



MONTHLY REPORT

Analysis of Public Debt
and General
Government Debt

February 2024

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Bloomberg Page <RSMF> <GO>
Belgrade, February 2024
#143

INTRODUCTION

The monthly report of the PDA is the report presenting a comprehensive analysis of the status, structure and dynamics of the public debt of the Republic of Serbia, as well as the risk analysis related to the process of public debt management, aimed at raising the level of transparency and accurate and timely awareness of investors, state institutions and other entities interested in the public debt of the Republic of Serbia. The PDA Monthly Report is published aiming at the improvement of the activities of the Republic of Serbia in the field of public debt through its informative contents, in accordance with internationally acknowledged standards and good business practice, as well as enabling stakeholders to grasp public debt, being the field of the public finance, in an easy and accurate manner, i.e. the activities and goals of the PDA.

The share of central government public debt in GDP (ESA 2010 methodology) at the end of February 2024 was 47.8%, and the share of general government public debt in GDP was 48.2%. The public debt of the central level of government in February 2024, compared to the previous month of the same year, increased by 26.3 billion dinars and amounted to 4,268,1 billion dinars (36.4 billion euros).

The credit rating agency "Fitch Ratings" confirmed the credit rating of the Republic of Serbia at BB+ level, maintained the prospects for its further improvement and rated them as stable, due to a credible macroeconomic policy followed by a disciplined fiscal policy and GDP growth.

The report stated that the Republic of Serbia successfully managed the macroeconomic risks that arose as a result of the energy crisis. It is also stated that the Republic of Serbia will continue sustainable economic growth with a high level of foreign direct investments. Thanks to the works on the currently largest project of the Republic of Serbia, the construction of "EXPO 2027", capital investments will remain at a high level. The "Fitch Ratings" agency predicts growth of 3.3% in 2024 and 4.2% in 2025. Also, the Free Trade Agreement signed with the Republic of China in September last year, the European Union's New Growth Plan for the Western Balkans, as well as infrastructural development in preparation for "EXPO 2027", will together support high economic growth in the coming years.

During February 2024, dinar government securities with a maturity of 8 years in the amount of 41.5 billion dinars were issued, while the funds based on project and program loans in the amount of 17.2 billion dinars were withdrawn. During the same month, liabilities in the amount of 30.4 billion dinars were repaid.

The share of public debt in foreign currency at the end of February 2024 was 77.7%. The share of public debt in EUR is 56.9%, in USD 13.6%, in SDR 6.7% and in other foreign currencies 0.5% (CHF, GBP, JPY, DKK, SEK, NOK, AED, KWD, CNY), while the share in RSD is 22.3%.

The share of non-residents in the portfolio of dinar government securities at the end of February 2024 amounted to 20.50%*, or 178.3 billion dinars.

The total turnover of government securities on the secondary market in the first two months of 2024 amounted to 75.6 billion dinars, of which 93% is the turnover of dinar securities.

In February 2023, the total turnover on the secondary market of dinar securities amounted to 38.6 billion dinars, while the turnover of securities denominated in euros had the equivalent of 2.9 billion dinars. Compared to the previous month, in February 2024, there was an increase in the total turnover of dinar securities in the amount of 6.9 billion dinars.

The turnover of benchmark bonds (RSMFRSD89592, RSMFRSD55940 and RSMFRSD86176), which included the JP Morgan GBI-EM Global Diversified Index and GBI-Aggregate (GBI-AGG), accounted for 71.4% of total turnover in February 2024.

Prices and yields of bonds of the Republic of Serbia issued on the international market on February 29, 2024 are:

EUROBOND 2027/05: 96.128/4.447;

EUROBOND 2028/09: 84.259/4.942;

EUROBOND 2028/05: 101.712/5.785;

EUROBOND 2029/06: 84.158/4.964;

EUROBOND 2030/12: 78.910/5.970;

EUROBOND 2033/03: 73.465/5.461;

EUROBOND 2033/09: 101.566/6.279;

EUROBOND 2036/09: 69.179/5.515.

**Including custody and omnibus accounts*

I. GENERAL GOVERNMENT DEBT AND PUBLIC DEBT STOCK AND STRUCTURE AS OF FEBRUARY 29, 2024

	EUR	USD	RSD	% GDP
Direct Liabilities (A)				
Internal Debt	10.342.196.333	11.205.764.998	1.211.866.505.507	13,6%
External Debt	24.237.319.113	26.261.124.177	2.840.053.918.006	31,8%
<i>Direct Liabilities in Total</i>	34.579.515.446	37.466.889.175	4.051.920.423.513	45,4%
Contingent Liabilities (B)				
Internal Debt	520.793.395	564.279.405	61.024.955.528	0,7%
External Debt	1.323.786.670	1.434.322.251	155.117.218.230	1,7%
<i>Contingent Liabilities in Total</i>	1.844.580.064	1.998.601.656	216.142.173.759	2,4%
Non-Guaranteed Local Government Debt (C)				
Internal Debt	185.811.601	201.326.784	21.772.827.346.938	0,2%
External Debt	56.844.792	61.591.306	6.660.896.458.491	0,1%
<i>Non-Guaranteed Local Government Debt in Total</i>	242.656.392	262.918.090	28.433.723.805	0,3%
Non-Guaranteed Debt of Public Enterprise Putevi Srbije and Koridori (D)				
	10.521.708	11.400.266	1.232.901.149,00	0,01%
Central Government Public Debt (A+B)	36.424.095.511	39.465.490.831	4.268.062.597.271	47,8%
General Government Public Debt (A+B+C+D)	36.677.273.611	39.739.809.187	4.297.729.222.226	48,2%

II. OVERVIEW OF CENTRAL GOVERNMENT DEBT OF THE REPUBLIC OF SERBIA AS OF FEBRUARY 29, 2024.

1. DIRECT LIABILITIES

1.1. INTERNAL DEBT

Debt Description	Debt stock as of February 29, 2024 in EUR (000)	Debt stock as of February 29, 2024 in USD (000)	Debt stock as of February 29, 2024 in RSD (000)
GOVERNMENT SECURITIES ISSUED IN THE DOMESTIC MARKET	9.109.939	9.870.614	1.067.474.355
RETAIL BONDS	10.991	11.909	1.287.890
RESTITUTION BONDS	137.942	149.460	16.163.571
OTHER LIABILITIES	368.830	399.627	43.218.315
FROZEN FOREIGN CURRENCY BONDS	643.661	697.406	75.422.179
COMMERCIAL BANK LOANS	70.835	76.749	8.300.196
INTERNAL DEBT (direct liabilities 1.1.)	10.342.196	11.205.765	1.211.866.506

1.2. EXTERNAL DEBT

Debt Description	Debt stock as of February 29, 2024 in EUR (000)	Debt stock as of February 29, 2024 in USD (000)	Debt stock as of February 29, 2024 in RSD (000)
EUROBONDS	8.935.026	9.681.096	1.046.978.619
COUNCIL OF EUROPE DEVELOPMENT BANK	637.206	690.412	74.665.804
EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT	142.405	154.295	16.686.535
EUROPEAN INVESTMENT BANK	1.456.796	1.578.438	170.702.839
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT	2.162.413	2.342.973	253.384.805
INTERNATIONAL MONETARY FUND	2.406.040	2.606.943	281.932.292
INTERNATIONAL DEVELOPMENT ASSOCIATION	16.057	17.398	1.881.522
KfW DEVELOPMENT BANK	81.223	88.005	9.517.453
PARIS CLUB CREDITORS	414.007	448.577	48.512.085
FOREIGN GOVERNMENT LOANS	3.256.258	3.528.154	381.558.210
EXPORT - IMPORT BANK OF CHINA	2.667.542	2.890.281	312.574.317
INTERNATIONAL COMMERCIAL BANK LOANS	1.597.588	1.730.986	187.200.433
OTHER LIABILITIES	464.759	503.566	54.459.003
EXTERNAL DEBT (direct liabilities 1.2.)	24.237.319	26.261.124	2.840.053.918
TOTAL DIRECT LIABILITIES (1.1. + 1.2.)	34.579.515	37.466.889	4.051.920.424

2. CONTINGENT LIABILITIES

2.1. INTERNAL DEBT

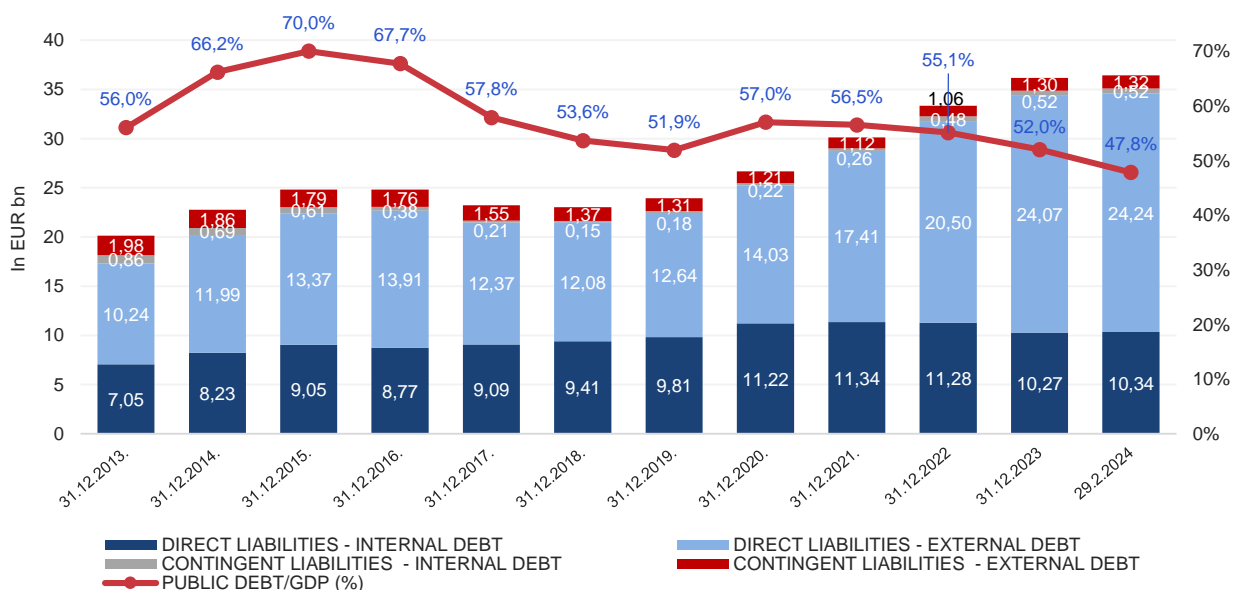
Debt Description	Debt stock as of February 29, 2024 in EUR (000)	Debt stock as of February 29, 2024 in USD (000)	Debt stock as of February 29, 2024 in RSD (000)
COMMERCIAL BANK LOANS	520.793	564.279	61.024.956
INTERNAL DEBT (indirect liabilities 2.1.)	520.793	564.279	61.024.956

2.2. EXTERNAL DEBT

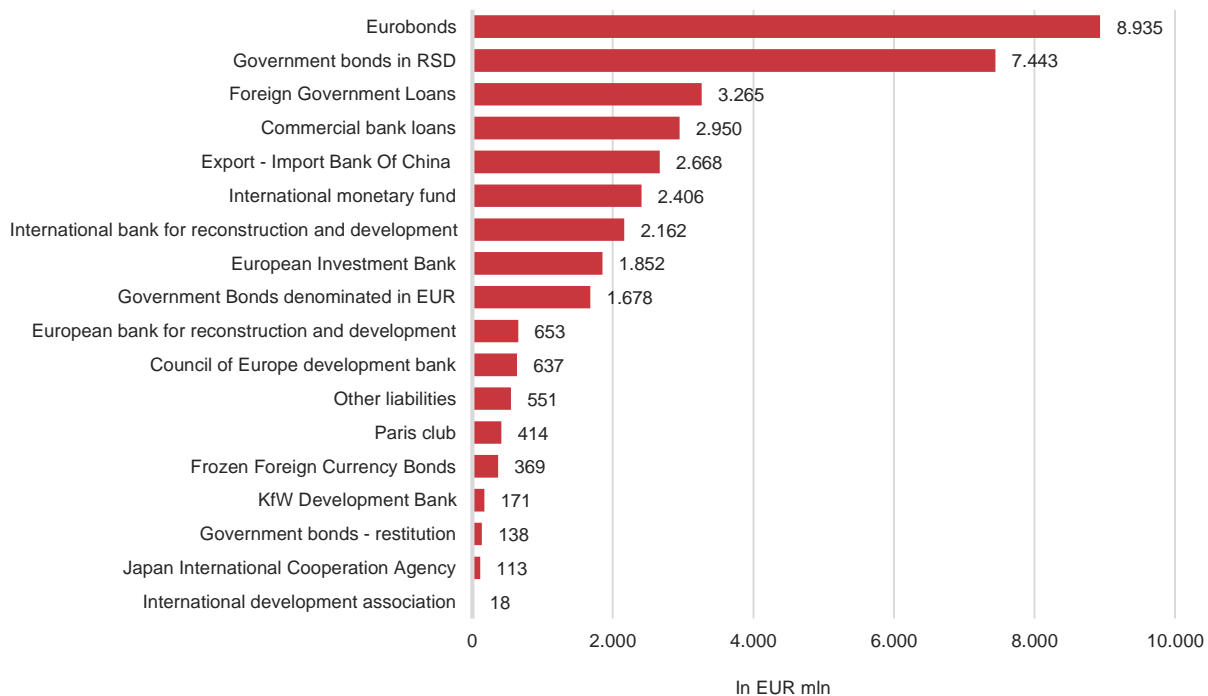
Debt Description	Debt stock as of February 29, 2024 in EUR (000)	Debt stock as of February 29, 2024 in USD (000)	Debt stock as of February 29, 2024 in RSD (000)
EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT	510.793	553.444	59.853.183
EUROPEAN INVESTMENT BANK	395.330	428.340	46.323.547
INTERNATIONAL COMMERCIAL BANK LOANS	187.857	203.543	22.012.518
INTERNATIONAL DEVELOPMENT ASSOCIATION	2.438	2.641	285.643
KfW DEVELOPMENT BANK	89.816	97.316	10.524.379
FOREIGN GOVERNMENT LOANS	8.683	9.408	1.017.452
JAPAN INTERNATIONAL COOPERATION AGENCY - JICA	113.038	122.477	13.245.496
OTHER LIABILITIES	15.831	17.153	1.855.001
EXTERNAL DEBT (indirect liabilities 2.2.)	1.323.787	1.434.322	155.117.218
TOTAL CONTINGENT LIABILITIES (2.1. + 2.2.)	1.844.580	1.998.602	216.142.174

TOTAL INTERNAL DEBT (1.1.+ 2.1.)	10.862.990	11.770.044	1.272.891.461
TOTAL EXTERNAL DEBT (1.2.+ 2.2.)	25.561.106	27.695.446	2.995.171.136
TOTAL CENTRAL GOVERNMENT DEBT (1 + 2)	36.424.096	39.465.491	4.268.062.597

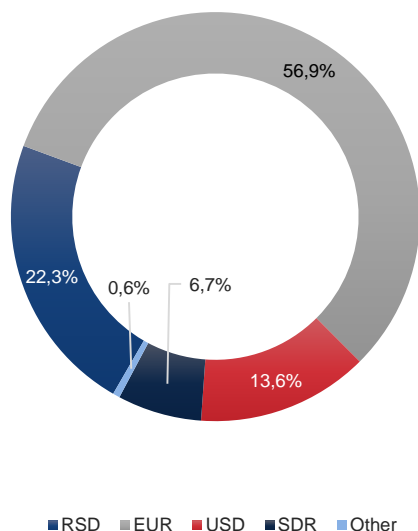
CENTRAL GOVERNMENT PUBLIC DEBT STOCK, STRUCTURE AND PUBLIC DEBT TO GDP RATIO, 31.12.2013. - 29.02.2024.



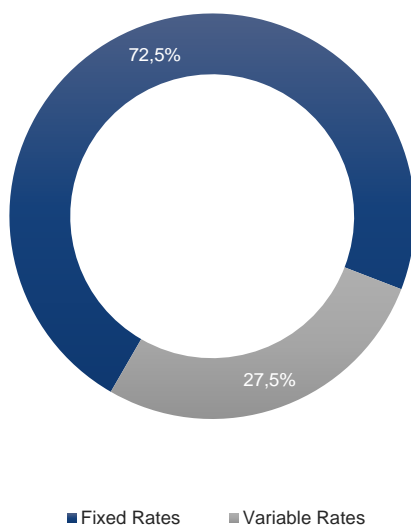
CREDITORS OVERVIEW AS OF FEBRUARY 29, 2024



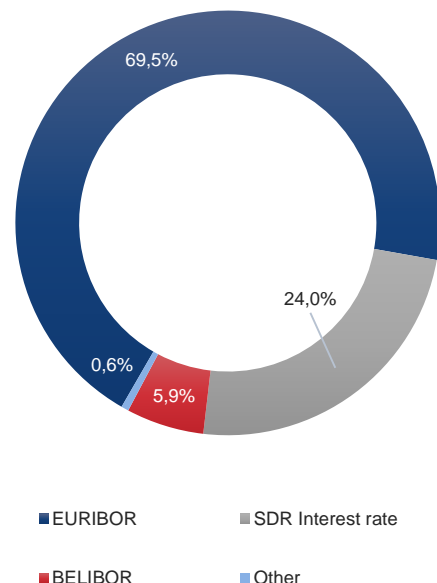
CENTRAL GOVERNMENT
PUBLIC DEBT CURRENCY
STRUCTURE AS OF
FEBRUARY 29, 2024



INTEREST RATE STRUCTURE
AS OF FEBRUARY 29, 2024



VARIABLE INTEREST RATES
STRUCTURE
AS OF FEBRUARY 29, 2024

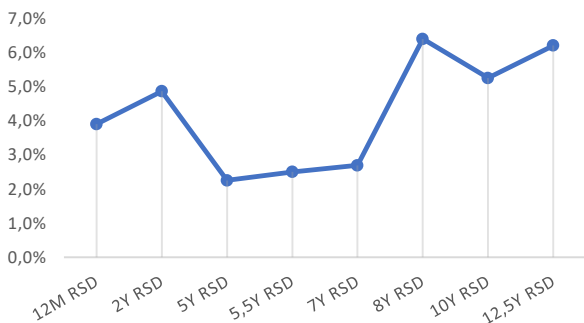


III. OVERVIEW OF NON-MATURED GOVERNMENT SECURITIES ISSUED ON DOMESTIC MARKET

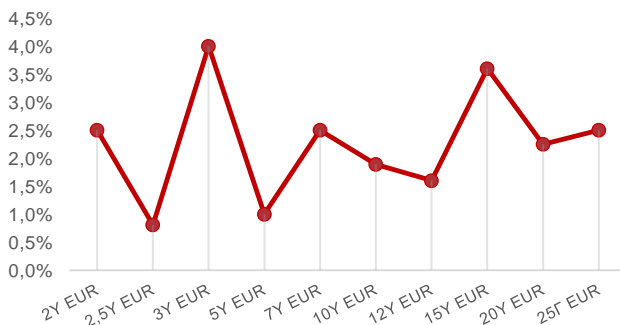
GOVERNMENT SECURITIES STOCK AS OF FEBRUARY 29, 2024

Maturity	Nominal value of debt stock	Last coupon rate	Last accepted rate
Government Bonds Denominated in RSD			
2Y Government Bond with fixed coupon rate	100.000.000.000,00	5,00%	4,86%
5Y Government Bond with fixed coupon rate	8.972.738.250,00	4,00%	2,25%
5.5Y Government Bond with fixed coupon rate	106.423.790.000,00	3,00%	2,50%
7Y Government Bond with fixed coupon rate	150.000.000.000,00	4,50%	2,69%
8Y Government Bond with fixed coupon rate	147.121.680.000,00	7,00%	6,12%
10Y Government Bond with fixed coupon rate	164.308.976.000,00	5,88%	5,25%
12.5Y Government Bond with fixed coupon rate	195.272.300.000,00	4,50%	6,20%
Total in RSD	872.099.484.250 RSD		
Government Bonds Denominated in EUR			
2Y Government Bond with fixed coupon rate	37.530.000,00	2,50%	2,50%
2,5Y Government Bond with fixed coupon rate	115.532.000,00	0,85%	0,81%
3Y Government Bond with fixed coupon rate	99.841.000,00	4,25%	4,00%
5Y Government Bond with fixed coupon rate	4.606.000,00	1,00%	1,00%
7Y Government Bond with fixed coupon rate	65.129.000,00	2,50%	2,50%
10Y Government Bond with fixed coupon rate	642.710.700,00	3,25%	1,89%
12Y Government Bond with fixed coupon rate	148.606.000,00	1,50%	1,60%
15Y Government Bond with fixed coupon rate	321.882.000,00	3,50%	3,60%
20Y Government Bond with fixed coupon rate	235.596.000,00	2,25%	2,25%
25Y Government Bond with fixed coupon rate	6.908.000,00	2,30%	2,50%
Total in EUR	1.678.340.700 EUR		

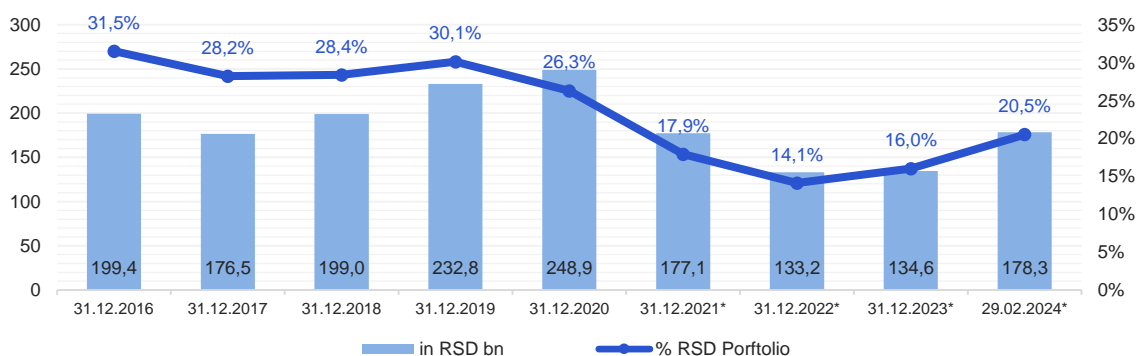
ACCEPTED RATES ON GOVERNMENT SECURITIES ISSUED IN RSD AS OF FEBRUARY 29, 2024



ACCEPTED RATES ON GOVERNMENT SECURITIES ISSUED IN EUR AS OF FEBRUARY 29, 2024

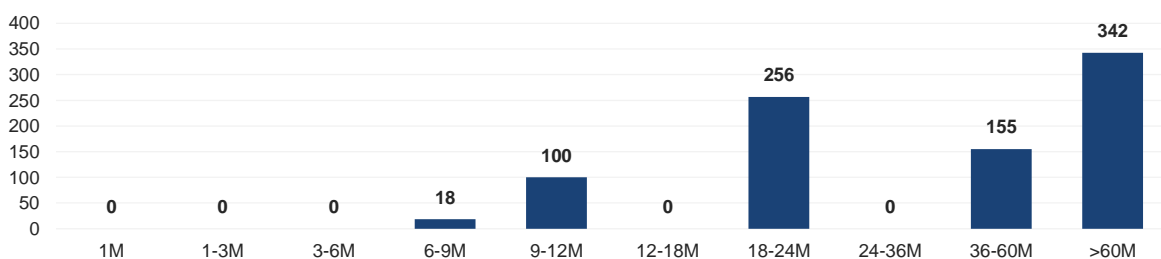


THE SHARE OF FOREIGN LEGAL ENTITIES IN RSD GOVERNMENT SECURITIES PORTFOLIO AS OF FEBRUARY 29, 2024

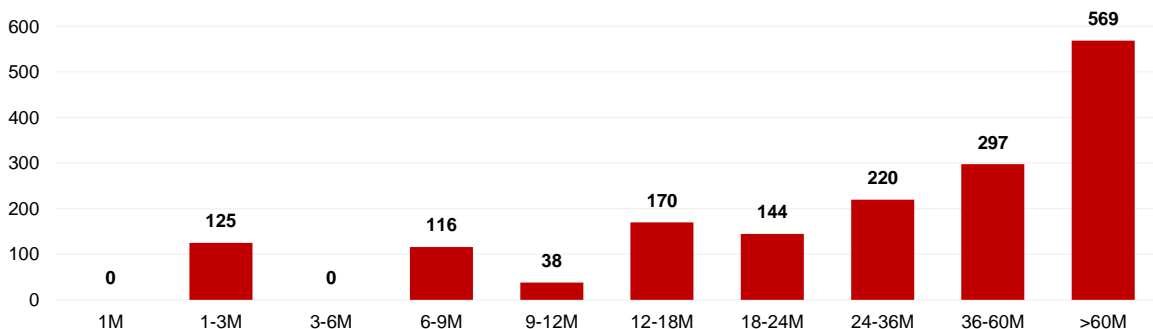


*Including custody and omnibus accounts

RESIDUAL MATURITY OF GOVERNMENT SECURITIES DENOMINATED IN RSD AS OF FEBRUARY 29, 2024



RESIDUAL MATURITY OF GOVERNMENT SECURITIES DENOMINATED IN EUR AS OF FEBRUARY 29, 2024



OVERVIEW OF THE ISSUED EUROBONDS OF THE REPUBLIC OF SERBIA

Security name	Year	Currency	Issued Amount	Amount Outstanding	Issue Date	Maturity Date	Coupon (%)	Re-Offer Yield (%)	Issuance Price
SERBIA 1 1/2 06/26/29*	2019	EUR	1.550.000.000	1.550.000.000	26.06.2019	26.06.2029	1,500	1,619/1,250	98,909/102,251
SERBIA 3 1/8 05/15/27	2020	EUR	2.000.000.000	2.000.000.000	15.05.2020	15.05.2027	3,125	3,375	98,464
SERBIA 1 1/8 12/01/30	2020	USD	1.200.000.000	1.200.000.000	01.12.2020	01.12.2030	2,125	2,350	98,005
SERBIA 1,65 03/03/33	2021	EUR	1.000.000.000	1.000.000.000	03.03.2021	03.03.2033	1,650	1,920	97,131
SERBIA 1.00 09/23/28	2021	EUR	1.000.000.000	1.000.000.000	23.09.2021	23.09.2028	1,000	1,262	98,255
SERBIA 2.05 09/23/36	2021	EUR	750.000.000	750.000.000	23.09.2021	23.09.2036	2,050	2,305	96,797
SERBIA 6.25 05/26/28	2023	USD	750.000.000	750.000.000	26.01.2023	26.05.2028	6,250	6,336	99,627
SERBIA 6.50 09/26/33	2023	USD	1.000.000.000	1.000.000.000	26.01.2023	26.09.2033	6,500	6,808	97,703

*The data presented includes primary issue data and data from the reopening for the Eurobond 2029 (reopened on November 12, 2019)

YIELD/PRICE CURVE – EUROBOND 2028/05



YIELD/PRICE CURVE – EUROBOND 2033/09



YIELD/PRICE CURVE – EUROBOND 2036/09



YIELD/PRICE CURVE – EUROBOND 2028/09



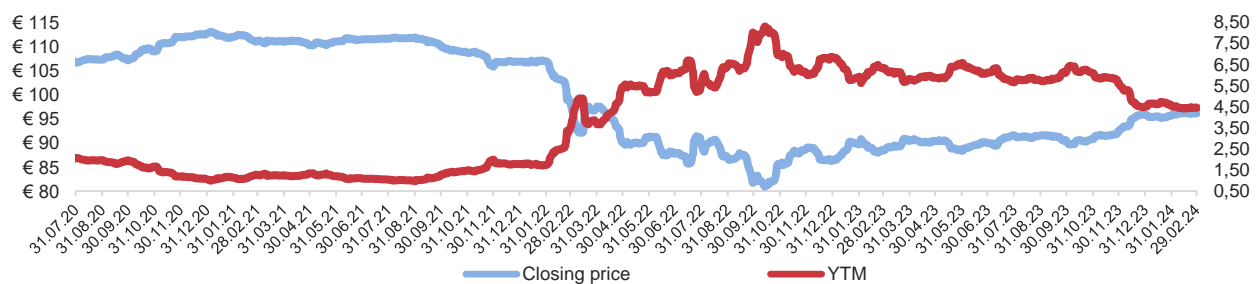
YIELD/PRICE CURVE – EUROBOND 2033/03



YIELD/PRICE CURVE – EUROBOND 2030/12



YIELD/PRICE CURVE – EUROBOND 2027/05

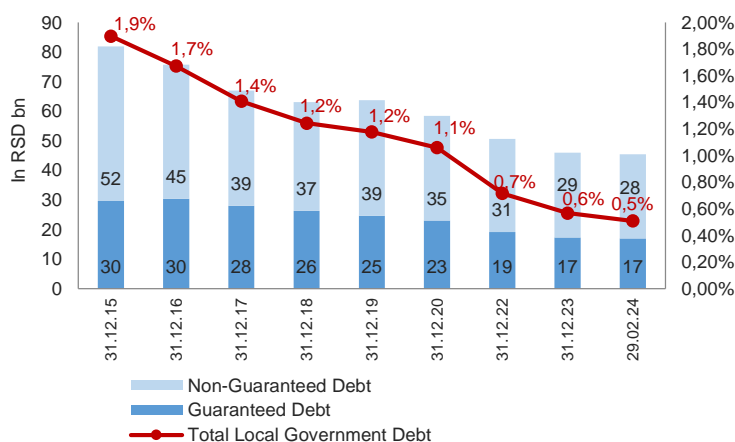


YIELD/PRICE CURVE – EUROBOND 2029/06

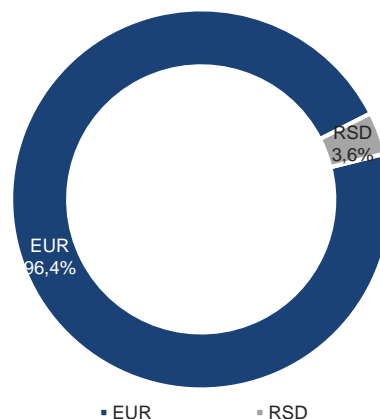


IV. LOCAL GOVERNMENT DEBT ANALYSIS

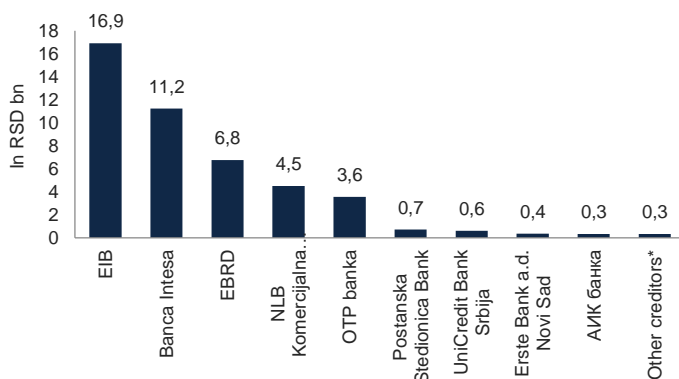
LOCAL GOVERNMENT DEBT DYNAMICS AS OF FEBRUARY 29, 2024



CURRENCY COMPOSITION AS OF FEBRUARY 29, 2024

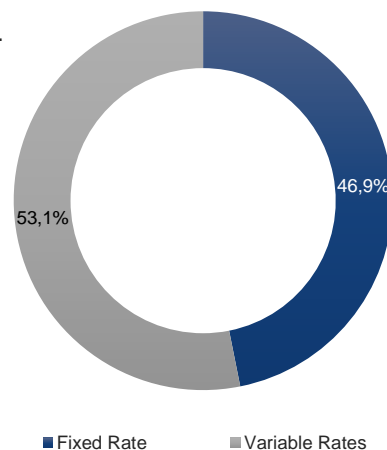


CREDITORS OVERVIEW AS OF FEBRUARY 29, 2024



*Including municipal bonds

INTEREST RATE STRUCTURE AS OF FEBRUARY 29, 2024



Share of the top 5 Local Governments in total debt	83,8%
O/W Belgrade	64,7%
Debt maturing till the end of 2024	8.257.800.978
Debt maturing in 2025	8.869.718.152
Debt maturing in 2026	8.202.811.310
Maximum level of debt based on contracted amount	54.337.252.342
Interest Rate Risk	53,1%
FX Risk	96,4%
Local Government Debt to GDP	0,5%
O/W Non-Guaranteed Debt	0,3%
Maximum Debt Level to GDP	0,6%
Share of the top 10 Creditors in total Local Government Debt	98,5%
Share of Foreign Creditors in Total Local Government Debt	52,1%
Share of Investment Project Loans in total Local Government Debt	99,8%

Local Government	Debt Stock as of February 29, 2024
Beograd	29.417.025.029,60
Novi Sad	3.398.471.848,77
AP Vojvodina	3.001.254.814,05
Kragujevac	1.473.163.995,51
Vranje	778.348.622,06
Pancevo	511.771.762,94
Novi Pazar	472.183.375,03
Paracin	423.858.300,89
Nis	360.801.739,84
Backa Palanka	356.000.000,00
% of total	88,4%

