

EXTERNAL DEBT OF THE REPUBLIC OF MOLDOVA AS OF SEPTEMBER 30, 2009

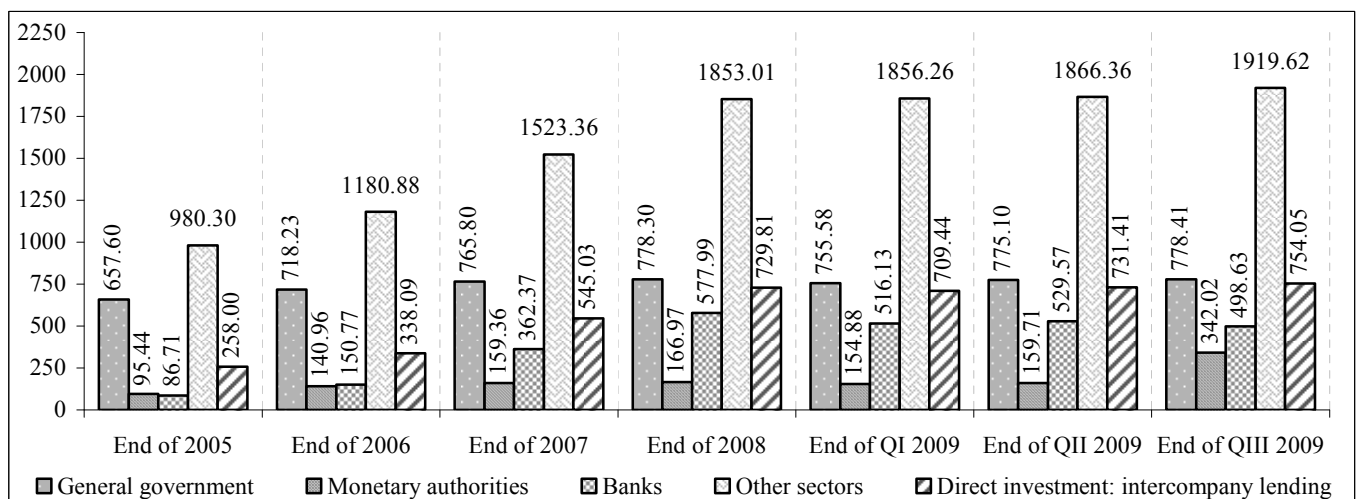
The external debt totaled US\$ 4292.73 million as of September 30, 2009 (table 1).

Table 1. *External Debt by Sector (US\$ million)*

	End of 2007	End of 2008	End of QI 2009	End of QII 2009	End of QIII 2009
General government	765.80	778.30	755.58	775.10	778.41
<i>Long-term</i>	<i>765.80</i>	<i>778.30</i>	<i>755.58</i>	<i>775.10</i>	<i>778.41</i>
Bonds and notes	12.69	6.35	6.47	3.17	3.22
Loans	753.11	771.95	749.11	771.93	775.19
Monetary authorities	159.36	166.97	154.88	159.71	342.02
<i>Long-term</i>	<i>159.36</i>	<i>166.97</i>	<i>154.88</i>	<i>159.71</i>	<i>342.02</i>
Loans	159.36	166.97	154.88	159.71	156.32
SDR allocation					185.70
Banks	362.37	577.99	516.13	529.57	498.63
<i>Short-term</i>	<i>199.24</i>	<i>265.05</i>	<i>247.38</i>	<i>223.48</i>	<i>218.08</i>
Loans	10.45	38.70	34.89	26.89	21.71
Currency and deposits	178.49	226.35	210.28	196.59	196.37
Other debt liabilities	10.30		2.21		
<i>Long-term</i>	<i>163.13</i>	<i>312.94</i>	<i>268.75</i>	<i>306.09</i>	<i>280.55</i>
Loans	163.13	312.94	268.75	306.09	280.55
Other sectors	1523.36	1853.01	1856.26	1866.36	1919.62
<i>Short-term</i>	<i>942.03</i>	<i>1111.32</i>	<i>1123.27</i>	<i>1116.65</i>	<i>1153.76</i>
Loans	10.59	30.78	24.10	26.65	27.64
Trade credits	501.73	606.87	586.25	602.53	637.85
Other debt liabilities	429.71	473.67	512.92	487.47	488.27
Arrears	84.93	111.66	119.39	121.01	124.23
Other	344.78	362.01	393.53	366.46	364.04
<i>Long-term</i>	<i>581.33</i>	<i>741.69</i>	<i>732.99</i>	<i>749.71</i>	<i>765.86</i>
Loans	581.33	741.69	732.99	749.71	765.86
Direct investment: intercompany lending	545.03	729.81	709.44	731.41	754.05
Debt liabilities to direct investors	545.03	729.81	709.44	731.41	754.05
Arrears	25.86	38.31	41.77	57.97	80.01
Other	519.17	691.50	667.67	673.44	674.04
TOTAL	3355.92	4106.08	3992.29	4062.15	4292.73

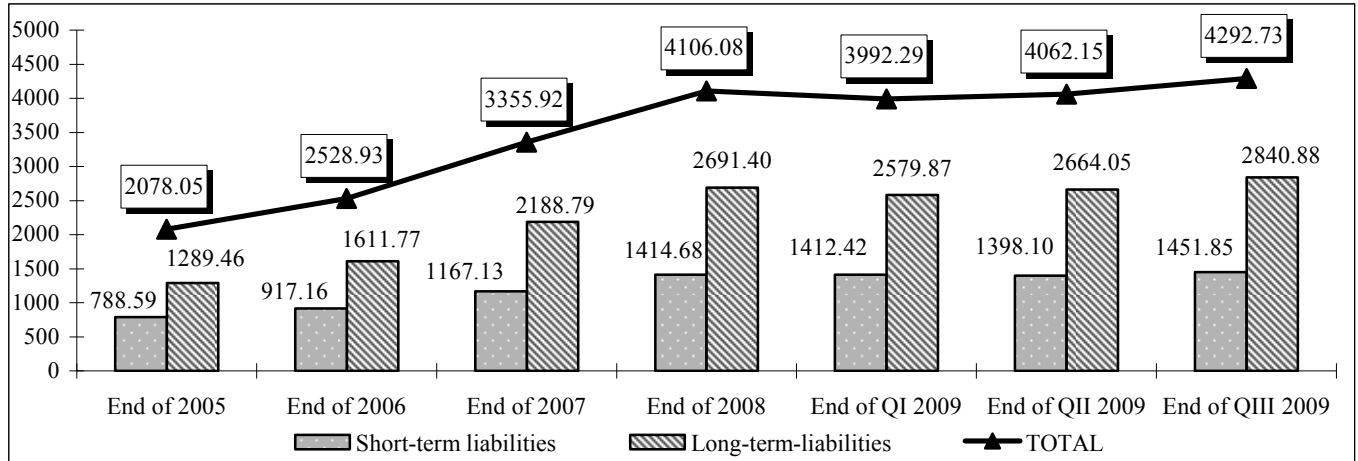
Note: data for the preceding periods have been revised.

Chart 1. *External Debt by Sector (US\$ million)*



In respect to the structure of external liabilities by *institutional sectors*, the economic agents of other sectors continued to hold the largest share – 44.7%, followed by the general government – 18.1%, monetary authorities – 8.0%, and banks – 11.6%.

Chart 2. *External Debt by Maturity (US\$ million)*



Out of the total external liabilities, *long-term liabilities* constituted US\$ 2840.88 million (66.2%), of which: loans – 69.6%, intercompany lending – 23.7%, SDR allocation – 6.5%, bonds and notes – 0.1%. *Short-term liabilities* recorded US\$ 1451.85 million (33.8%) and consisted of: trade credits – 43.9%, arrears – 14.1%, currency and deposits – 13.5%, loans – 3.4%, other debt liabilities – 25.1% (chart 2).

Table 2. *External Public and Publicly Guaranteed Debt and Non-guaranteed Private Sector Debt (US\$ million)*

	End of 2007	End of 2008	End of QI 2009	End of QII 2009	End of QIII 2009
Public and publicly guaranteed debt	943.99	957.36	921.61	954.01	1139.51
<i>Short-term</i>	<i>0.04</i>	<i>0.02</i>	<i>0.02</i>	<i>0.02</i>	<i>0.02</i>
Other debt liabilities	0.04	0.02	0.02	0.02	0.02
Arrears (on principal and interest)	0.04	0.02	0.02	0.02	0.02
of which: debt of public corporations*	0.04	0.02	0.02	0.02	0.02
<i>Long-term</i>	<i>943.95</i>	<i>957.34</i>	<i>921.59</i>	<i>953.99</i>	<i>1139.49</i>
Bonds and notes	12.69	6.35	6.47	3.17	3.22
Loans	931.26	950.99	915.12	950.82	1136.27
of which: debt of public corporations*	5.29	1.14	0.69	9.50	9.83
Non-guaranteed private debt	2411.93	3148.72	3070.68	3108.14	3153.22
<i>Short-term</i>	<i>1141.23</i>	<i>1376.35</i>	<i>1370.63</i>	<i>1340.11</i>	<i>1371.82</i>
Loans	21.04	69.48	58.99	53.54	49.35
Currency and deposits	178.49	226.35	210.28	196.59	196.37
Trade credits	501.73	606.87	586.25	602.53	637.85
Other debt liabilities	439.97	473.65	515.11	487.45	488.25
Arrears (on principal and interest)	84.89	111.64	119.37	120.99	124.21
Other	355.08	362.01	395.74	366.46	364.04
<i>Long-term</i>	<i>725.67</i>	<i>1042.56</i>	<i>990.61</i>	<i>1036.62</i>	<i>1027.35</i>
Loans	725.67	1042.56	990.61	1036.62	1027.35
Direct investment: intercompany lending	545.03	729.81	709.44	731.41	754.05
Debt liabilities to direct investors	545.03	729.81	709.44	731.41	754.05
Arrears	25.86	38.31	41.77	57.97	80.01
Other	519.17	691.50	667.67	673.44	674.04
TOTAL	3355.92	4106.08	3992.29	4062.15	4292.73

*reclassification

At the end of quarter III, 2009, the stock of *public and publicly guaranteed external debt* amounted to US\$ 1139.51 million, and the stock of *non-guaranteed private external debt* – to US\$ 3153.22 million (table 2).

The structure of the external debt by *type of liability* is presented in chart 3. The most important shares belonged to: loans – 47.2%, lending from foreign investors – 15.7%, and trade credits – 14.9%.

Chart 3. *Structure of External Debt by Type of Liability*

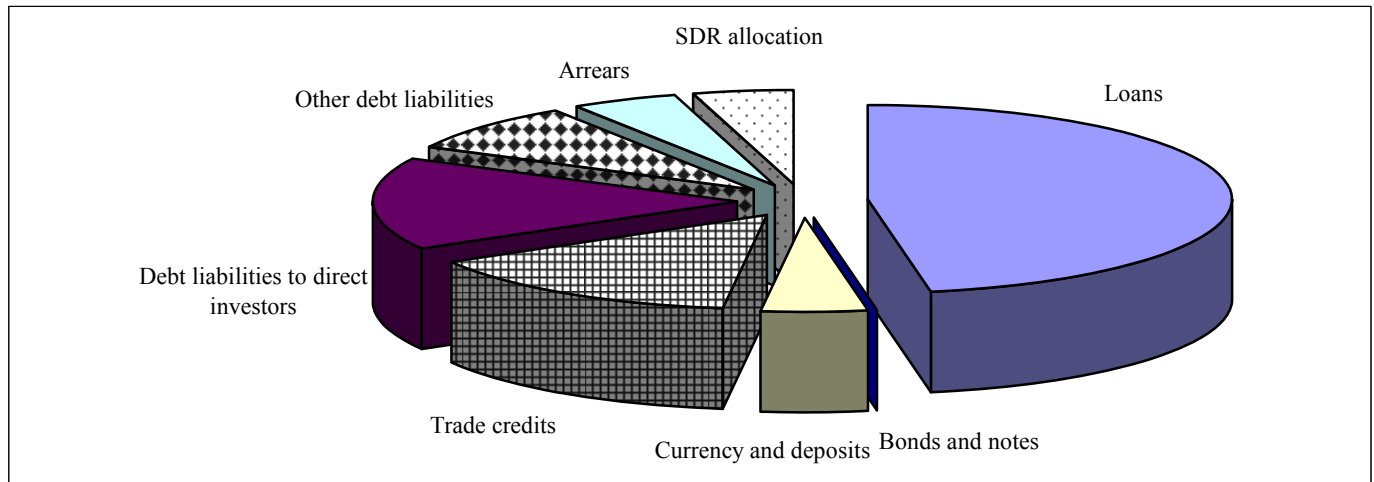


Table 3. *External Loans and Debt Securities* by Sector (US\$ million)*

	End of 2007	End of 2008	End of QI 2009	End of QII 2009	End of QIII 2009
Monetary authorities	159.36	166.97	154.88	159.71	342.02
Loans (from the IMF)	159.36	166.97	154.88	159.71	156.32
SDR allocation (from the IMF)					185.70
Direct governmental debt	747.22	762.77	741.48	760.88	764.04
Loans	734.53	756.42	735.01	757.71	760.82
Debt securities	12.69	6.35	6.47	3.17	3.22
Publicly guaranteed assumed debt **	18.58	15.53	14.10	14.22	14.37
Other sectors	18.58	15.53	14.10	14.22	14.37
Loans	18.58	15.53	14.10	14.22	14.37
Debt of public corporations	5.33	1.16	0.71	9.52	9.85
Banks	0.59				
Loans	0.59				
Other sectors	4.74	1.16	0.71	9.52	9.85
Loans	4.70	1.14	0.69	9.50	9.83
Arrears on loans	0.04	0.02	0.02	0.02	0.02
Private debt guaranteed by the government ***	13.50	10.93	10.44	9.68	9.23
Other sectors	13.50	10.93	10.44	9.68	9.23
Loans	13.50	10.93	10.44	9.68	9.23
Non-guaranteed private debt	1376.63	1953.49	1878.41	1942.56	1954.96
Banks	172.99	351.64	303.64	332.98	302.26
Loans	172.99	351.64	303.64	332.98	302.26
Other sectors	1203.64	1601.85	1574.77	1609.58	1652.70
Loans	1092.89	1451.90	1413.63	1430.62	1448.48
Arrears on loans	110.75	149.95	161.14	178.96	204.22
TOTAL	2320.62	2910.85	2800.02	2896.57	3094.47

* including arrears on principal and interest

** loans under the guarantee of the government serviced by the government

*** loans under the guarantee of the government serviced by private economic agents

External liabilities in the form of loans and debt securities (tables 3 and 4) totaled US\$ 3094.47 million as of September 30, of which the private sector accounted for 63.5% and the public sector – for 36.5%. The main creditors are specified in table 4.

Table 4. *External Loans and Debt Securities* by Creditor (US\$ million)*

	End of 2007	End of 2008	End of QI 2009	End of QII 2009	End of QIII 2009
Monetary authorities	159.36	166.97	154.88	159.71	342.02
IMF	159.36	166.97	154.88	159.71	156.32
SDR allocation					185.70
Direct governmental debt	747.22	762.77	741.48	760.88	764.04
<i>Multilateral creditors</i>	461.65	480.25	469.65	491.87	499.02
IBRD and IDA	434.49	436.40	424.25	439.22	444.50
EBRD	3.44	2.47	1.98	1.98	1.50
IFAD	19.31	31.65	31.04	34.61	36.46
CEB	4.41	8.79	8.17	11.47	11.88
EIB		0.94	4.21	4.59	4.68
<i>Bilateral creditors</i>	272.88	276.17	265.36	265.84	261.80
USA	56.74	56.41	56.41	56.41	56.01
Japan	22.51	26.89	25.09	24.08	25.53
Russia	135.84	133.51	127.41	127.40	121.30
other	57.79	59.36	56.45	57.95	58.96
<i>Debt securities</i>	12.69	6.35	6.47	3.17	3.22
Publicly guaranteed assumed debt **	18.58	15.53	14.10	14.22	14.37
<i>Other creditors</i>	18.58	15.53	14.10	14.22	14.37
Debt of public corporations	5.33	1.16	0.71	9.52	9.85
<i>Multilateral creditors</i>		0.36	0.34	9.13	9.46
EBRD		0.36	0.34	9.13	9.46
<i>Other creditors</i>	5.33	0.80	0.37	0.39	0.39
Publicly guaranteed private debt***	13.50	10.93	10.44	9.68	9.23
<i>Multilateral creditors</i>	13.50	10.93	10.44	9.68	9.23
EBRD	13.50	10.93	10.44	9.68	9.23
Non-guaranteed private debt	1376.63	1953.49	1878.41	1942.56	1954.96
Multilateral creditors	101.41	176.14	162.42	159.66	152.40
Other creditors	1275.22	1777.35	1715.99	1782.90	1802.56
TOTAL	2320.62	2910.85	2800.02	2896.57	3094.47

* including arrears on principal and interest

**loans under the guarantee of the government serviced by the government

*** loans under the guarantee of the government serviced by private economic agents

During the third quarter of 2009 no new drawings on loans have been made by the National Bank of Moldova, while US\$ 6.14 million was reimbursed from previously contracted loans. The external liabilities of the NBM increased due to the SDR allocation made by the IMF to member countries, in proportion to their existing quotas in the Fund. The Republic of Moldova received SDR 117.71 million (US\$ 184.20 million), of which SDR 91.33 million (US\$ 142.66 million) was offered under the general allocation and SDR 26.38 million (US\$ 41.54 million) – under the special allocation.

The government made new drawings on loans to the amount of US\$ 5.81 million and reimbursed US\$ 15.30 million from previously contracted loans. It should be noted that during 2009 no arrears have been accumulated by the general government.

The private sector (except for public corporations) received US\$ 93.56 million in new loans. Thus, banks borrowed US\$ 10.52 million, and the economic agents of other sectors – US\$ 83.04 million (of which US\$ 37.97 million – from foreign investors and US\$ 45.07

million – from other foreign creditors). Principal repayments by the private sector constituted US\$ 110.21 million versus US\$ 128.49 million according to the schedule.

Table 5. *External Loans and Debt Securities (additional details)* (US\$ million)*

	Stock at the end of QII, 2009	Drawings**	Principal repayments	Accumulation of interest arrears	Other adjustments	Exchange rate changes	Stock at the end of QIII, 2009
Debt of monetary authorities	159.71	184.20	-6.14			4.25	342.02
loans from the IMF	159.71		-6.14			2.75	156.32
SDR allocation		184.20				1.50	185.70
Direct governmental debt	760.88	5.81	-14.94		0.05	12.24	764.04
multilateral creditors	491.87	5.81	-8.04			9.38	499.02
bilateral creditors	265.84		-6.90			2.86	261.80
long-term governmental bonds	3.17				0.05		3.22
Publicly guaranteed assumed debt	14.22		-0.36			0.51	14.37
other creditors	14.22		-0.36			0.51	14.37
Debt of public corporations	9.52					0.33	9.85
multilateral creditors	9.13					0.33	9.46
other creditors	0.39						0.39
Publicly guaranteed private debt	9.68		-0.46			0.01	9.23
multilateral creditors	9.68		-0.46			0.01	9.23
Non-guaranteed private debt	1942.56	93.56	-110.21	6.98		22.07	1954.96
multilateral creditors	159.66	4.00	-12.91	0.33		1.32	152.40
other creditors	1782.90	89.56	-97.30	6.65		20.75	1802.56
TOTAL	2896.57	283.60	-132.11	6.98	0.05	39.41	3094.47

* including arrears on principal and on interest

** excluding rescheduled and reclassified amounts

The indices of external indebtedness of the domestic economy are given in table 6.

Table 6. *Indices of External Indebtedness*

	UM	2007	2008	Q I 2009	Q II 2009	Q III 2009
External debt at year-end	US\$ mil.	3355.92	4106.08	3992.29	4062.15	4292.73
Exports of goods and services	US\$ mil.	1998.42	2483.17	436.71	465.59	494.75
External debt in the form of loans and debt securities	US\$ mil.	2320.62	2910.85	2800.02	2896.57	3094.47
Service of public and publicly guaranteed external debt in the form of loans and debt securities (including public corporations)	<i>scheduled</i>	92.69	91.34	27.32	15.40	27.81
	<i>actual</i>	92.75	91.26	27.32	15.40	27.81
Service of public and publicly guaranteed external debt in the form of loans and debt securities / Exports of goods and services	%	4.6	3.7	6.3	3.3	5.6
Service of governmental debt (direct and assumed)	US\$ mil.	53.16	54.89	20.36	12.54	20.95