

REPORT ON THE CENTRAL GOVERNMENT DEBT AS OF 30 SEPTEMBER 2020

Total Central Government debt (deposits not included) as of 30 September 2020, was 3,660.31 million EUR or 87.29% of GDP¹. Total Central Government Debt, including deposits, as of 30 September 2020 was 3,388.51 million EUR or 80.81% of GDP.

The foreign debt was 3,089.81 million EUR or 73.69% of GDP, while the domestic debt was 570.50 million EUR or 13.61% of GDP. At the end of the third quarter of 2020, deposits were 271.79 million EUR including 38,477 ounces of gold (amount of gold was EUR 61,94 million) or 6.48% of GDP.

Table 1 Government debt stock, in million eur

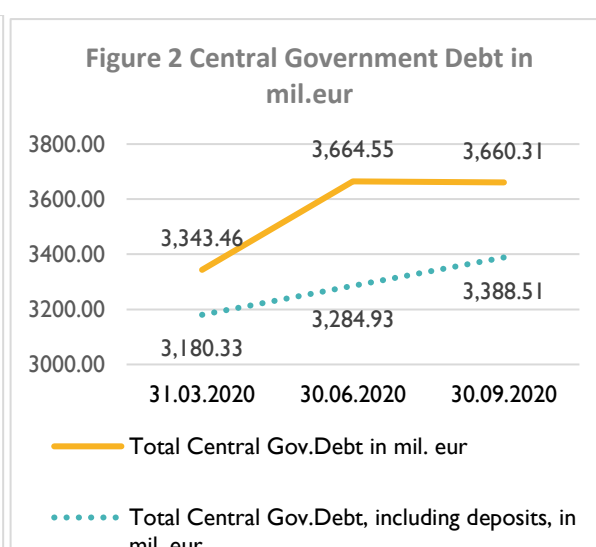
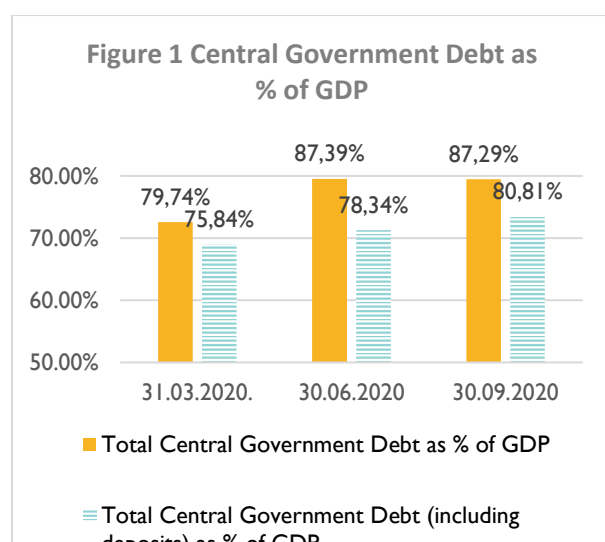
Creditor	31.03.2020	30.06.2020	30.09.2020
International Bank for Reconstruction and Development (IBRD)	185.60	182.77	183.83
Member states of the Paris Club of Creditors	75.04	74.55	70.27
International Development Association (IDA)	31.88	28.26	27.31
European Investment Bank (EIB)	106.88	103.95	112.81
European Bank for Reconstruction and Development (EBRD)	25.31	29.01	32.21
Council of Europe Development Bank (CEB)	32.00	31.46	31.43
European Commission	0.30	0.00	0.00
Reconstruction Credit Bank (KfW) – Germany	39.64	36.86	40.71
Loan from the Government of Hungary	2.48	2.34	1.85
Loan from the Government of Poland	4.85	4.50	4.50
French loan – NATIXIS	2.97	2.60	2.55
Steiermarkische Bank und Sparkassen AG	2.20	2.20	1.10
Credit Suisse Bank	54.22	42.11	42.11
China Exim Bank	685.07	677.68	664.14
Instituto del credito oficial (ICO)	2.49	2.26	2.26
Austrian loan	1.00	1.00	0.67
Eurobond	1,227.45	1,227.45	1,227.45
Banka Intesa	16.67	16.67	13.33
Syndicated loan-OTP -Erste Group-Zagrebačka bank	40.50	40.50	32.40
International Fund for Agricultural Development (IFAD)	2.46	2.46	2.46
Export Development Canada EDC - Helicopters	18.85	16.20	17.65
HAPOALIM - armoured vehicles	0.00	6.03	6.03
Rapid Financing Instrument - MMF	0.00	74.33	72.73
Syndicated loan - PBG	250.00	250.00	250.00
Syndicated loan - PBG 2	0.00	250.00	250.00
Total Foreign Debt	2,807.84	3,105.17	3,089.81
Old currency savings	10.70	10.65	10.55
Restitution obligations	86.28	85.60	83.05
Credit from commercial banks	132.45	141.89	169.26
Pension arrears	1.90	1.90	1.90
T bills	37.90	52.90	41.70

¹According to MONSTAT data, the preliminary GDP for 2020 amounts to 4,193.2 million EUR

Domestic bonds - GB16	80.41	80.41	80.41
Domestic bonds – GB24	92.44	92.44	92.44
Domestic bonds – GB26	50.00	50.00	50.00
Legal persons and business organizations	43.54	43.58	41.19
Total Domestic Debt	535.61	559.55	570.50
TOTAL CENTRAL GOVERNMENT DEBT	3,343.46	3,664.55	3,660.31
Deposits	163.13	379.62	271.79
TOTAL CENTRAL GOVERNMENT DEBT (including deposits)	3,180.33	3,284.93	3,388.51

Table 2: Central government debt as % of GDP

	31.03.2020	30.06.2020	30.09.2020
Total Central Government Debt as % of GDP	79.74%	87.39%	87.29%
Total Central Government Debt (including deposits) as % of GDP	75.84%	78.34%	80.81%
Domestic Debt as % of GDP	12.77%	13.34%	13.61%
Foreign Debt as % of GDP	66.96%	74.05%	73.69%
Deposits as % of GDP	3.89%	9.05%	6.48%



During the third quarter of 2020. the Government withdrawn the amount of 32.65 million EUR for the needs of implementation of infrastructure and development projects.

From the mentioned amount 12.48 million USD (10.67 million EUR)² was withdrawn from the loan with Exim China Bank for the Project of financing the construction of the first section of the Highway Bar-Boljare; Smokovac-Mateševo. For other infrastructure and development projects, for the needs of road construction, water supply, energy efficiency, social housing, agricultural development, procurement of military equipment and similarly, the amount of 21.98 million EUR was withdrawn.

Credit arrangements concluded with foreign creditors in the third quarter of 2020 are:

- with the European Investment Bank (EIB), to finance the project "Main Road Reconstruction Program", in the amount of EUR 40.0 million;

² Exchange rate as of 30 September, 2020

- with the Export Development Agency of Canada (EDC), for the procurement of two Bell 505 helicopters. The loan agreement defines that the total arrangement amounts to EUR 3.0 million;

Credit arrangements concluded in the third quarter of 2020, with domestic creditors are:

- with Erste Bank AD Podgorica, in the amount of EUR 5.0 million, for the purposes of budget financing;
- with Erste Bank AD Podgorica, in the amount of EUR 25.0 million, for the needs of implement of capital projects of the Public Works Administration;

During the third quarter of 2020, repayment of principal of the Central Government Debt was in the total amount of 61.17 million EUR, out of which 40.53 million EUR³ referred to repayment of debt to residents. Repayment of debt to non-residents was 20.64 million EUR. Interest has been repaid in total amount of 11.08 million EUR, out of which 0.81 million EUR referred to repayment of interest to residents, while 10.27 million EUR was paid to non-residence. During the second quarter of 2020. repayment of old currency savings debt was 0.11 million EUR.

Figure 3 Interest Rate Structure of Central Government Debt (30.09.2020)

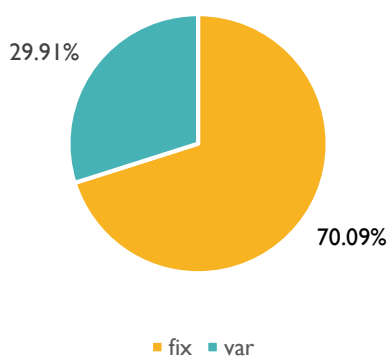


Figure 4 Currency Structure of Central Government Debt (30.09.2020.)

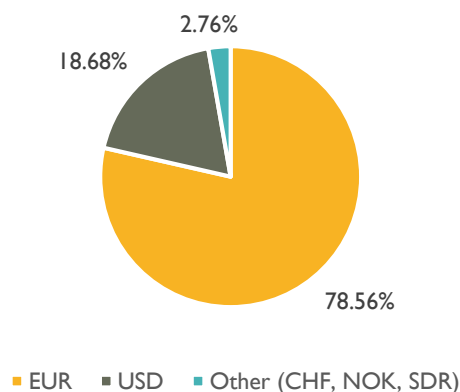
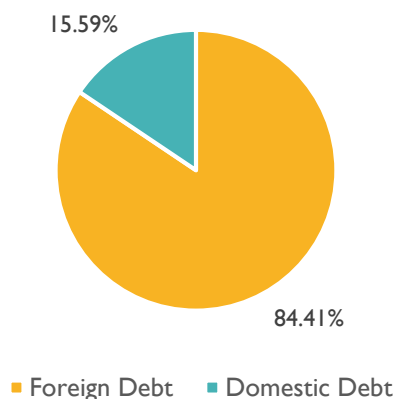


Figure 5 Share of Domestic and Foreign Debt (30.09.2020.)



³ The stated amount includes refinancing of treasury bills in the amount of EUR 26.70 million