

# Quarterly Debt Position

**1<sup>st</sup> Quarter of FY 2081/82 (FY 2024/25)**

**As on 30 Aswin 2081 (Oct 16, 2024)**



**Government of Nepal**  
**Ministry of Finance**  
**Public Debt Management Office**  
Tripureshwor, Kathmandu

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## Abbreviations

ADB	: Asian Development Bank
AIIB	: Asian Infrastructure Investment Bank
CCY	: Commitment Currency
CNY	: Chinese Yuan Renminbi
DKK	: Danish Kroner
EBK	: EXIM Bank Korea
EBLCI	: EXIM Bank Line of Credit INDIA
EEC	: European Economic Council
EIB	: European Investment Bank
EIBC	: Export-Import Bank of CHINA
EUR	: Euro
EXIM Bank	: Export Import Bank
GBP	: Pound sterling (Great Britain Pound)
GDP	: Gross Domestic Product
GoN	: Government of Nepal
IDA	: International Development Association
IFAD	: International Fund for Agricultural Development
IMF	: International Monetary Fund
JICA	: Japan International Cooperation Agency
JPY	: Japanese Yen
KRW	: South Korean won
KWD	: Kuwaiti dinar
NBF	: Natixis Bank France
NDF	: Nordic Development Fund
NPR	: Nepalese Rupees
OFID	: OPEC Fund For International Development
OPEC	: Organization of the Petroleum Exporting Countries
SAR	: Saudi Arabian Riyal
SDR	: Special Drawing Rights
USD	: US Dollar
FY	: Fiscal Year
GDP	: Gross Domestic Product

**Quarterly Debt Position of  
Government of Nepal (GoN)  
[1<sup>st</sup> Quarter of FY 2081/82 (FY 2024/25)  
As on 2081 Aswin 30 (Oct 16, 2024)]**

## 1. Highlights

- After the approval of Public Debt Management Regulations on March 14, 2024, all the functions relating to domestic debt have been transferred to PDMO from Nepal Rastra Bank. Accordingly, domestic debt data has been successfully migrated to the DOMS live server, and the Investor Portal has been upgraded to support the issuance of Citizen Saving Bonds and Foreign Employment Saving Bonds with live data.
- Government securities have been dematerialized and PDMO has started to issue the international securities identification number for the new issue through DoMS.
- Annual borrowing plan and Issuance Calander 2081/82 has been approved by the Ministry of Finance.
- In this quarter, treasury bills amounting to NPR 154.23 billion have been rolled over, and an additional NPR 35 billion has been newly issued. Treasury bond amounting NPR 80 billion has been issued during the period.

## 2. Debt Position

The total outstanding debt of Government of Nepal has reached to NPR 2,523.03 billion at the end of the 1<sup>st</sup> quarter of F/Y 2081/82 (Oct 16, 2024). Out of total amount, external debt was NPR 1,286.73 billion (50.41%) and domestic debt was NPR 1,236.30 billion (49.59%). Total outstanding debt has increased by NPR 88.93 billion (3.65%) consisting of increase in external debt by NPR 33.53 billion (2.68%) & increase in domestic debt by NPR 55.40 (4.69%) in comparison of end of previous year as shown in the Table 1 and Figure 1.

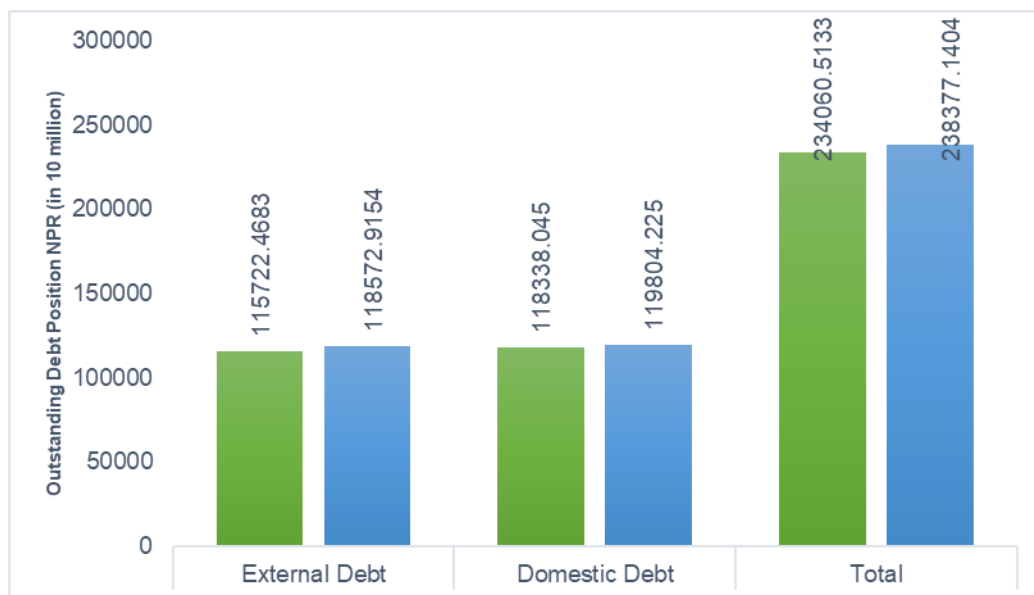
**Table 1**  
**Debt Position: Total Outstanding Debt**  
**As on 2081 Aswin 30 (Oct 16, 2024)**

(NPR in 10 millions)

Debt	As on 2081 Sharwan 1 (July 16, 2024)	Transactions during the Quarter (Net)	As on 2081 Aswin 30 (Oct 15, 2024)	Change Percentage
Domestic Debt	118,090.184	5,540.000	123,630.184	4.69%
External Debt	125,319.794	3,353.956	128,673.750	2.68%
<b>Total</b>	<b>243,409.977</b>	<b>8,893.956</b>	<b>252,303.934</b>	<b>3.65%</b>

\*Domestic Debt includes IMF Bond.

**Figure 1**  
**Debt Position: Total Outstanding Debt**  
**As on 2081 Aswin 30 (Oct 16, 2024)**



During this quarter, disbursement and amortization of debt amounts to NPR.136.31 billion and NPR 69.03 billion respectively. Others include fluctuation in exchange rate has resulted in exchange loss of NPR 21.65 billion during this quarter.

**Table 1.1**  
**Transactions during the Quarter**  
for the period 2081 Sharwan to 20801Aswin  
(for the period 2024 July 16 to 2024 Oct16)

(NPR in 10 millions)

Debt	Disbursement (A)	Amortization (B)	Others (Exchange gain/(loss)) (C)	Net transaction D =A-B-C
External Debt	2,131.810	943.030	(2,165.176)	3,353.956
Domestic Debt	11,500.000	5,960.000	-	5,540.000
<b>Total</b>	<b>13,631.810</b>	<b>6,903.030</b>	<b>(2,165.176)</b>	<b>8,893.956</b>

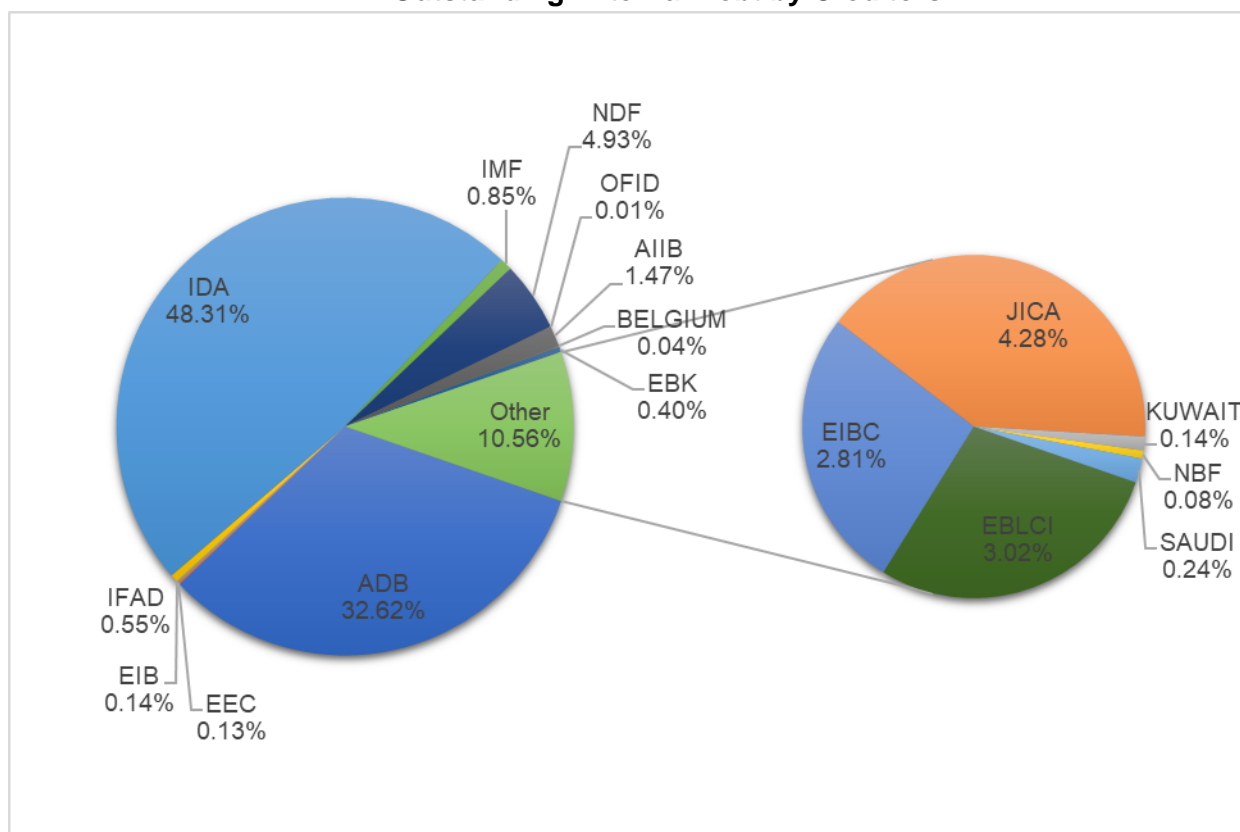
### 3. External Debt

As of Oct 16, 2024 external debt amounts to NPR 1,286.73 billion, of which 11.00% belongs to bilateral creditors and 89.00% belongs to multilateral creditors. EXIM loans are also treated as bilateral.

#### I. External Debt Stock by Creditors

Figure 2 shows the external debt outstanding by the creditor as of Oct 16, 2024:

**Figure 2**  
**Outstanding External Debt by Creditors**

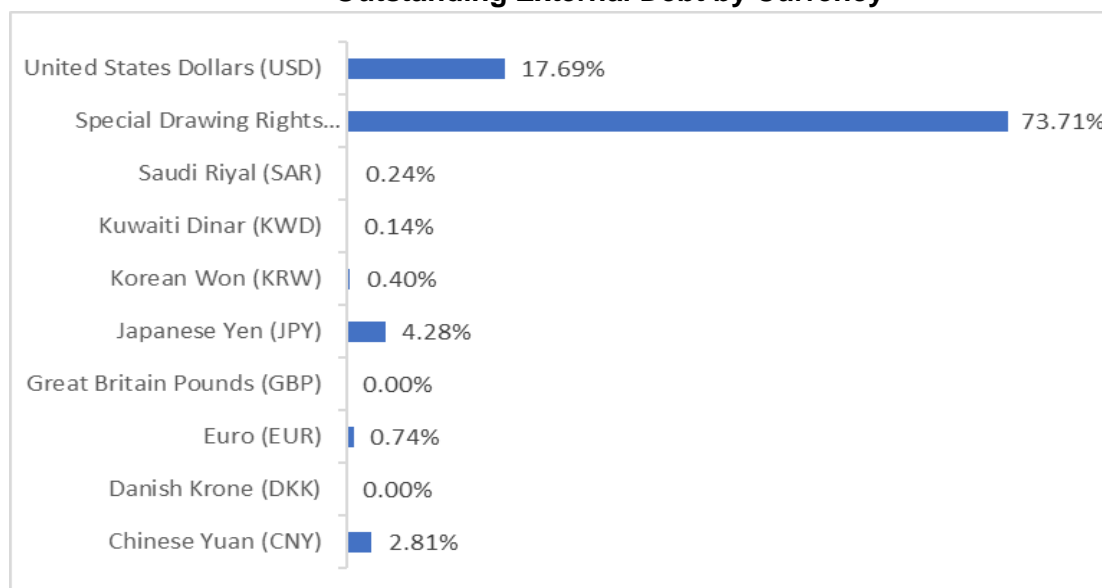


The International Development Association (IDA) has the largest share of outstanding external debt (48.31%), followed by the Asian Development Bank (ADB) (32.62%), IMF (0.85%), JICA (4.28%), Exim Bank of India (3.02%), Exim Bank of China (2.81%) .

## II. External Debt Stock by Currency

Figure 3 depicts the details of the outstanding external debt by currency:

**Figure 3**  
**Outstanding External Debt by Currency**



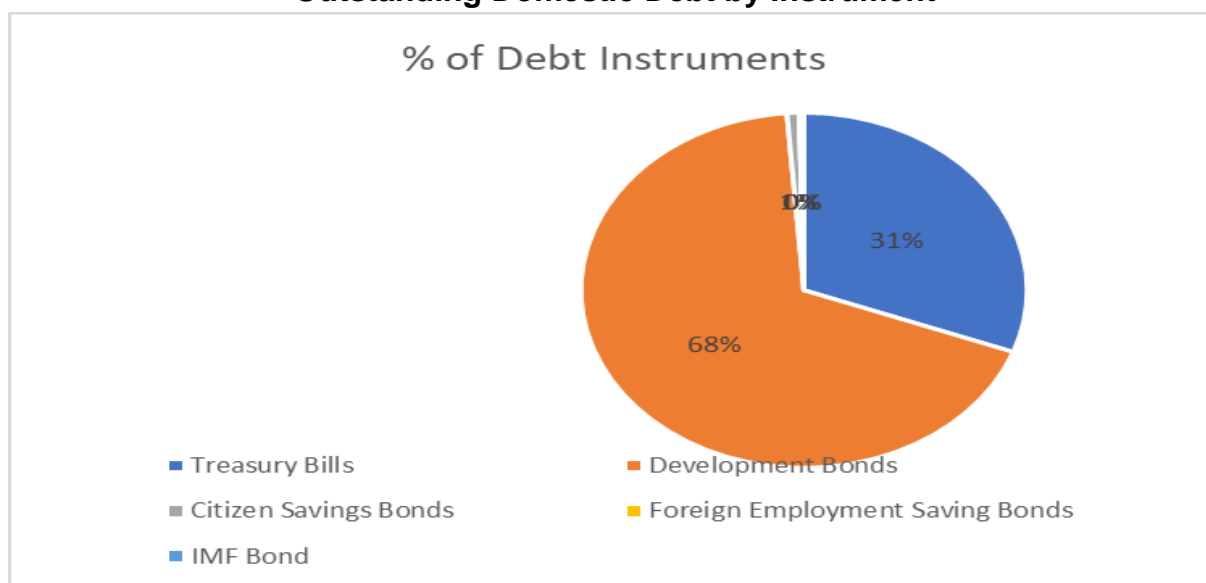
As of Oct 16, 2024, 73.71% of the total external debt was held in SDR (Special Drawing Rights) followed by 17.69% USD (United States Dollar), 4.28% JPY (Japanese Yen) and 2.81% CNY (Chinese Yuan). The remaining other currencies (KRW, DKK, EUR, SAR, KWD, GBP) hold 1.51% of the total external debt outstanding.

#### 4. Domestic Debt

Total outstanding domestic debt amounts to NPR 1,236.30 billion, which comprises of treasury bills, treasury bond (development bonds, citizen saving bonds and foreign employment saving bond) and IMF bond.

Figure 4 describes the composition of existing outstanding domestic debt of the GoN as on Oct 16, 2024.

**Figure 4**  
**Outstanding Domestic Debt by Instrument**



T-bills accounts for 31.00% of the total outstanding domestic debt. Development bonds represent 68% of the outstanding domestic debt. Similarly, saving bonds & IMF bond represent 0.93% and 0.33% of total outstanding domestic debt.

#### 5. Debt to GDP Ratio

At the end of 1<sup>st</sup> quarter of FY 2081/82, the total debt to GDP ratio was 44.23% with external debt accounting for 22.56% and domestic debt for 22.56%. Comparatively, the debt to GDP ratio was 42.67% consisting of 21.97% on external debt and 20.70% on domestic debt at the end of previous fiscal year 2080/81 (July 15, 2024).

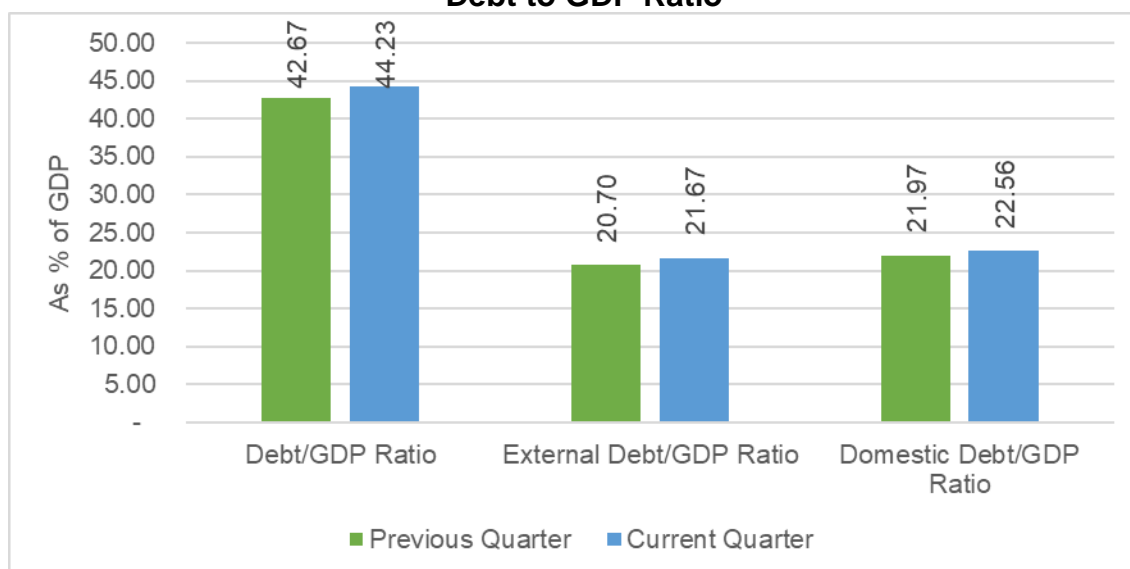
Table 2 and Figure 5 shows comparative details of Debt to GDP ratio of this quarter and end of previous year.

**Table 2**  
**Debt to GDP Ratio (Percent)**

	Previous Quarter Percent of GDP	Current Quarter Percent of GDP
	As on 2081 Sharwan 1 (July 16, 2024)	As on 2081 Aswin 30 (Oct 16, 2024)
<b>Total Debt</b>	<b>42.67</b>	<b>44.23</b>
Domestic Debt	20.70	21.67
External Debt	21.97	22.56
<b>GDP (in billions)</b>	<b>5,704.844</b>	<b>5,704.844</b>

*\*GDP as per Annual National Statistics 2080/81*

**Figure 5**  
**Debt to GDP Ratio**



## 6. Disbursement of Debt

The total disbursement of debt for the 1<sup>st</sup> quarter of Fiscal Year 2081/82 was NPR 166.31 billion. Out of which NPR 21.31 billion was received from external creditors and NPR 115 billion from domestic market. Out of receipt of external debt, 92.31 % i.e. NPR 19.67 billion was received from multilateral creditors and rest 7.69% i.e. NPR 1.63 billion was from bilateral creditors. During this quarter, NPR 35 billion was received from treasury bills & NPR 80 billion from treasury bonds. The rollover of treasury bills (domestic borrowings) has not been considered as new issuance.



## Disbursement of debt during the quarter

for the period 2081 Sharwan to 2080 Aswin

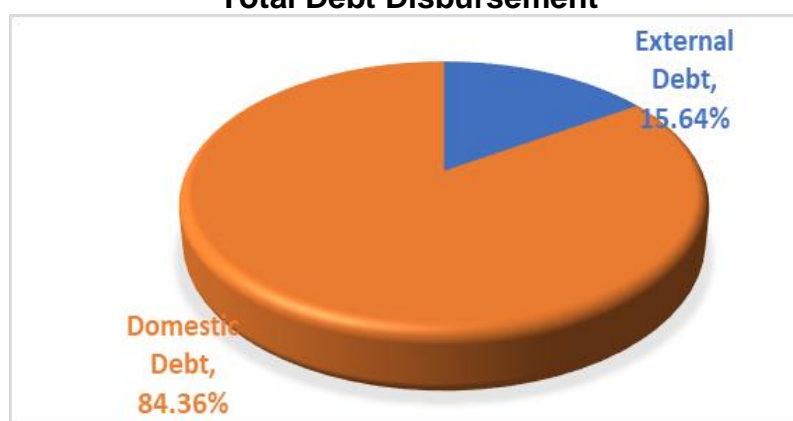
(for the period 2024 July 16 to 2024 Oct16)

(NPR in 10 millions)

S.N.	Description	Amount	Percentage
1	<b>External Debt</b>	<b>2,131.810</b>	<b>100.00</b>
1.1	Multilateral	<b>1967.87</b>	92.31
1.2	Bilateral	163.940	7.69
2	<b>Domestic Debt</b>	<b>11,500.000</b>	<b>100.00</b>
2.1	Treasury bills	3,500.000	30.43
2.2	Development bonds	8,000.000	69.57
	<b>Total</b>	<b>13,631.810</b>	<b>100.00</b>

Total debt disbursement is presented in Figure 6, while Figure 7 shows domestic debt disbursement by debt instruments, and Figure 8 details external debt disbursement by creditors.

**Figure 6**  
**Total Debt Disbursement**



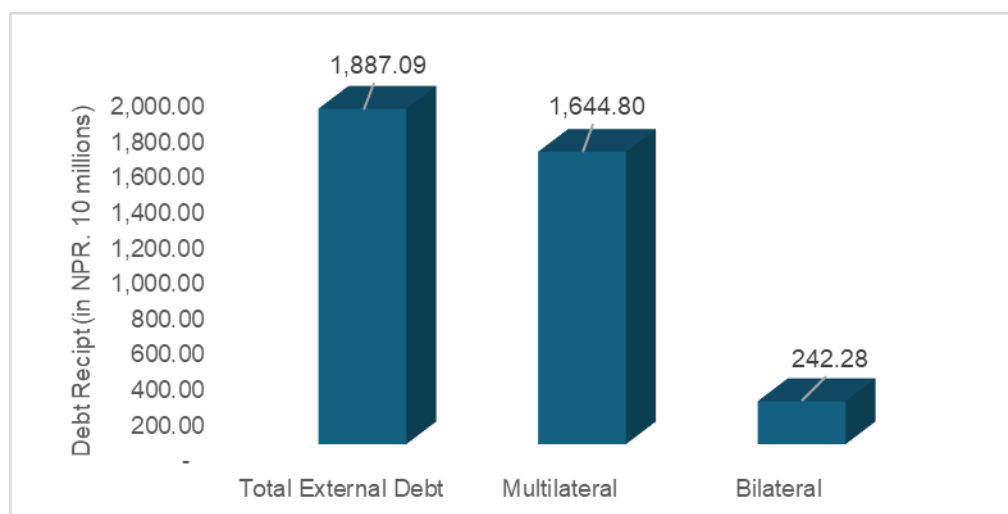
During the first quarter of the fiscal year, 84.36% of total debt disbursement was received from domestic market and remaining 15.64% from external creditors.

**Figure 7**  
**Issuance of Domestic Debt**



Out of total domestic issuance of NPR 115 billion of the quarter, treasury bill represents 35 billion and treasury bonds represent 80 billion disbursements for the quarter.

**Figure 8**  
**Disbursement of External Debt**



Disbursement of external debt comprises NPR 11.93 billion from multilateral creditors and NPR 2.42 billion from bilateral creditors for the third quarter of the fiscal year 2080/81.

## 7. Debt Service

Total debt servicing during the 1<sup>st</sup> quarter of Fiscal Year 2081/82 was NPR 83.07 billion. Out of which NPR 11.62 billion i.e., 13.99% was for external debt and remaining NPR 71.45 billion i.e. 86.01% was for domestic debt. Status of debt servicing in this 1<sup>st</sup> quarter is depicted in Table 4.

**Table 4**  
**Debt Servicing during the Quarter**  
for the period 2081 Sharwan to 2080 Aswin  
(for the period 2024 July 16 to 2024 Oct16)

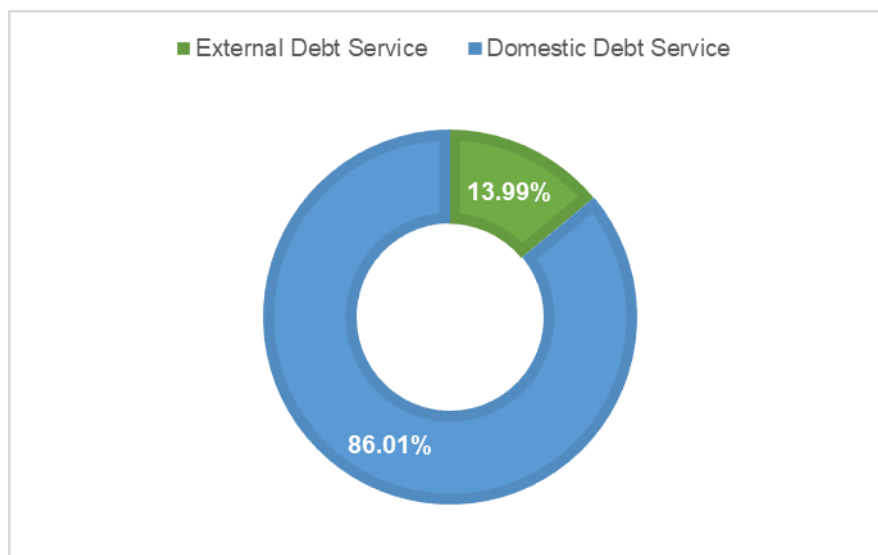
(NPR in 10 millions)

S.N.	Description	Amortization	Interest Payment*	Total	Percent
1	External Debt	943.030	219.040	1,162.070	13.99
2	Domestic Debt	5,960.000	1,185.740	7,145.740	86.01
	<b>Total</b>	<b>6,903.030</b>	<b>1,404.780</b>	<b>8,307.810</b>	<b>100.00</b>

In regard to amortization, NPR 9.43 billion has been repaid to the external creditors and NPR 59.60 billion to the domestic creditors during the 1<sup>st</sup> quarter. Similarly, payment of interest amounting to NPR 2.19 billion and NPR 11.85 billion have been paid to external and domestic creditors respectively.

Percentage of debt servicing is presented in Figure 9.

**Figure 9**  
**Debt Servicing**



A detailed monthly payment of interest and principal is presented in Table 5.

**Table 5**  
**Interest and principal payments during the quarter**

for the period 2081 Sharwan to 2080 Aswin

(for the period 2024 July 16 to 2024 Oct16)

(NPR in 10 millions)

Fiscal Year	Sharwan	Bhadra	Asoj	Total
<b>Domestic Debt</b>	2060.54	2142.37	2942.83	7145.74
<b>Principal</b>	1700.00	1800.00	2460.00	5960.00
<b>Interest</b>	360.54	342.37	482.83	1185.74
<b>External Debt</b>	258.45	310.15	593.47	1162.07
<b>Principal</b>	227.05	240.16	475.82	943.03
<b>Interest</b>	31.40	69.99	117.65	219.04
<b>Total Debt Service</b>	2318.99	2452.52	3536.30	8307.81

## 8. Government Guarantees

At present, there are two government-guaranteed debt in Nepal provided to the Nepal Airlines Corporation for the purchase of aircrafts. The guarantee amount was NPR 34 billion. At the end of 1<sup>st</sup> quarter, it has balance of around NPR 49.34 billion (including debt servicing).

- This report is based on the data received up to Aswin 30, 2081 (Oct 16, 2024) considering the value dates & reconciliation as required.

## Annexes

### Annex 1: Donor wise Outstanding External Debt (in commitment currency, NPR )

<b>External Debt Composition by Creditor</b>			
<b>For the month of Aswin 2081 (Mid-Oct, 2024)</b>			
(Amount in NPR Crore)			
<b>S.N.</b>	<b>Particulars</b>	<b>Outstanding Balance Upto Current Month</b>	<b>Share (in %)</b>
<b>A.</b>	<b>Bilateral</b>		
	BELGIUM	495,220,824.27	0.04
	EBK	5,098,246,900.52	0.40
	EBLCI	38,844,495,838.92	3.02
	EIBC	36,152,834,486.79	2.81
	JICA	55,012,518,616.88	4.28
	KUWAIT	1,783,610,896.11	0.14
	NBF	1,022,727,653.37	0.08
	SAUDI	3,091,336,988.58	0.24
	<b>Total Bilateral</b>	<b>141,500,992,205.44</b>	<b>11.00</b>
<b>B.</b>	<b>Multilateral</b>		
	ADB	419,766,300,445.71	32.62
	EEC	1,648,144,783.90	0.13
	EIB	1,779,794,598.98	0.14
	IDA	7,023,042,847.07	0.55
	IFAD	621,612,605,842.54	48.31
	IMF	10,971,702,924.93	0.85
	NDF	63,379,093,448.00	4.93
	OFID	160,703,400.00	0.01
	AIIB	18,894,870,004.35	1.47
	<b>Total Multilateral</b>	<b>1,145,236,258,295.48</b>	<b>89.00</b>
	<b>Total</b>	<b>1,286,737,250,500.92</b>	<b>100.00</b>

**Annex 2: Currency wise Outstanding External Debt (in commitment currency, NPR )**

<b>External Debt Composition by Currency</b>			
<b>For the month of Aswin 2081 (Mid-Oct, 2024)</b>			
(Amount in NPR Crore)			
<b>S.N.</b>	<b>Particulars</b>	<b>Outstanding Balance Upto Current Month</b>	<b>Share (in %)</b>
1	CNY	36,152,834,486.79	2.81
2	DKK	4,450,575.00	0.00
3	EUR	9,567,422,407.99	0.74
4	GBP	38,984,042.52	0.00
5	JPY	55,012,518,616.88	4.28
6	KRW	5,098,246,900.52	0.40
7	KWD	1,783,610,896.11	0.14
8	SAR	3,091,336,988.58	0.24
9	SDR	948,412,637,266.66	73.71
10	USD	227,575,208,319.86	17.69
<b>Total</b>		<b>1,286,737,250,500.92</b>	<b>100.00</b>

**Annex 3 : Government Securities Issued in first Quarter of FY 2080/81**

**Government Securities New Issued in FY 2080/81**

**For the month of Aswin 2081 (Mid-Oct, 2024)**

(Amount in NPR Crore)

S.No.	Securities	Issue Date	Payment Date	Interest/Discount Rate	Issued Amount
<b>1. Treasury Bills</b>					
1	91 Days(NPTB09101734)	4/15/2081	7/20/2081	2.9500	500.00
2	364 Days (NPTB36411732)	4/29/2081	4/28/2082	3.0423	500.00
3	182 Days (NPTB18210442)	5/18/2081	11/20/2081	2.9923	500.00
4	28 Days (NPTB02800387)	5/25/2081	6/22/2081	2.9590	500.00
5	NPTB09101740- 91 Days	6/8/2081	9/9/2081	2.9524	500.00
6	NPTB18210444- 182 Days	6/15/2081	12/19/2081	2.996	500.00
7	NPTB02800389- 28 Days	6/21/2081	7/20/2081	2.996	500.00
<b>Total:</b>					<b>3,500.00</b>
<b>2. Development Bonds</b>					
1	NPDB11002092	4/17/2081	4/16/2092	5.28%	1,000.00
2	NPDB09012090	4/24/2081	4/23/2090	5.22%	1,000.00
3	NPDB06072087	4/31/2081	4/30/2087	5.04%	1,000.00
4	NPDB05142086	5/6/2081	5/5/2086	4.91%	1,000.00
5	NPDB03122084	5/13/2081	5/12/2084	4.39%	1,000.00
6	NPDB06082087	5/20/2081	5/19/2087	4.63%	1,000.00
7	NPDB03132084	5/27/2081	5/27/2084	3.95%	1,000.00
8	NPDB06092087	6/10/2081	6/9/2087	4.27%	1,000.00
<b>Total:</b>					<b>8,000.00</b>
<b>3. Citizen Saving Bonds</b>					
1					
<b>Total:</b>					<b>-</b>
<b>4. Foreign Employment Saving Bonds</b>					
<b>Total:</b>					<b>-</b>
<b>Grand Total:</b>					<b>11,500.00</b>