decrease of 1.81% (\$5.01m) and 5.39% (\$15.54m) when compared to Q2-2020 and Q1-2021 respectively. The largest share of domestic debt is held by Central government at 92.90% (\$253.35m) with the remaining 7.10% (\$19.36m) related to Government Guaranteed and Non-Guaranteed debt of SOEs. Of the domestic debt at the end of Q2-2021, 92.91% (\$253.35m) was denominated in Eastern Caribbean dollars and the remaining 7.09% (\$19.36m) in United States Dollars. The main creditor category was Government Related Institutions: - specifically, the Anguilla Social Security Board (ASSB) accounted for \$211.58m (77.58%) of domestic debt. Under the domestic debt by instruments, the ASSB Promissory note accounted for 77.49% (\$211.33m) of the domestic debt portfolio; followed by the Depositors’ protection Trust (DPT) with 13.03% (\$35.55m); Public Private Partnerships with 6.96% (\$19.00m); the overdrafts with 2.37% (\$6.48m) and loans with the remaining 0.13% (\$0.36m). There were no domestic arrears.

FIGURE 10:
DOMESTIC DEBT BY CREDITOR CATEGORY, Q2-2020 to Q2-2021



FIGURE 11:
DOMESTIC DEBT BY BORROWER, Q2-2020 – Q2-2021

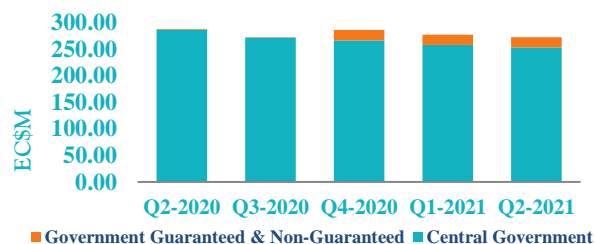
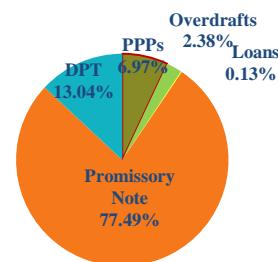


FIGURE 12:
DOMESTIC DEBT BY INSTRUMENT, Q2-2021



6. Total Debt Service during Q2-2021 totalled \$12.87m. This amount increased by 18.39% (\$2.00m) and 1.33% (\$0.17m) when compared to Q1-2021 and Q2-2020 respectively. Interest payments accounted for \$3.49m and amortization accounted for \$9.38m, which is 27.12% and 72.88% of total debt service respectively. Domestic debt service represented 50.73% (\$6.53m) of the actual debt service for Q2-2021 and external debt service the remainder 49.27% (\$6.34m).

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

TABLE 1:
DEBT SERVICE PAYMENTS, Q2-2020 to Q2-2021

Debt Service Payments	Q2-2020	Q3-2020	Q2-2020	Q1-2021	Q2-2021
Total Debt Service	12.70	12.60	14.09	10.87	12.87
Total Principal Repayments	8.35	8.41	10.10	7.09	9.38
Total Interest Payments	4.35	4.19	3.99	3.77	3.49
External Debt Service	6.93	6.80	6.76	6.49	6.34
Principal Repayments	4.63	4.68	4.71	4.70	4.71
Interest Payments	2.30	2.12	2.05	1.79	1.63
Domestic Debt Service	5.77	5.80	7.33	4.38	6.53
Principal Repayments	3.72	3.73	5.39	2.39	4.67
Interest Payments	2.05	2.08	1.94	1.99	1.86



7. **Disbursements** for Q2-2021 totalled \$0.13m, due primarily to continuous disbursements on the Anguilla Community College Project Loan, which was contracted in 2014 from CDB. There were no new loans contracted in Q2-2021.

TABLE 2:
NEW FINANCING, Q2-2020 to Q2-2021

New Financing (EC\$M)	Q2-2020	Q3-2020	Q2-2020	Q1-2021	Q2-2021
External	1.03	1.09	0.79	0.32	0.13
Multilateral	1.03	1.09	0.79	0.32	0.13
Domestic	-	-	-	-	-

8. Debt Ratios

The sustainability indicator, Debt/GDP for Q2-2021 reflects a decrease in the nominal debt stock of 1.13 and 6.58 percentage points when compared to Q1-2021 and Q2-2020 respectively. At the end of Q2-2021, Anguilla was in compliance with the Eastern Caribbean Currency Union Debt/GDP target of 60 per cent by 6.49 percentage points. The Average Time to Maturity (ATM) stood at 6.45 years and the Average Time to Refixing (ATR) 4.93 years, with the share of interest to be refixed in one year at 78.28%.

TABLE 3:
SUSTAINABILITY INDICATORS

Sustainability Indicators	Q2-2020	Q3-2020	Q2-2020	Q1-2021	Q2-2021
Public Sector Debt to GDP (%)	69.09	66.40	64.98	54.64	53.51
External Debt to GDP	28.13	27.62	25.96	21.92	21.38
Domestic Debt to GDP	40.96	38.78	39.03	32.71	32.12
Average Time to Maturity (ATM)(Yrs)	7.57	6.91	6.77	7.40	6.45
External Debt	4.70	4.81	4.95	5.54	4.35
Domestic Debt	8.54	8.12	8.55	8.73	7.85
Average Time to Refixing (ATR)(Yrs)	5.15	5.04	5.23	5.38	4.93
External	0.56	0.56	0.56	0.70	0.55
Domestic	8.54	8.12	8.55	8.73	7.85
Share of Interest Rate to be refixed within one year	82.91	79.64	81.40	82.91	78.28

Total Public Debt – Maturity Profile

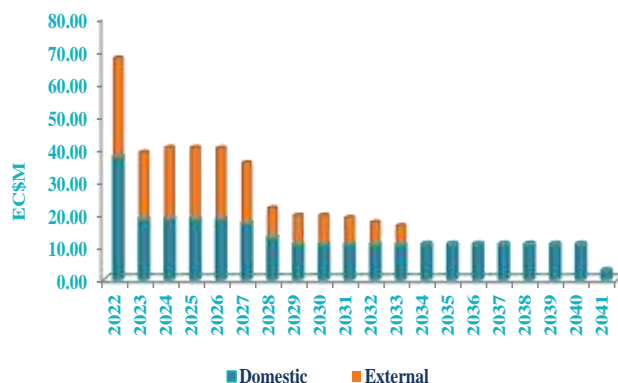


Figure 14 depicts the maturity structure of Anguilla’s public debt stock at the end of Q2-2021. The maturity profile refers to the amount of debt that is falling due in a given period. Anguilla’s existing debt is due to fully mature in 2041. The indicator shows that \$67.70m matures in less than a year; \$195.26m within 5 years and \$191.29m over 5 years.

TABLE 4:
FISCAL SUSTAINABILITY AND DEVELOPMENT BENCHMARKS

Debt Indicators (%)	Targets	2017	2018	2019	2020
Net Debt/Recurrent Revenue	≤ 80%	264.86	260.15	208.52	202.75
Variance		184.86	180.15	128.52	122.75
Debt Service/Recurrent Revenue	≤ 10%	20.63	23.58	20.42	21.84
Variance		10.63	13.58	10.42	11.84
Liquid Assets/Recurrent Expenditure	≥ 25%	0.90	0.17	0.25	0.23
Variance		-24.10	-24.83	-24.75	-24.77

At the end of 2020 (Q4-2020) the GoA remained in breach of the prescribed benchmarks as agreed with the United Kingdom Government.