



**NATIONAL BANK OF THE REPUBLIC OF MACEDONIA**  
STATISTICS DEPARTMENT

I.no.8

**Report on the External Debt and  
the International Investment Position  
of the Republic of Macedonia  
as of the End of the Fourth Quarter of 2014**

March 2015

At the end of the fourth quarter of 2014, **the gross external debt** stood at Euro 5,954 million, which is by Euro 384 million less compared to the end of the previous quarter. Most of the quarterly debt reduction results from the reduction of the liabilities of monetary authority (central bank), based on repo transactions of the National Bank as part of the foreign reserve management<sup>1</sup>, of Euro 305 million. If their effect is excluded, the gross external debt is by Euro 79 million lower. At the same time, **gross external claims** also recorded a quarterly decrease of Euro 435 million, mainly attributable to the lower claims on reverse repo transactions. If their effect is excluded, the gross claims are by Euro 128 million lower. Consequently, in the fourth quarter of 2014, the **net external debt** increased by Euro 51 million, to Euro 1,813 million.

**Compared to the end of 2013**, the gross external debt was higher by Euro 735 million, 91.8% of which resulting from the increased public debt (by Euro 675 million). The greatest increase was registered in government debt (by Euro 517 million), primarily due to the borrowing through the new Eurobond issued in July 2014, in nominal amount of Euro 500 million, while public companies borrowed additional Euro 140 million. Gross external claims increased by Euro 437 million, mainly due to increased public claims by Euro 424 million (primarily based on investments in debt securities of Euro 316 million and based on deposits of Euro 101 million). Against such a backdrop, the annual cumulative change in the net external debt shows an increase of Euro 298 million.

In the fourth quarter of 2014, the negative **net international investment position** went down by merely Euro 2 million compared to the previous quarter, reflecting the almost identical change in debt and equity instruments, but in the opposite direction (growth of net liabilities on debt instruments of Euro 51 million and decline in net liabilities on equity by Euro 53 million). Compared to the end of 2013, the negative net IIP increased by Euro 223 million, solely derived from higher net external debt (Euro 298 million), amid fall in net liabilities on equity (Euro 74 million). Thus, at the end of the fourth quarter of 2014, the negative net IIP reached Euro 4,782 million, or 56% of GDP. Most (86.6%) of this amount still consists of net liabilities on the basis of direct investment, of which 78.2% are based on equity.

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<sup>1</sup> Entering into repo transactions creates liabilities (classified under the "loan" category) that increase gross debt. At the same time, the claims created from entering into reverse repo agreements increase gross claims. The NBRM simultaneously carries out matched conclusion of repo and reverse repo agreements in nearly identical amounts. In general, as they are concluded simultaneously, these transactions have a neutral net effect, i.e. they appear in almost identical amount on both liabilities and assets side, thus having no effect on the total net external debt.

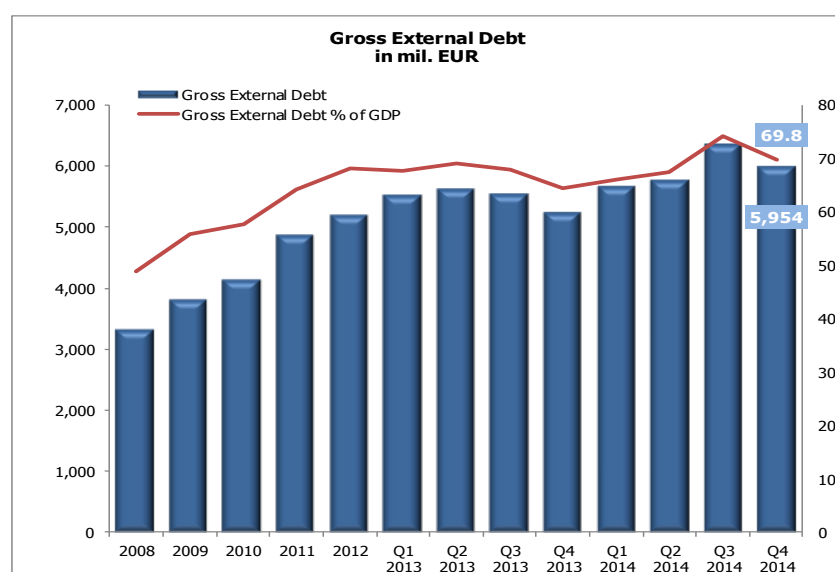
# Report on the External Debt and the International Investment Position of the Republic of Macedonia, Q 4 2014

## External Debt and International Investment Position of the Republic of Macedonia

	31.12.2013		30.09.2014		31.12.2014		change in respect to the end of the previous year			Quarterly Change		
	mill. EUR	% GDP	mill. EUR	% GDP	mill. EUR	% GDP	mill. EUR	%	p.p.	mill. EUR	%	p.p.
<b>Gross External Debt</b>	<b>5,219.7</b>	<b>64.3</b>	<b>6,338.2</b>	<b>74.3</b>	<b>5,954.4</b>	<b>69.8</b>	<b>734.7</b>	<b>14.1</b>	<b>5.4</b>	<b>-383.8</b>	<b>-6.1</b>	<b>-4.5</b>
<b>Gross External Debt-Excluding Debt of the Central Bank from Repo Arrangements</b>	<b>5,219.7</b>	<b>64.3</b>	<b>6,033.3</b>	<b>70.7</b>	<b>5,954.4</b>	<b>69.8</b>	<b>734.7</b>	<b>14.1</b>	<b>5.4</b>	<b>-78.9</b>	<b>-1.3</b>	<b>-0.9</b>
Long-term debt	4,002.8	49.3	4,638.9	54.4	4,660.3	54.6	657.4	16.4	5.3	21.3	0.5	0.3
Short-term debt	1,216.9	15.0	1,699.2	19.9	1,294.1	15.2	77.2	6.3	0.2	-405.1	-23.8	-4.7
Public debt	2,172.4	26.8	3,141.6	36.8	2,847.1	33.4	674.7	31.1	6.6	-294.6	-9.4	-3.5
Private debt	3,047.4	37.6	3,196.5	37.5	3,107.3	36.4	59.9	2.0	-1.2	-89.2	-2.8	-1.0
<b>Gross External Claims</b>	<b>3,704.5</b>	<b>45.7</b>	<b>4,576.1</b>	<b>53.6</b>	<b>4,141.6</b>	<b>48.5</b>	<b>437.1</b>	<b>11.8</b>	<b>2.9</b>	<b>-434.6</b>	<b>-9.5</b>	<b>-5.1</b>
<b>Gross external claims-excluding claims of the Central Bank from repo arrangements</b>	<b>3,704.5</b>	<b>45.7</b>	<b>4,270.0</b>	<b>50.0</b>	<b>4,141.6</b>	<b>48.5</b>	<b>437.1</b>	<b>11.8</b>	<b>2.9</b>	<b>-128.4</b>	<b>-3.0</b>	<b>-1.5</b>
<b>Net External Debt</b>	<b>1,515.2</b>	<b>18.68</b>	<b>1,762.0</b>	<b>20.6</b>	<b>1,812.8</b>	<b>21.2</b>	<b>297.6</b>	<b>19.6</b>	<b>2.6</b>	<b>50.8</b>	<b>2.9</b>	<b>0.6</b>
<b>IIP, net</b>	<b>-4,558.4</b>	<b>-56.2</b>	<b>-4,783.9</b>	<b>-56.1</b>	<b>-4,781.6</b>	<b>-56.0</b>	<b>-223.2</b>	<b>4.9</b>	<b>0.2</b>	<b>2.4</b>	<b>0.0</b>	<b>0.0</b>

\*The data on gross domestic product (GDP) was revised by the State Statistical Office of the Republic of Macedonia in accordance with the changes in the calculation methodology. The data for 2014 is estimated. (Source: Press release "Gross domestic product of the Republic of Macedonia", 13 March 2015).

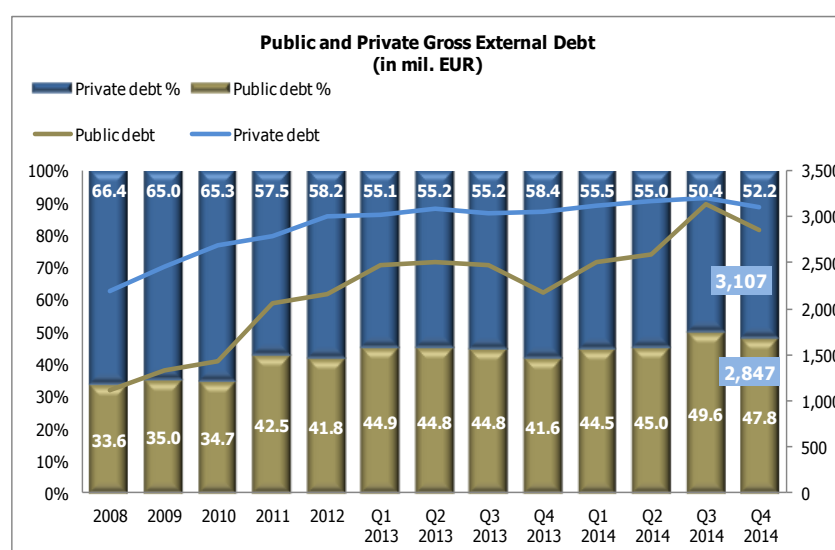
Source: NBRM



Source: NBRM

As of 31 December 2014, the gross external debt reached Euro 5,954 million, or 69.8% of the estimated GDP. After the growth of external debt in the first three quarters of 2014, in the fourth quarter, the debt decreased by Euro 384 million (or 6.1%). Compared to the end of 2013, the gross external debt increased by Euro 735 million (or 14.1%).

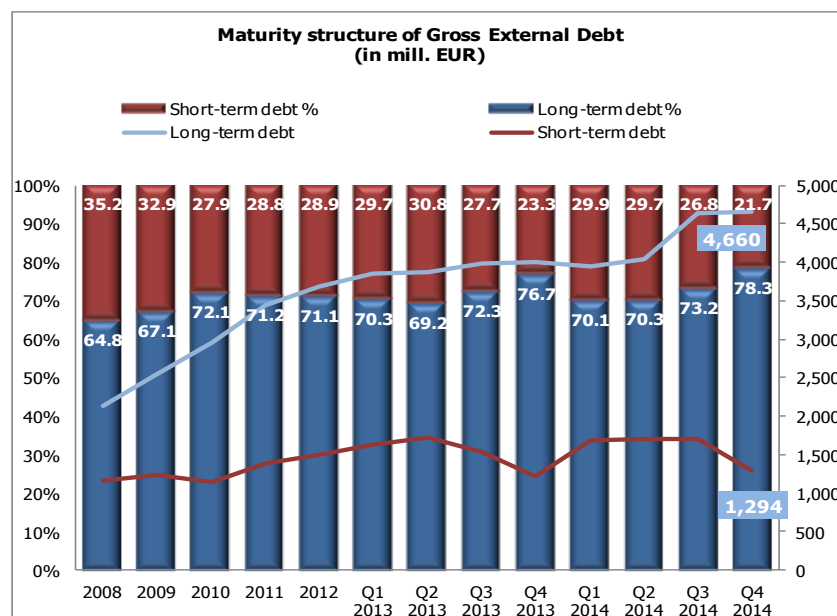
Against this background, debt to GDP ratio increased by 5.4 percentage points, on an annual basis.



Source: NBRM

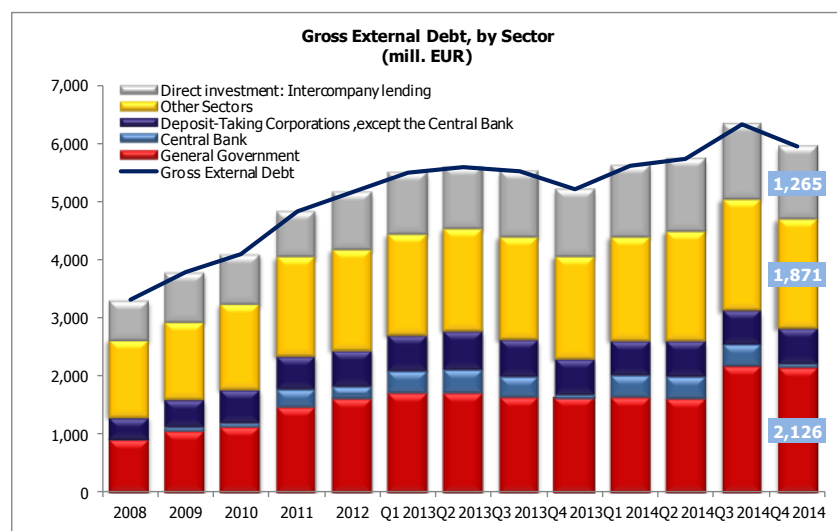
The upward trend of the share of public debt in total gross external debt was interrupted in the fourth quarter, when the share of public external debt decreased by 1.8 percentage points. However, compared with the end of 2013, the share of public debt increased by 6.2 percentage points due to the annual growth of the public debt of 31.1%, with a growth of private debt of only 2%.

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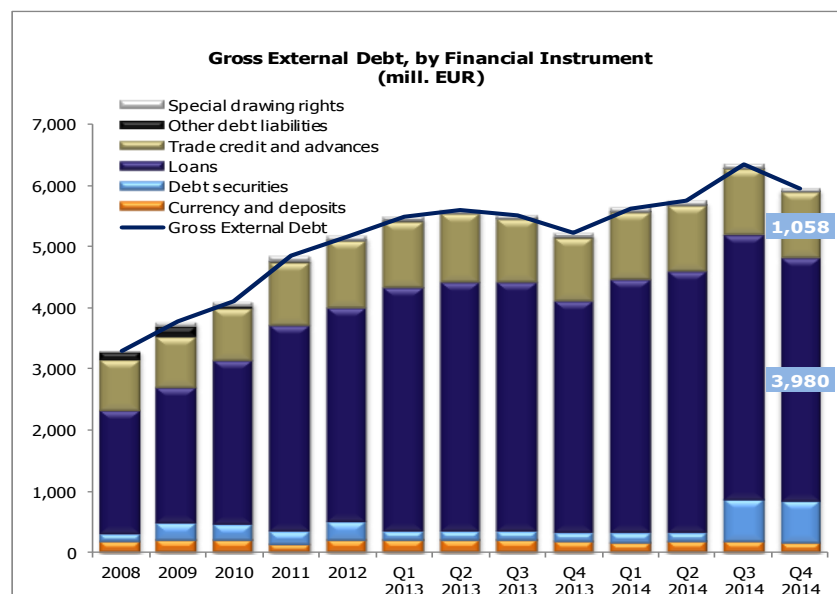
Source: NBRM

The maturity structure of gross external debt registered a decrease in the share of the short-term debt on a quarterly and annual basis (by 5.1 percentage points and 1.6 percentage points, respectively). This indicates an improvement of the maturity structure of gross debt, which is still dominated by the long-term debt.



Source: NBRM

The sector-by-sector analysis shows that most of the gross external debt comes from the debt of the government sector (35.7% of the total external debt). It is followed by the debt of other sectors (mainly non-financial trade companies) and the debt to affiliated entities (31.4% and 21.3% of the total external debt, respectively).

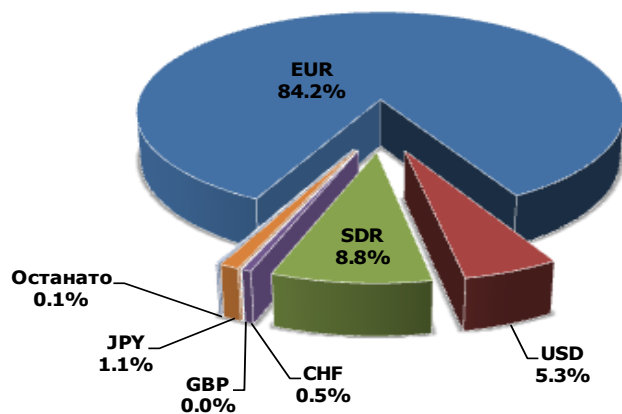


Source: NBRM

Largest portion (or 66.8%) of the gross external debt of the country is based on loans, followed by the debt based on trade credits (17.8%). The debt based on debt securities, with the last issue of Eurobonds, reached a share of 11.3%.

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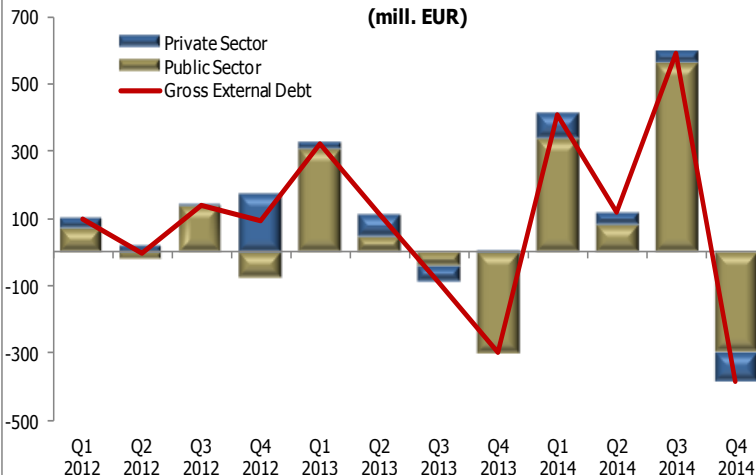
**Currency Composition of Loans as of  
31.12.2014**



Source: NBRM

The analysis of the currency structure of loans as a predominant instrument indicates that most of the liabilities were in euros (84.2%) at the end of the fourth quarter of 2014.

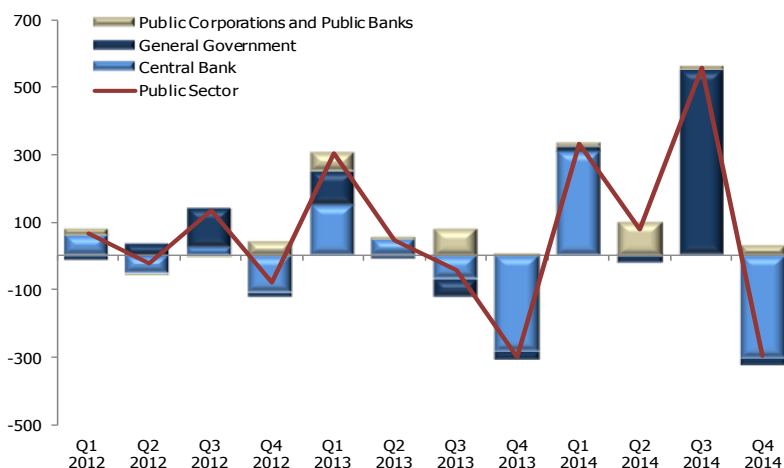
**Contribution To the Quarterly Change of the Gross  
External Debt - Public and Private Debt  
(mill. EUR)**



Source: NBRM

The decrease in total gross external debt in the fourth quarter of 2014 was mainly due to the decreased public debt (by Euro 295 million), amid a decrease of the private debt of Euro 89 million.

**Contribution to the Quarterly Change of the Public  
External Debt-by Sector  
(mill. EUR)**

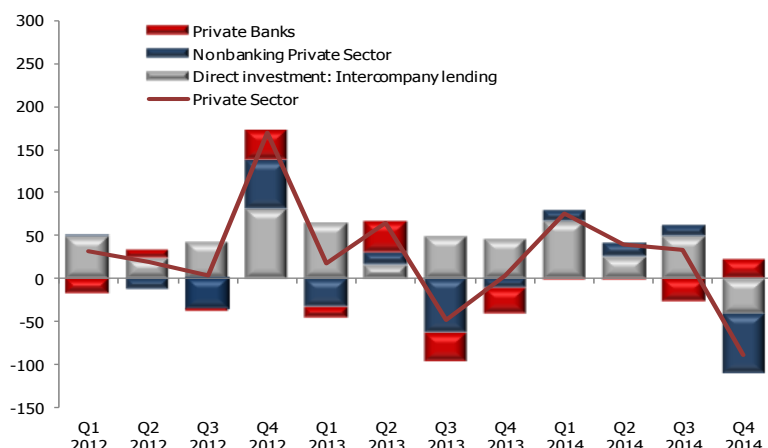


Source: NBRM

The decrease of public external debt solely results from the reduction of the central bank debt of Euro 303 million (mainly based on repo transactions) and the reduction of the government debt of Euro 22 million (mostly from servicing of loans). The debt of public companies and public banks increased by Euro 30 million.

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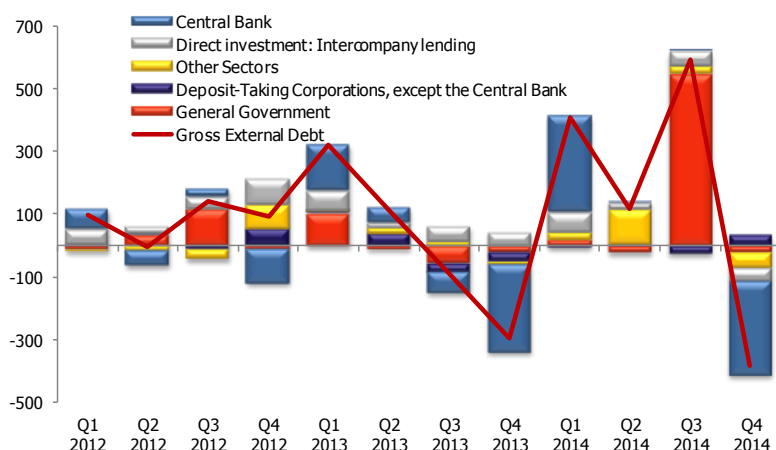
**Contribution to the Quarterly Change of the Private External Debt - by Sector (mill. EUR)**



Source: NBRM

The main reason behind the decline of private external debt in the fourth quarter of 2014 (of Euro 89 million) is the reduction of the debt of the nonbanking private sector (of Euro 69 million) and the intercompany debt (of Euro 41 million), while private banks' debt recorded an increase of Euro 21 million.

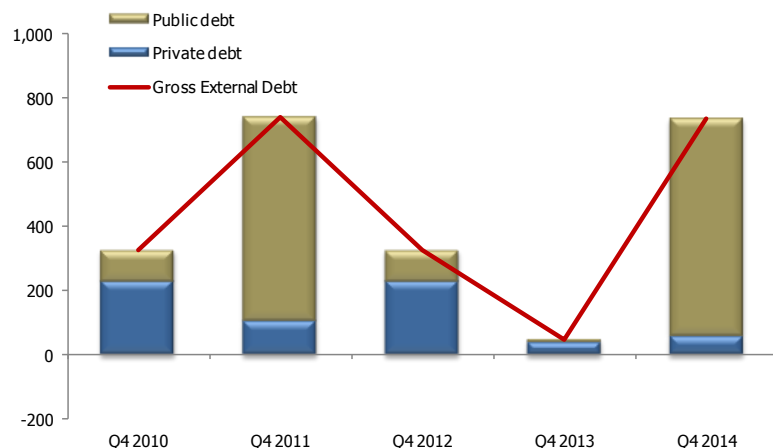
**Contribution to the Quarterly Change of the Gross External Debt-by Sector (mill. EUR)**



Source: NBRM

Analyzing institutional sectors, 79% of the quarterly fall of gross debt arises from the decrease of the central bank debt of Euro 303 million. A growth was recorded only in the debt of depository institutions (of Euro 32 million).

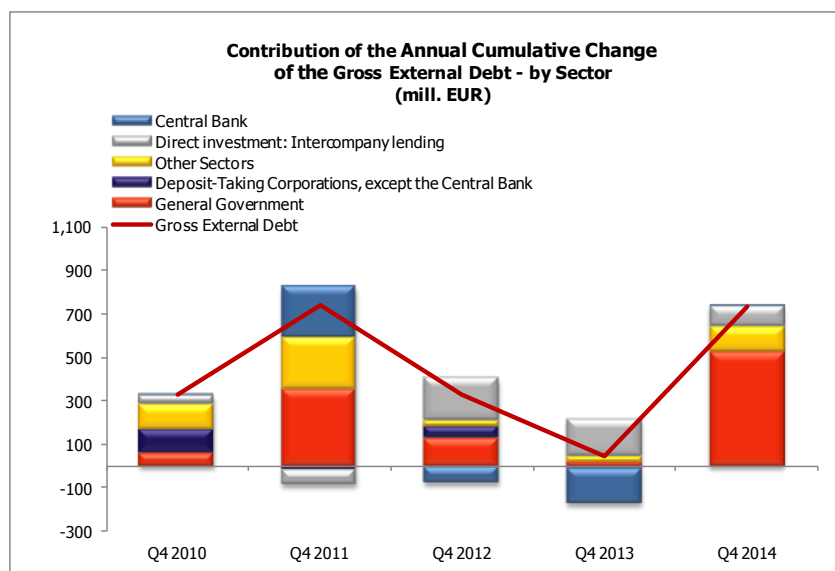
**Contribution to the Annual Cumulative Change of the Gross External Debt - Public and Private Debt (mill. EUR)**



Source: NBRM

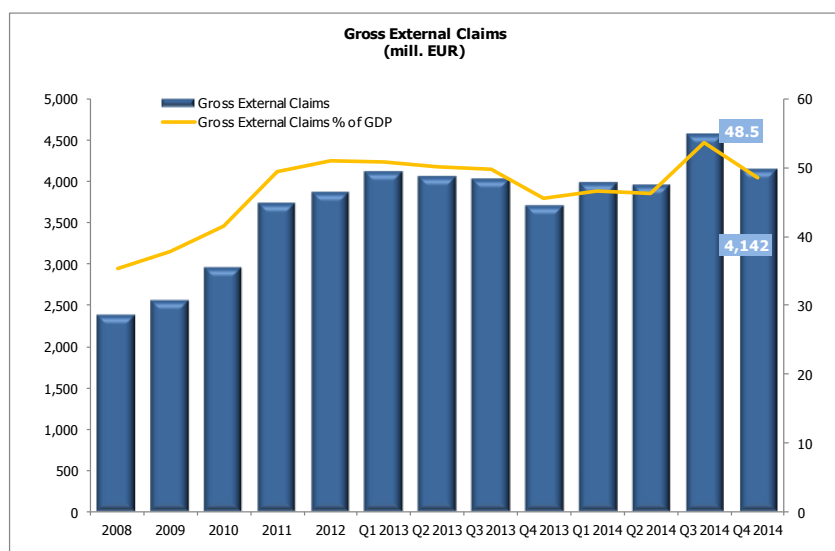
Most of the growth of the gross debt in 2014 resulted from the growth of public external debt of Euro 675 million (contribution of 91.8%), while private debt increased by Euro 60 million.

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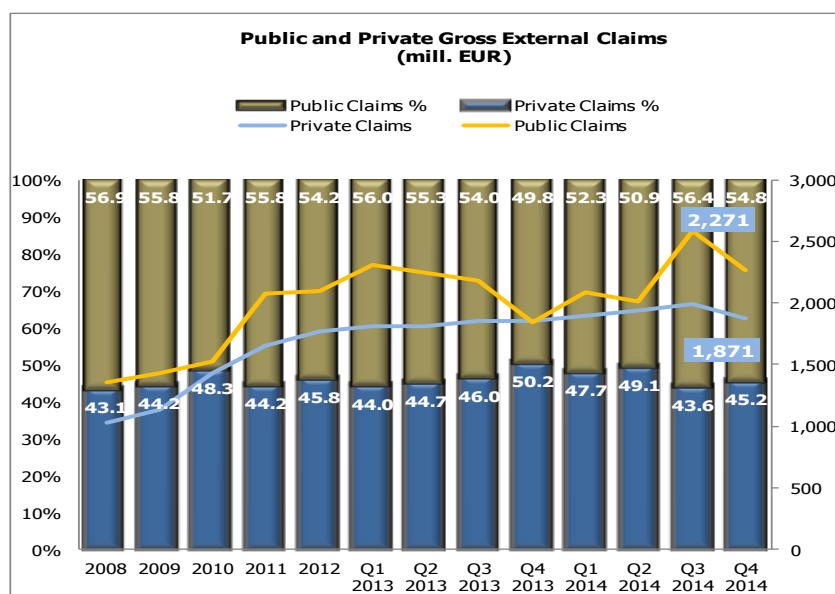
Source: NBRM

Comparing on annual basis, gross debt in all sectors went up, primarily in the government sector (Euro 517 million), other sectors (Euro 112 million) and intercompany debt (Euro 96 million).



Source: NBRM

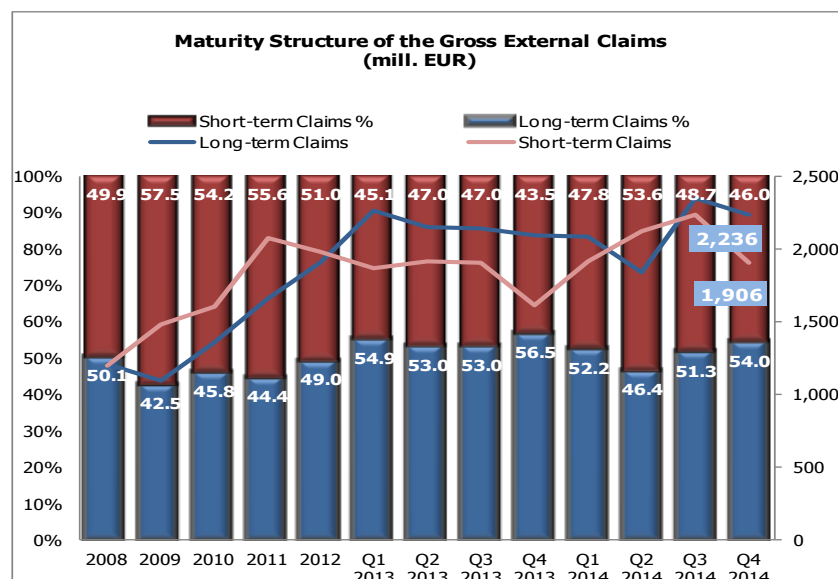
In the fourth quarter of 2014, gross external claims decreased by Euro 435 million (or 9.5%) and as of 31 December 2014, they totaled Euro 4,142 million, or 48.5% of the estimated GDP. Compared to the end of 2013, gross external claims increased by Euro 437 million (or 11.8%).



Source: NBRM

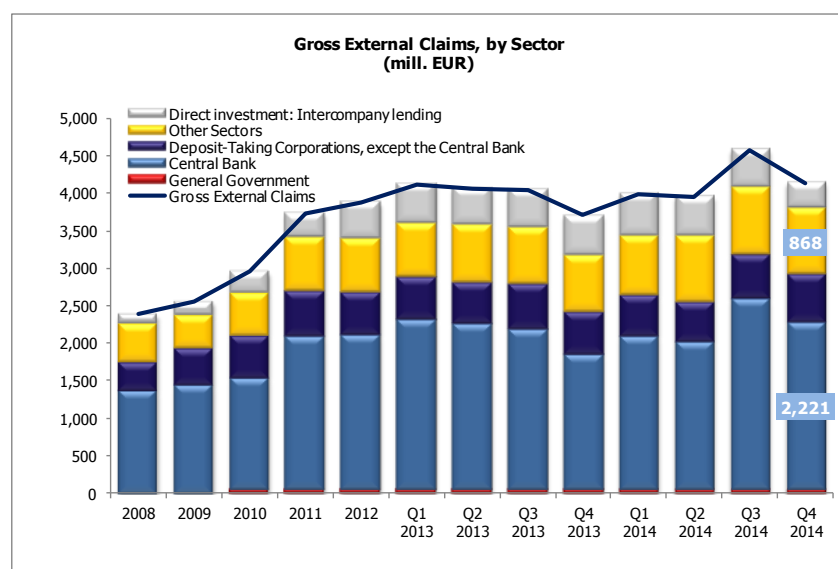
In the fourth quarter of 2014, the claims structure registered a quarterly shift, in favor of the private gross external claims (of 1.6 percentage points). Compared to the end of 2013, their share decreased by 5 percentage points.

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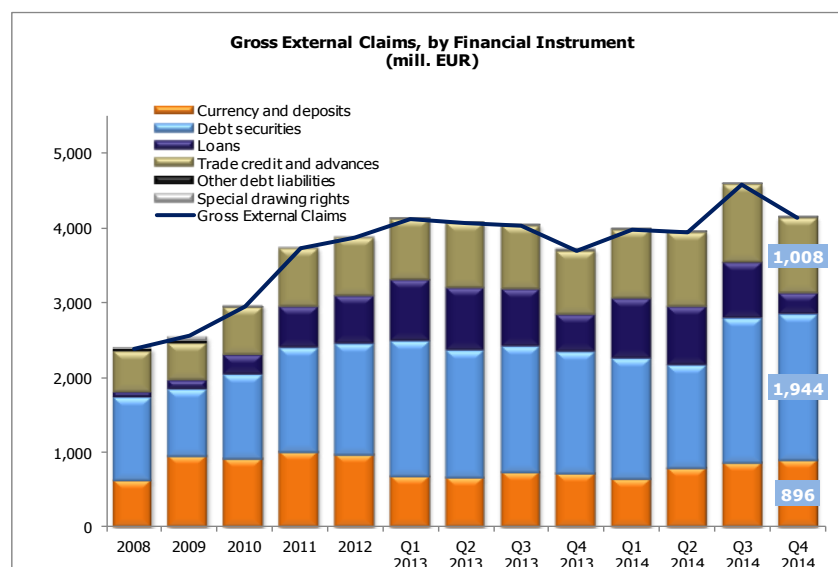
Source: NBRM

Observing the maturity structure, in the fourth quarter of 2014 long-term claims increased their share by 2.7 percentage points compared to the previous quarter. Compared to the end of 2013, their share reduced by 2.5 percentage points, yet dominating the structure of total claims (share of 54%).



Source: NBRM

The central bank is the major driver of the gross external claims (53.6% of total claims). Claims of other sectors (mainly non-financial trade companies) follow with 20.9% of total claims.

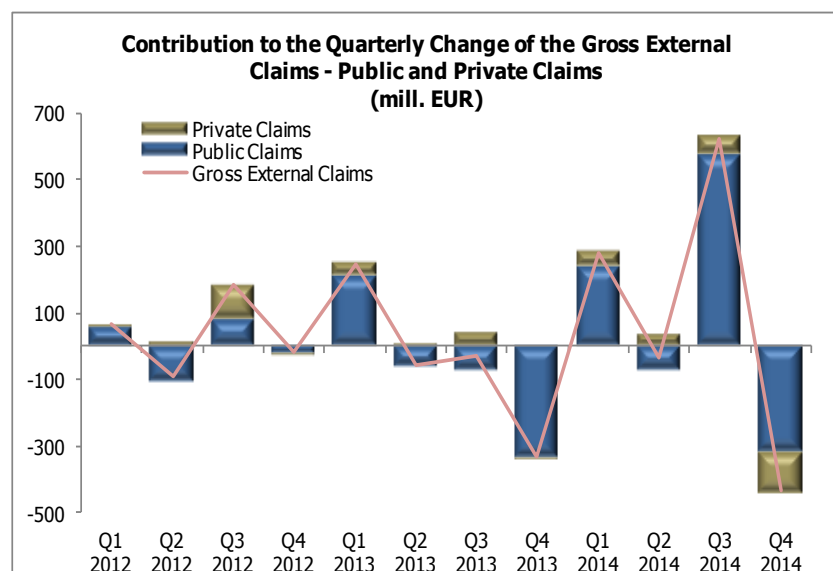


Source: NBRM

Predominant instruments in the gross external claims include debt securities (46.9%), trade credits and advances (24.3%), currency and deposits (21.6%) and loans (6.9%).

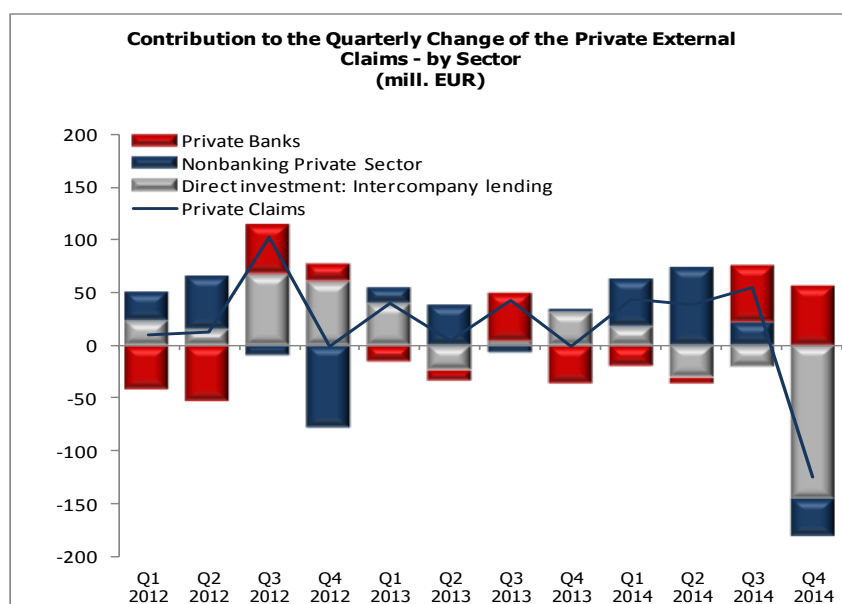


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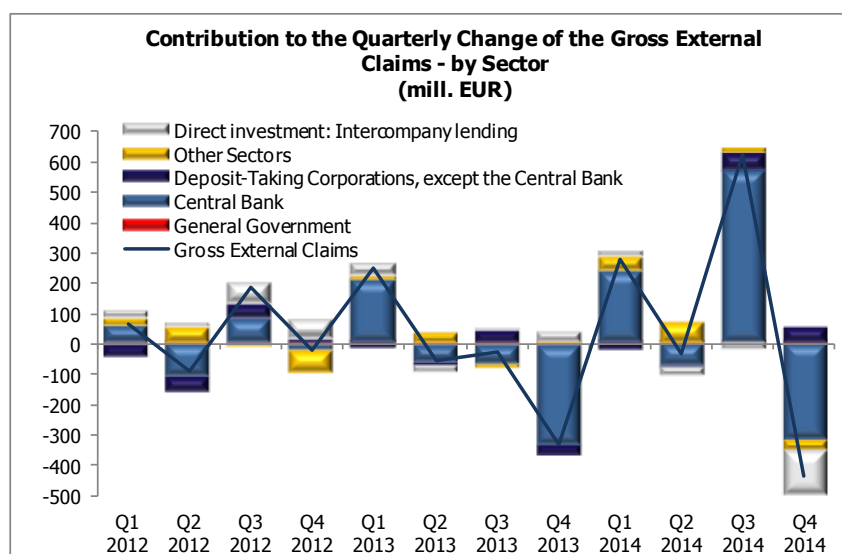
Source: NBRM

Most of the reduction in gross external claims in the fourth quarter of 2014 is due to the reduced public claims by Euro 310 million (almost entirely due to the reduced claims of the central bank based on repo transactions).



Source: NBRM

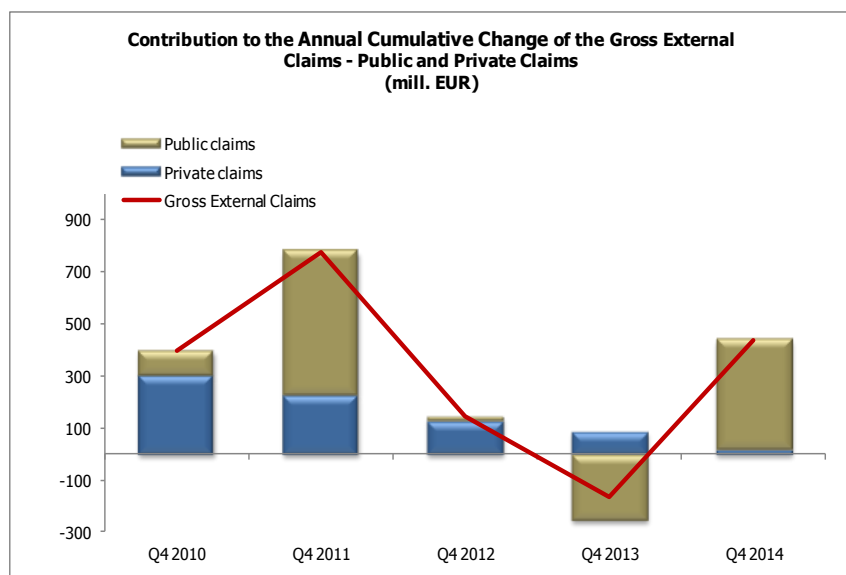
In the fourth quarter of 2014, private external claims decreased by Euro 125 million, due to the decreased intercompany claims (by Euro 145 million) and claims of the nonbanking private sector (by Euro 35 million), amid increased claims of private banks (by Euro 55 million).



Source: NBRM

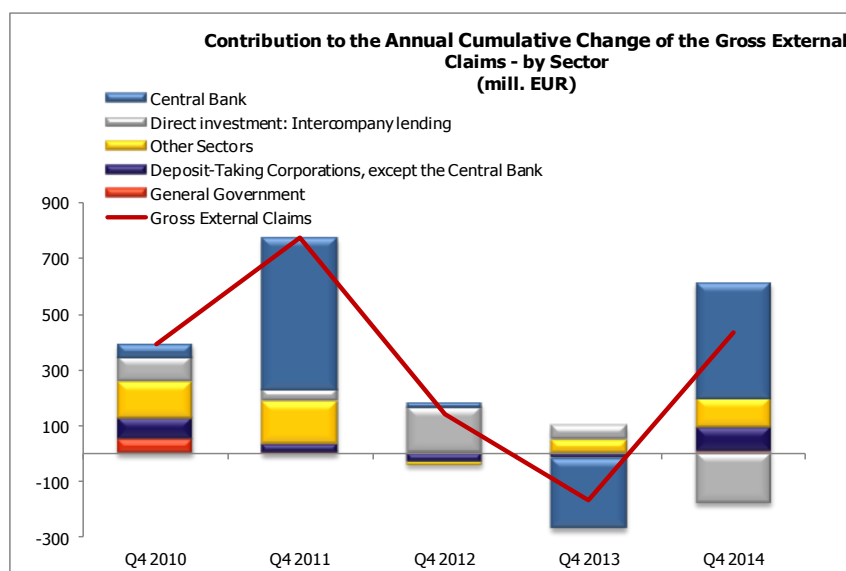
Analyzing institutional sectors, the quarterly decline in gross claims arises from the reduced claims of the central bank (by Euro 312 million), intercompany claims (by Euro 145 million) and other sectors (by Euro 35 million), partially offset by the increased claims of deposit institutions (by Euro 55 million).

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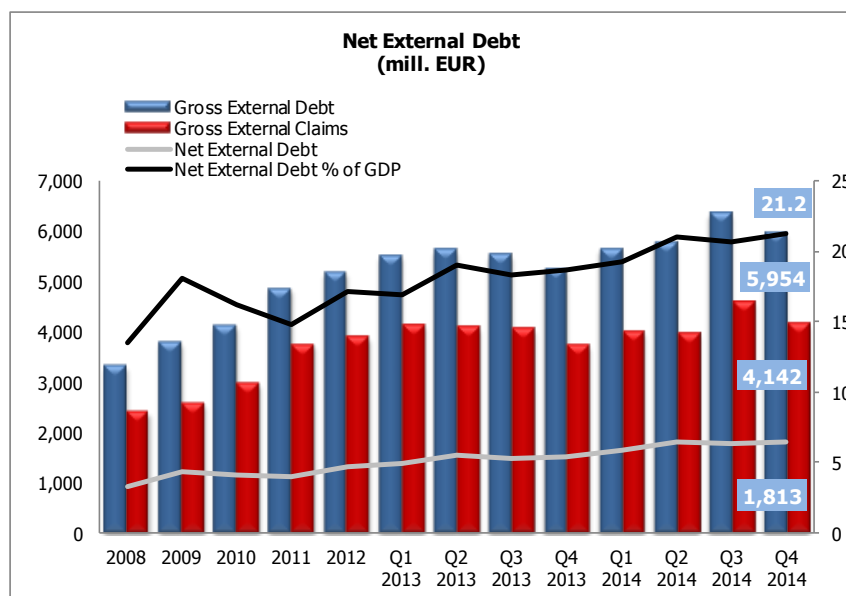
Source: NBRM

In 2014, the gross external claims increased mainly due to the higher public claims (by Euro 424 million), while private claims recorded a marginal growth of Euro 13 million.



Source: NBRM

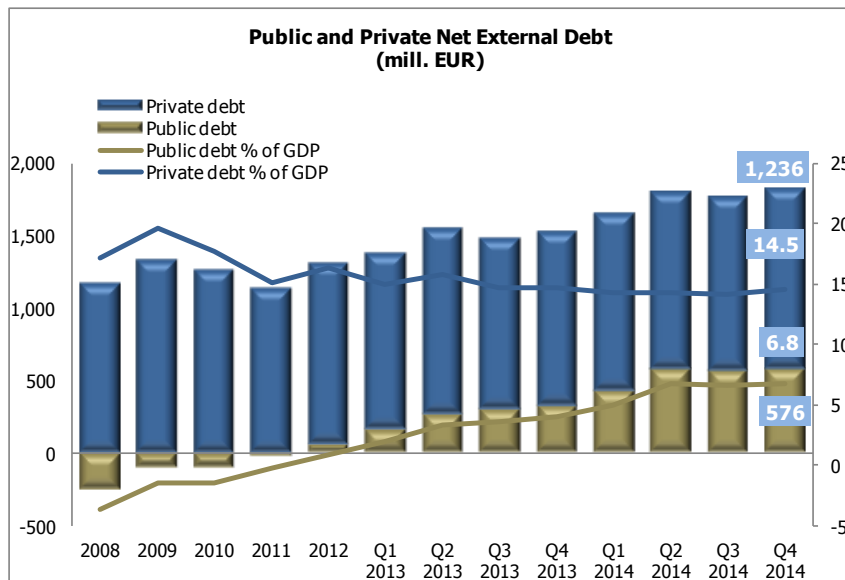
Analyzing institutional sectors, central bank, other sectors and deposit institutions made the largest contribution to the annual cumulative growth of total external claims (with Euro 418 million, Euro 106 million and Euro 84 million, respectively). On the other hand, intercompany claims went down by Euro 177 million for the same period.



Source: NBRM.

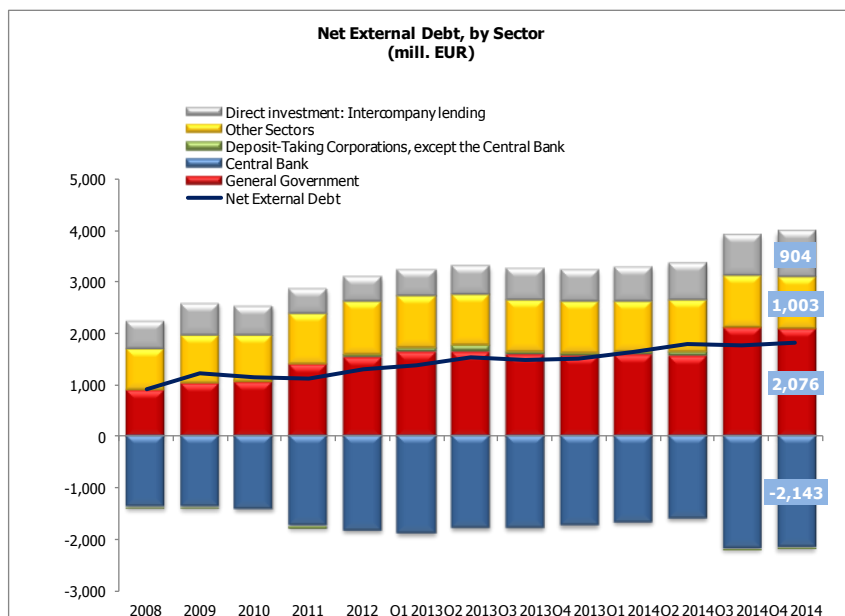
As a result of the faster quarterly fall of gross external claims (of Euro 435 million) compared to the quarterly fall of gross external debt (of Euro 384 million), in the fourth quarter of 2014, net external debt increased by Euro 51 million (2.9%), reaching Euro 1,813 million (21.2% of the estimated GDP). On an annual basis, net external debt increased by Euro 298 million (19.6%) or 2.6 percentage points of GDP.

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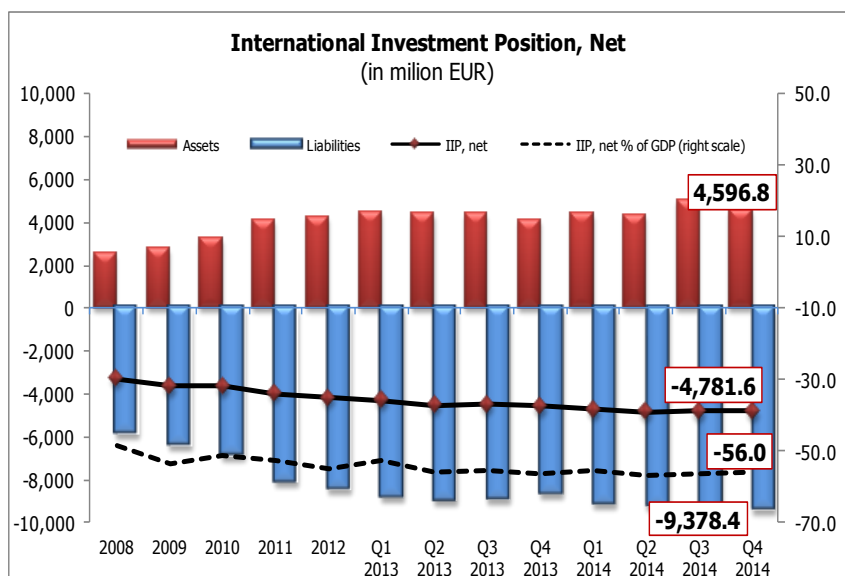
Source: NBRM.

Annual growth of net debt mainly reflects the increased net public debt (by Euro 251 million), leading to an increase of its share in the total net debt of 10.3 percentage points. Thus, the share of net private debt reduced to 68.2% of total net debt.



Source: NBRM.

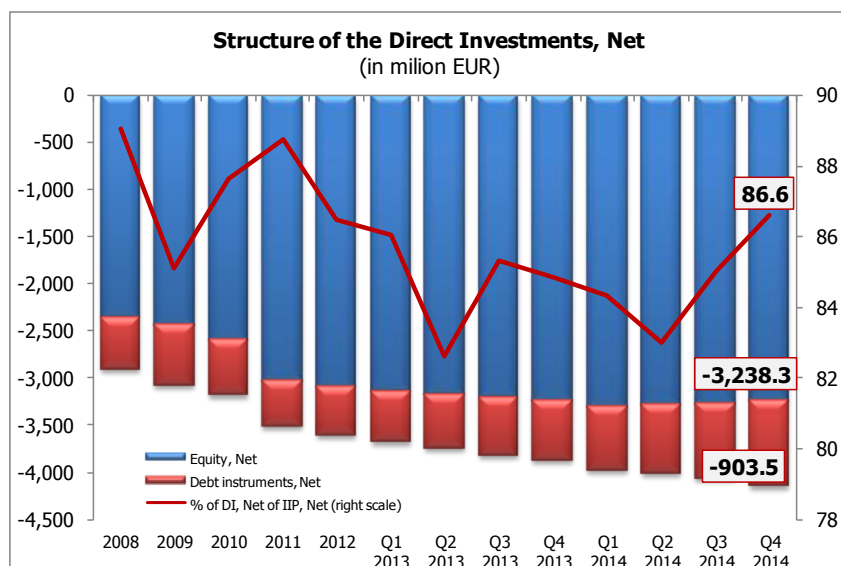
Analyzing stocks, besides the central bank, the depository institutions are also net creditors abroad, while other sectors are net borrowers. Government is the largest net debtor with net external debt of Euro 2,076 million, followed by other sectors with Euro 1,003 million and intercompany net debt with Euro 904 million.



Source: NBRM

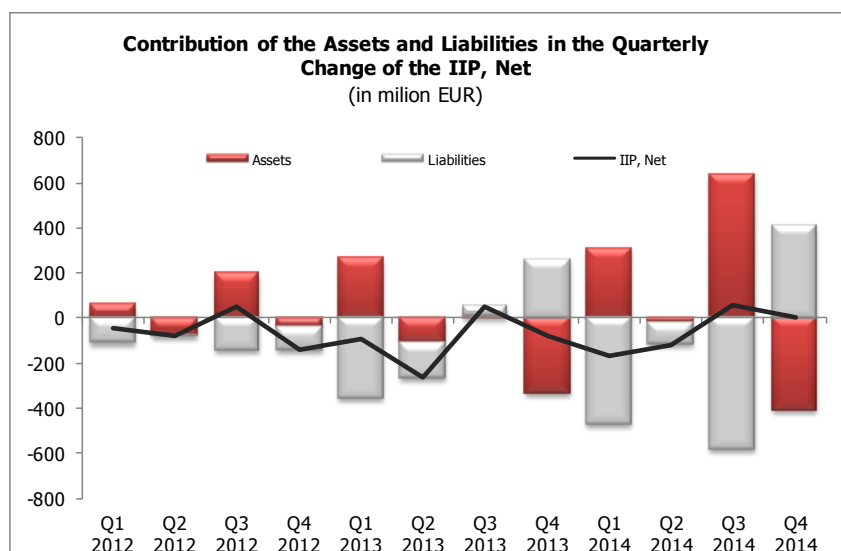
At the end of 2014, the negative net international investment position (net IIP) amounted to Euro 4,782 million or 56% of GDP. During the fourth quarter, net IIP registered a minor decrease of Euro 2 million, despite the annual growth of Euro 223 million euros (4.9%). Moreover, there are no significant changes in the net IIP to GDP ratio.

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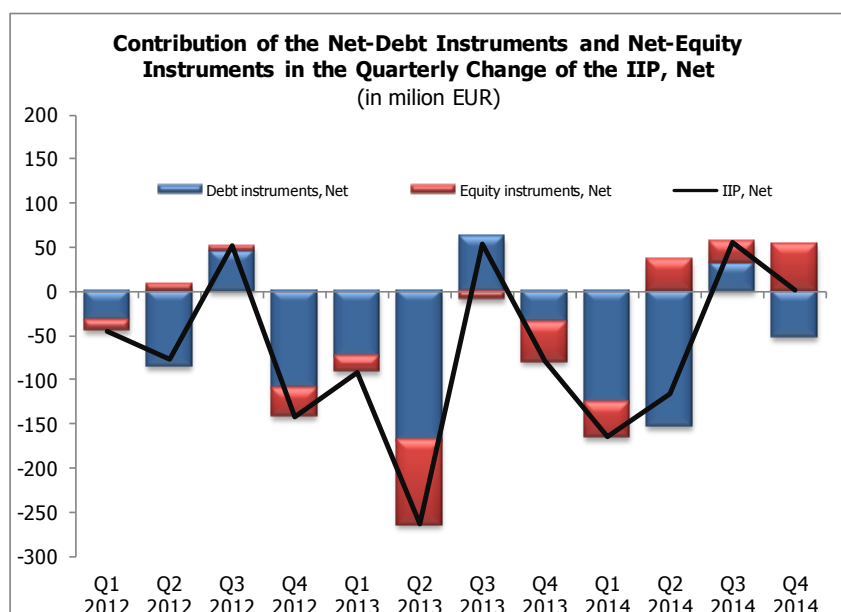
Source: NBRM

Analyzing the structure of net IIP, net liabilities on direct investments, 78.2% of which based on equity, have the largest share (86.6%) in the negative net IIP.



Source: NBRM

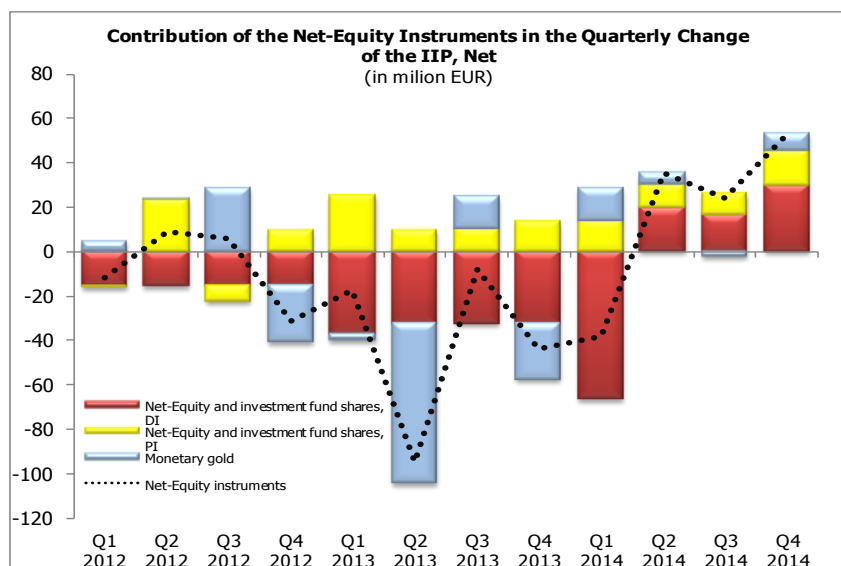
The minimum quarterly decline of negative net IIP is the result of almost identical reduction of assets and liabilities (of Euro 410 million and Euro 413 million, respectively).



Source: NBRM

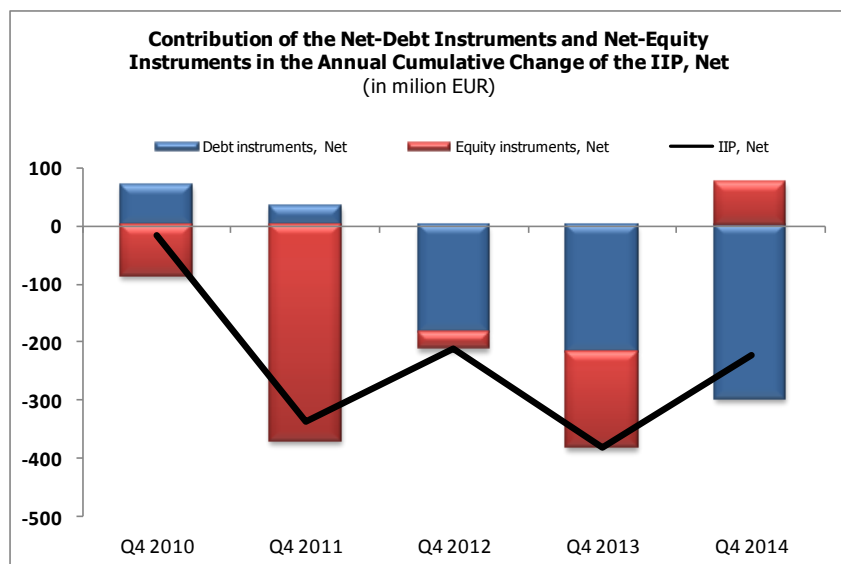
Analyzing by instrument, debt and equity instruments recorded almost identical change volume, but in the opposite direction. Net liabilities on debt instruments increased by Euro 51 million, while net liabilities on equity decreased by Euro 53 million.

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Source: NBRM

In the fourth quarter, the structure of equity registered lower net liabilities on equity within the direct and portfolio investments (by Euro 30 million and Euro 16 million, respectively), with a minimal increase being registered in the assets in monetary gold (by Euro 8 million, mainly because of price and exchange rate changes).



Source: NBRM

Annually, the negative net IIP increased by Euro 223 million, with the dominant contribution of the changes in debt instruments (increased net external debt by Euro 298 million) versus the reduced net liabilities on equity (by Euro 74 million of which a decline in net liabilities on equity of Euro 49 million, and an increase in monetary gold of Euro 25 million).

# Report on the External Debt and the International Investment Position of the Republic of Macedonia, Q 4 2014

## ANNEX TABLES

Table 1  
**Gross external debt**  
(in millions of euros)

	2008	2009	2010	2011	2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	change in respect to the end of the previous year		quarterly change	
														in mill. EUR	in %/p.p.	in mill. EUR	in %/p.p.
<b>Instruments</b>																	
Currency and deposits	174.0	198.8	195.8	134.0	198.7	188.5	190.8	182.5	168.4	158.7	169.1	163.3	157.7	-10.7	-6.4	-5.6	-3.5
Debt securities	133.3	277.3	258.9	202.5	293.8	153.6	154.6	157.8	152.4	165.6	164.8	680.8	674.4	522.0	342.5	-6.4	-0.9
Loans	2,016.2	2,217.4	2,674.0	3,377.7	3,499.2	3,983.3	4,069.1	4,065.5	3,791.2	4,134.0	4,255.4	4,326.1	3,980.1	188.9	5.0	-346.0	-8.0
Trade credit and advances	822.3	828.2	860.5	1,033.4	1,093.1	1,081.3	1,105.2	1,026.3	1,028.2	1,090.1	1,075.3	1,085.1	1,057.8	29.5	2.9	-27.3	-2.5
Other debt liabilities	149.2	187.0	40.1	20.7	10.3	10.3	10.3	10.3	6.3	6.3	6.3	6.3	6.3	0.0	0.0	0.0	0.0
Special drawing rights	9.2	71.7	76.4	78.3	76.7	76.9	75.4	74.4	73.2	73.7	74.5	76.6	78.2	5.0	6.8	1.6	2.1
<b>Gross External Debt</b>	<b>3,304.16</b>	<b>3,780.36</b>	<b>4,105.71</b>	<b>4,846.61</b>	<b>5,171.67</b>	<b>5,493.89</b>	<b>5,605.33</b>	<b>5,516.79</b>	<b>5,219.75</b>	<b>5,628.29</b>	<b>5,745.36</b>	<b>6,338.15</b>	<b>5,954.40</b>	<b>734.7</b>	<b>14.1</b>	<b>-383.8</b>	<b>-6.1</b>
<b>Sectors</b>																	
General Government	906.33	1,055.84	1,113.40	1,464.24	1,589.81	1,692.42	1,683.28	1,631.13	1,608.89	1,625.89	1,604.69	2,147.24	2,125.64	516.7	32.1	-21.6	-1.0
Central Bank	9.15	71.74	76.42	310.82	234.24	380.63	427.03	357.71	73.20	378.01	378.61	381.50	78.19	5.0	6.8	-303.3	-79.5
Deposit-Taking Corporations, except the Central Bank	384.07	468.22	578.78	564.75	618.82	626.23	666.15	635.59	609.34	606.05	607.86	582.77	614.45	5.1	0.8	31.7	5.4
Other Sectors	1,321.91	1,346.99	1,464.82	1,702.60	1,730.87	1,733.31	1,752.42	1,767.59	1,758.92	1,783.31	1,895.15	1,920.42	1,870.65	111.7	6.4	-49.8	-2.6
Direct investment: Intercompany lending	682.70	837.56	872.30	804.20	997.94	1,061.29	1,076.45	1,124.77	1,169.39	1,235.04	1,259.06	1,306.22	1,265.47	96.1	8.2	-40.7	-3.1
<b>Gross External Debt</b>	<b>3,304.16</b>	<b>3,780.36</b>	<b>4,105.71</b>	<b>4,846.61</b>	<b>5,171.67</b>	<b>5,493.89</b>	<b>5,605.33</b>	<b>5,516.79</b>	<b>5,219.75</b>	<b>5,628.29</b>	<b>5,745.36</b>	<b>6,338.15</b>	<b>5,954.40</b>	<b>734.7</b>	<b>14.1</b>	<b>-383.8</b>	<b>-6.1</b>
<b>Gross External Debt % of GDP</b>	<b>48.79</b>	<b>55.87</b>	<b>57.76</b>	<b>64.24</b>	<b>68.18</b>	<b>67.73</b>	<b>69.10</b>	<b>68.01</b>	<b>64.35</b>	<b>65.96</b>	<b>67.33</b>	<b>74.28</b>	<b>69.78</b>		5.4		-4.5
<b>Gross External Debt-Excluding Debt of the Central Bank from Repo Arrangements</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>4,614.08</b>	<b>5,014.10</b>	<b>5,190.17</b>	<b>5,253.67</b>	<b>5,233.45</b>	<b>5,219.75</b>	<b>5,324.01</b>	<b>5,441.24</b>	<b>6,033.26</b>	<b>5,954.40</b>	<b>734.7</b>	<b>14.1</b>	<b>-78.9</b>	<b>-1.3</b>
<b>Central Bank from repo arrangements % of GDP</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>61.16</b>	<b>66.11</b>	<b>63.98</b>	<b>64.76</b>	<b>64.51</b>	<b>64.35</b>	<b>62.39</b>	<b>63.77</b>	<b>70.70</b>	<b>69.78</b>		5.4		-0.9
Long-term debt	2,141.58	2,538.11	2,958.84	3,450.58	3,677.54	3,863.19	3,877.35	3,988.38	4,002.85	3,947.77	4,037.36	4,638.94	4,660.28	657.4	16.4	21.3	0.5
Short-term debt	1,162.58	1,242.25	1,146.87	1,396.03	1,494.13	1,630.70	1,727.98	1,528.41	1,216.90	1,680.53	1,708.00	1,699.21	1,294.12	77.2	6.3	-405.1	-23.8
Long-term debt %	64.81	67.14	72.07	71.20	71.11	70.32	69.17	72.30	76.69	70.14	70.27	73.19	78.27		1.6		5.1
Short-term debt %	35.19	32.86	27.93	28.80	28.89	29.68	30.83	27.70	23.31	29.86	29.73	26.81	21.73		-1.6		-5.1
Long-term debt % of GDP	31.62	37.51	41.62	45.74	48.48	47.62	47.80	49.17	49.34	46.26	47.31	54.36	54.61		5.3		0.3
Short-term debt % of GDP	17.17	18.36	16.13	18.50	19.70	20.10	21.30	18.84	15.00	19.69	20.02	19.91	15.17		0.2		-4.7
<b>Public debt</b>	<b>1,109.94</b>	<b>1,324.87</b>	<b>1,424.82</b>	<b>2,061.11</b>	<b>2,162.13</b>	<b>2,466.91</b>	<b>2,513.16</b>	<b>2,472.83</b>	<b>2,172.35</b>	<b>2,504.98</b>	<b>2,582.63</b>	<b>3,141.63</b>	<b>2,847.07</b>	<b>674.7</b>	<b>31.1</b>	<b>-294.6</b>	<b>-9.4</b>
General Government	906.33	1,055.84	1,113.40	1,464.24	1,589.81	1,692.42	1,683.28	1,631.13	1,608.89	1,625.89	1,604.69	2,147.24	2,125.64	516.7	32.1	-21.6	-1.0
Central Bank	9.15	71.74	76.42	310.82	234.24	380.63	427.03	357.71	73.20	378.01	378.61	381.50	78.19	5.0	6.8	-303.3	-79.5
Public Corporations and Public Banks	194.45	197.28	235.00	286.05	338.08	393.86	402.84	483.99	490.26	501.08	599.32	612.89	643.25	153.0	31.2	30.4	5.0
<b>Private debt</b>	<b>2,194.23</b>	<b>2,455.49</b>	<b>2,680.90</b>	<b>2,785.50</b>	<b>3,009.54</b>	<b>3,026.98</b>	<b>3,092.18</b>	<b>3,043.96</b>	<b>3,047.39</b>	<b>3,123.31</b>	<b>3,162.74</b>	<b>3,196.52</b>	<b>3,107.33</b>	<b>59.9</b>	<b>2.0</b>	<b>-89.2</b>	<b>-2.8</b>
Public debt %	33.59	35.05	34.70	42.53	41.81	44.90	44.84	44.82	41.62	44.51	44.95	49.57	47.81		6.2		-1.8
Private debt %	66.41	64.95	65.30	57.47	58.19	55.10	55.16	55.18	58.38	55.49	55.05	50.43	52.19		-6.2		1.8
Public debt % of GDP	16.39	19.58	20.04	27.32	28.51	30.41	30.98	30.48	26.78	29.36	30.27	36.82	33.36		6.6		-3.5
Private debt % of GDP	32.40	36.29	37.71	36.92	39.68	37.31	38.12	37.52	37.57	36.60	37.06	37.46	36.41		-1.2		-1.0

\*The data on the gross domestic product (GDP) was revised by the State Statistical Office of the Republic of Macedonia in accordance with the changes in the calculation methodology. The data for 2014 is estimated. (Source: Press release "Gross domestic product of the Republic of Macedonia", 13 March 2015).

Source: NBRM

# Report on the External Debt and the International Investment Position of the Republic of Macedonia, Q 4 2014

Table 2

## Gross external claims\*

(in millions of euros)

	2008	2009	2010	2011	2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	change in respect to the end of the previous year			quarterly change		
														in mill. EUR	in % p.p.		in mill. EUR	in % p.p.	
<b>Instruments</b>																			
Currency and deposits	628.5	937.9	903.1	995.2	961.3	681.9	655.3	732.3	711.6	643.0	778.5	846.3	896.5	184.8	26.0		50.2	5.9	
Debt securities	1,114.7	901.2	1,139.7	1,394.3	1,492.2	1,801.2	1,707.8	1,688.4	1,627.7	1,610.6	1,395.3	1,945.6	1,943.7	316.1	19.4		-1.8	-0.1	
Loans	66.2	133.7	271.1	561.2	629.1	819.6	838.1	764.8	494.5	801.6	763.9	730.9	287.3	-207.2	-41.9		-443.6	-60.7	
Trade credit and advances	551.1	490.4	640.7	779.4	788.8	815.2	858.7	846.8	865.9	925.5	1,008.2	1,047.8	1,008.3	142.3	16.4		-39.5	-3.8	
Other debt liabilities	31.0	34.8	0.5	0.0	0.0	1.4	1.6	1.5	1.4	1.5	1.5	1.5	1.5	0.1	6.1		0.0	0.2	
Special drawing rights	1.0	63.5	0.9	0.6	1.2	1.9	2.4	2.9	3.3	3.8	3.9	4.1	4.3	0.9	28.1		0.2	3.7	
<b>Gross External Claims</b>	<b>2,392.49</b>	<b>2,561.41</b>	<b>2,956.05</b>	<b>3,730.69</b>	<b>3,872.61</b>	<b>4,121.19</b>	<b>4,063.85</b>	<b>4,036.66</b>	<b>3,704.50</b>	<b>3,986.01</b>	<b>3,951.17</b>	<b>4,576.14</b>	<b>4,141.55</b>	<b>437.1</b>	<b>11.8</b>		<b>-434.6</b>	<b>-9.5</b>	
<b>Sectors</b>																			
General Government	0.00	0.00	45.60	46.80	45.94	47.23	46.30	44.74	43.94	44.02	44.46	47.68	49.80	5.86	13.35		2.12	4.45	
Central Bank	1,361.55	1,429.81	1,482.84	2,034.91	2,053.82	2,261.52	2,200.79	2,133.18	1,802.66	2,040.26	1,966.76	2,533.16	2,220.84	418.2	23.2		-312.3	-12.3	
Deposit-Taking Corporations, except the Central Bank	390.65	496.81	572.83	603.05	572.70	558.18	547.36	593.24	557.82	538.49	532.68	586.22	641.40	83.6	15.0		55.2	9.4	
Other Sectors	507.00	440.22	571.84	722.31	712.79	727.43	765.17	757.92	761.29	807.09	880.52	902.38	867.96	106.3	14.0		-34.8	-3.9	
Direct investment: Intercompany lending	133.29	194.56	282.94	323.61	487.36	526.83	504.22	507.58	538.79	556.15	526.75	506.70	361.95	-176.8	-32.8		-144.7	-28.6	
<b>Gross External Claims</b>	<b>2,392.49</b>	<b>2,561.41</b>	<b>2,956.05</b>	<b>3,730.69</b>	<b>3,872.61</b>	<b>4,121.19</b>	<b>4,063.85</b>	<b>4,036.66</b>	<b>3,704.50</b>	<b>3,986.01</b>	<b>3,951.17</b>	<b>4,576.14</b>	<b>4,141.55</b>	<b>437.1</b>	<b>11.8</b>		<b>-434.6</b>	<b>-9.5</b>	
<b>Gross External Claims % of GDP</b>	<b>35.33</b>	<b>37.85</b>	<b>41.58</b>	<b>49.45</b>	<b>51.06</b>	<b>50.80</b>	<b>50.10</b>	<b>49.76</b>	<b>45.67</b>	<b>46.71</b>	<b>46.30</b>	<b>53.63</b>	<b>48.53</b>		<b>2.9</b>			<b>-5.1</b>	
<b>Gross external claims-excluding claims of the Central Bank from repo arrangements</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>3,497.63</b>	<b>3,736.55</b>	<b>3,817.21</b>	<b>3,701.43</b>	<b>3,752.81</b>	<b>3,704.50</b>	<b>3,681.73</b>	<b>3,647.05</b>	<b>4,269.96</b>	<b>4,141.55</b>	<b>437.1</b>	<b>11.8</b>		<b>-128.4</b>	<b>-3.0</b>	
<b>Gross External Claims-Excluding Claims of the Central Bank from Repo Arrangements % of GDP</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>46.36</b>	<b>49.26</b>	<b>47.06</b>	<b>45.63</b>	<b>46.26</b>	<b>45.67</b>	<b>43.15</b>	<b>42.74</b>	<b>50.04</b>	<b>48.53</b>		<b>2.9</b>			<b>-1.5</b>	
Long-term Claims	1,199.21	1,087.90	1,352.64	1,655.28	1,898.65	2,260.79	2,151.87	2,138.06	2,093.42	2,079.26	1,833.05	2,348.62	2,235.85		6.8		-112.8	-4.8	
Short-term Claims	1,193.28	1,473.51	1,603.42	2,075.40	1,973.96	1,860.41	1,911.98	1,898.60	1,611.07	1,906.75	2,118.13	2,227.52	1,905.70	294.6	18.3		-321.8	-14.4	
Long-term Claims %	50.12	42.47	45.76	44.37	49.03	54.86	52.95	52.97	56.51	52.16	46.39	51.32	53.99		-2.5			2.7	
Short-term Claims %	49.88	57.53	54.24	55.63	50.97	45.14	47.05	47.03	43.49	47.84	53.61	48.68	46.01		2.5			-2.7	
Long-term claims % of GDP	17.71	16.08	19.03	21.94	25.03	27.87	26.53	26.36	25.81	24.37	21.48	27.52	26.20		0.4			-1.3	
Short-term claims % of GDP	17.62	21.78	22.56	27.51	26.02	22.93	23.57	23.40	19.86	22.34	24.82	26.10	22.33		2.5			-3.8	
<b>Public Claims</b>	<b>1,361.55</b>	<b>1,429.81</b>	<b>1,528.44</b>	<b>2,081.72</b>	<b>2,099.76</b>	<b>2,308.75</b>	<b>2,247.09</b>	<b>2,177.92</b>	<b>1,846.60</b>	<b>2,084.28</b>	<b>2,011.23</b>	<b>2,580.84</b>	<b>2,270.64</b>	<b>424.0</b>	<b>23.0</b>		<b>-310.2</b>	<b>-12.0</b>	
General Government	0.00	0.00	45.60	46.80	45.94	47.23	46.30	44.74	43.94	44.02	44.46	47.68	49.80	5.9	13.3		2.1	4.4	
Central Bank	1,361.55	1,429.81	1,482.84	2,034.91	2,053.82	2,261.52	2,200.79	2,133.18	1,802.66	2,040.26	1,966.76	2,533.16	2,220.84	418.2	23.2		-312.3	-12.3	
Public Corporations and Public Banks	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00				
<b>Private Claims</b>	<b>1,030.94</b>	<b>1,131.60</b>	<b>1,427.61</b>	<b>1,648.97</b>	<b>1,772.86</b>	<b>1,812.45</b>	<b>1,816.76</b>	<b>1,858.74</b>	<b>1,857.90</b>	<b>1,901.73</b>	<b>1,939.95</b>	<b>1,995.30</b>	<b>1,870.91</b>	<b>13.0</b>	<b>0.7</b>		<b>-124.4</b>	<b>-6.2</b>	
Public Claims %	56.91	55.82	51.71	55.80	54.22	56.02	55.29	53.95	49.85	52.29	50.90	56.40	54.83		5.0			-1.6	
Private Claims %	43.09	44.18	48.29	44.20	45.78	43.98	44.71	46.05	50.15	47.71	49.10	43.60	45.17		-5.0			1.6	
Public Claims % of GDP	20.11	21.13	21.50	27.59	27.68	28.46	27.70	26.85	22.76	24.43	23.57	30.24	26.61		3.8			-3.6	
Private Claims % of GDP	15.22	16.72	20.08	21.86	23.37	22.34	22.40	22.91	22.90	22.29	22.73	23.38	21.92		-1.0			-1.5	

\*The data on gross domestic product (GDP) was revised by the State Statistical Office of the Republic of Macedonia in accordance with the changes in the calculation methodology. The data for 2014 is estimated. (Source: Press release "Gross domestic product of the Republic of Macedonia", 13 March 2015).

Source: NBRM

# Report on the External Debt and the International Investment Position of the Republic of Macedonia, Q 4 2014

Table 3  
**Net external debt\***  
(in millions of euros)

	2008	2009	2010	2011	2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	change in respect to the end of the previous year		quarterly change	
														in mill. EUR in	% /p.p.	in mill. EUR in	% /p.p.
<b>Instruments</b>																	
Currency and deposits	-454.5	-739.2	-707.3	-861.1	-762.6	-493.4	-464.4	-549.8	-543.2	-484.3	-609.4	-682.9	-738.8	-195.5	36.0	-55.9	8.2
Debt securities	-981.4	-623.9	-880.8	-1,191.8	-1,198.4	-1,647.7	-1,553.2	-1,530.6	-1,475.3	-1,445.1	-1,230.4	-1,264.8	-1,269.3	205.9	-14.0	-4.5	0.4
Loans	1,949.9	2,083.8	2,402.9	2,816.5	2,870.0	3,163.7	3,230.9	3,300.7	3,296.8	3,332.4	3,491.6	3,595.2	3,692.8	396.1	12.0	97.6	2.7
Trade credit and advances	271.2	337.8	219.7	253.9	304.3	266.1	246.4	179.5	162.3	164.6	67.1	37.3	49.5	-112.8	-69.5	12.2	32.6
Other debt liabilities	118.2	152.2	39.6	20.7	10.3	9.0	8.8	8.8	4.8	4.8	4.8	4.7	4.7	-0.1	-1.8	0.0	-0.1
Special drawing rights	8.2	8.2	75.5	77.7	75.5	75.0	73.0	71.5	69.9	69.9	70.6	72.5	73.9	4.1	5.8	1.4	2.0
<b>Net External Debt</b>	<b>911.68</b>	<b>1,218.94</b>	<b>1,149.66</b>	<b>1,115.92</b>	<b>1,299.06</b>	<b>1,372.70</b>	<b>1,541.48</b>	<b>1,480.13</b>	<b>1,515.25</b>	<b>1,642.28</b>	<b>1,794.19</b>	<b>1,762.01</b>	<b>1,812.84</b>	<b>297.6</b>	<b>19.6</b>	<b>50.8</b>	<b>2.9</b>
<b>Sectors</b>																	
General Government	906.33	1,055.84	1,067.80	1,417.44	1,543.87	1,645.19	1,636.98	1,586.40	1,564.96	1,581.87	1,560.23	2,099.56	2,075.83	510.9	32.6	-23.7	-1.1
Central Bank	-1,352.39	-1,358.07	-1,406.42	-1,724.09	-1,819.58	-1,880.89	-1,773.77	-1,775.48	-1,729.46	-1,662.26	-1,588.15	-2,151.66	-2,142.65	-413.2	23.9	9.0	-0.4
Deposit-Taking Corporations, except the Central Bank	-6.57	-28.60	5.95	-38.30	46.11	68.05	118.78	42.34	51.53	67.57	75.18	-3.45	-26.95	-78.5	-152.3	-23.5	680.8
Other Sectors	814.91	906.77	892.98	980.29	1,018.07	1,005.88	987.25	1,009.68	997.63	976.21	1,014.63	1,018.05	1,003.09	5.5	0.5	-15.0	-1.5
Direct investment: Intercompany lending	549.40	643.00	589.36	480.59	510.58	534.46	572.23	617.19	630.60	678.89	732.31	799.52	903.52	272.9	43.3	104.0	13.0
<b>Net External Debt</b>	<b>911.68</b>	<b>1,218.94</b>	<b>1,149.66</b>	<b>1,115.92</b>	<b>1,299.06</b>	<b>1,372.70</b>	<b>1,541.48</b>	<b>1,480.13</b>	<b>1,515.25</b>	<b>1,642.28</b>	<b>1,794.19</b>	<b>1,762.01</b>	<b>1,812.84</b>	<b>297.6</b>	<b>19.6</b>	<b>50.8</b>	<b>2.9</b>
<b>Net External Debt % of GDP</b>	<b>13.46</b>	<b>18.01</b>	<b>16.17</b>	<b>14.79</b>	<b>17.13</b>	<b>16.92</b>	<b>19.00</b>	<b>18.25</b>	<b>18.68</b>	<b>19.25</b>	<b>21.03</b>	<b>20.65</b>	<b>21.24</b>		<b>2.6</b>		<b>0.6</b>
Long-term debt	942.37	1,450.21	1,606.20	1,795.30	1,778.89	1,602.40	1,725.48	1,850.31	1,909.42	1,868.51	2,204.32	2,290.33	2,424.43	515.0	27.0	134.1	5.9
Short-term debt	-30.70	-231.27	-456.54	-679.37	-479.83	-229.71	-184.00	-370.19	-394.17	-226.23	-410.13	-528.31	-611.59	-217.4	55.2	-83.3	15.8
Long-term debt %	103.37	118.97	139.71	160.88	136.94	116.73	111.94	125.01	126.01	113.78	122.86	129.98	133.74		7.7		3.8
Short-term debt %	-3.37	-18.97	-39.71	-60.88	-36.94	-16.73	-11.94	-25.01	-26.01	-13.78	-22.86	-29.98	-33.74		-7.7		-3.8
Long-term debt % of GDP	13.92	21.43	22.59	23.80	23.45	19.75	21.27	22.81	23.54	21.90	25.83	26.84	28.41		4.9		1.6
Short-term debt % of GDP	-0.45	-3.42	-6.42	-9.01	-6.33	-2.83	-2.27	-4.56	-4.86	-2.65	-4.81	-6.19	-7.17		-2.3		-1.0
<b>Public debt</b>	<b>-251.61</b>	<b>-104.95</b>	<b>-103.62</b>	<b>-20.61</b>	<b>62.37</b>	<b>158.16</b>	<b>266.06</b>	<b>294.91</b>	<b>325.76</b>	<b>420.70</b>	<b>571.40</b>	<b>560.79</b>	<b>576.43</b>	<b>250.7</b>	<b>76.9</b>	<b>15.6</b>	<b>2.8</b>
General Government	906.33	1,055.84	1,067.80	1,417.44	1,543.87	1,645.19	1,636.98	1,586.40	1,564.96	1,581.87	1,560.23	2,099.56	2,075.83	510.9	32.6	-23.7	-1.1
Central Bank	-1,352.39	-1,358.07	-1,406.42	-1,724.09	-1,819.58	-1,880.89	-1,773.77	-1,775.48	-1,729.46	-1,662.26	-1,588.15	-2,151.66	-2,142.65	-413.2	23.9	9.0	-0.4
Public Corporations and Public Banks	194.45	197.28	235.00	286.05	338.08	393.86	402.84	483.99	490.26	501.08	599.32	612.89	643.25	153.0	31.2	30.4	5.0
<b>Private debt</b>	<b>1,163.29</b>	<b>1,323.89</b>	<b>1,253.28</b>	<b>1,136.53</b>	<b>1,236.68</b>	<b>1,214.54</b>	<b>1,275.42</b>	<b>1,185.22</b>	<b>1,189.49</b>	<b>1,221.58</b>	<b>1,222.79</b>	<b>1,201.22</b>	<b>1,236.42</b>	<b>46.9</b>	<b>3.9</b>	<b>35.2</b>	<b>2.9</b>
Public debt %	-27.60	-8.61	-9.01	-1.85	4.80	11.52	17.26	19.92	21.50	25.62	31.85	31.83	31.80		10.3		0.0
Private debt %	127.60	108.61	109.01	101.85	95.20	88.48	82.74	80.08	78.50	74.38	68.15	68.17	68.20		-10.3		0.0
Public debt % of GDP	-3.72	-1.55	-1.46	-0.27	0.82	1.95	3.28	3.64	4.02	4.93	6.70	6.57	6.76		2.7		0.2
Private debt % of GDP	17.18	19.56	17.63	15.06	16.30	14.97	15.72	14.61	14.66	14.32	14.33	14.08	14.49		-0.2		0.4

\*The data on gross domestic product (GDP) was revised by the State Statistical Office of the Republic of Macedonia in accordance with the changes in the calculation methodology. The data for 2014 is estimated. (Source: Press release "Gross domestic product of the Republic of Macedonia", 13 March 2015).

Source: NBRM



# Report on the External Debt and the International Investment Position of the Republic of Macedonia, Q 4 2014

Table 4  
**International Investment Position\***  
(in millions of euros)

	2008	2009	2010	2011	2012	Q1-2013	Q2-2013	Q3-2013	Q4-2013	Q1-2014	Q2-2014	Q3-2014	Q4-2014	Quarterly Change		Annual Change	
														in mill. EUR	in %/p.p.	in mill. EUR	in %/p.p.
<b>IIP, net</b>	<b>-3,265.1</b>	<b>-3,612.5</b>	<b>-3,629.5</b>	<b>-3,965.8</b>	<b>-4,177.6</b>	<b>-4,268.7</b>	<b>-4,532.6</b>	<b>-4,479.1</b>	<b>-4,558.4</b>	<b>-4,723.5</b>	<b>-4,840.0</b>	<b>-4,783.9</b>	<b>-4,781.6</b>	<b>2.4</b>	<b>0.0</b>	<b>-223.2</b>	<b>4.9</b>
Assets	2,579.8	2,785.5	3,258.4	4,113.2	4,257.5	4,524.1	4,412.4	4,418.0	4,082.5	4,391.4	4,371.5	5,007.3	4,596.8	-410.5	-8.2	514.4	12.6
Liabilities	5,844.9	6,398.0	6,887.9	8,079.0	8,435.1	8,792.8	8,945.0	8,897.2	8,640.8	9,114.9	9,211.5	9,791.3	9,378.4	-412.9	-4.2	737.6	8.5
<b>IIP, net/GDP (%)</b>	<b>-48.2</b>	<b>-53.4</b>	<b>-51.1</b>	<b>-52.6</b>	<b>-55.1</b>	<b>-52.6</b>	<b>-55.9</b>	<b>-55.2</b>	<b>-56.2</b>	<b>-55.4</b>	<b>-56.7</b>	<b>-56.1</b>	<b>-56.0</b>		<b>0.0</b>		<b>0.2</b>
<i>Sectors</i>																	
IIP, net General Government	-906.3	-1,055.8	-1,067.8	-1,417.4	-1,539.9	-1,641.2	-1,633.0	-1,582.4	-1,561.0	-1,577.9	-1,556.3	-2,095.6	-2,071.9	23.7	-1.1	-510.9	32.7
IIP, net Central Bank	1,486.9	1,526.7	1,638.8	1,991.8	2,095.8	2,154.4	1,975.2	1,991.5	1,920.4	1,868.1	1,799.1	2,360.3	2,358.9	-1.3	-0.1	438.5	22.8
IIP, net Deposit-Taking Corporations, Except Central Bank	-363.9	-361.5	-416.8	-420.6	-536.6	-568.1	-628.5	-561.8	-580.1	-596.0	-602.0	-524.0	-499.3	24.6	-4.7	80.8	-13.9
IIP, net Other Sectors	-3,481.8	-3,721.9	-3,783.8	-4,119.5	-4,196.8	-4,213.8	-4,246.3	-4,326.4	-4,337.6	-4,417.7	-4,480.9	-4,524.7	-4,569.3	-44.6	1.0	-231.7	5.3
<i>Instruments</i>																	
Direct Investments, Net	-2,907.9	-3,074.7	-3,181.3	-3,520.8	-3,613.3	-3,674.3	-3,744.6	-3,822.0	-3,867.9	-3,982.9	-4,016.9	-4,067.8	-4,141.9	-74.1	1.8	-274.0	7.1
Portfolio Investments, Net	-260.5	-405.5	-372.7	-279.2	-345.2	-179.4	-171.0	-164.3	-145.5	-144.8	-133.2	-639.3	-617.2	22.1	-3.4	-471.8	324.4
Financial derivatives (other than reserves) and employee stock options, Net	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other equity, Net	0.0	0.0	0.0	0.0	0.0	-3.2	-3.2	-3.2	-3.2	-3.1	-3.2	-3.2	-3.2	0.0	0.3	0.0	0.6
Currency and deposits, Net	209.2	274.4	359.3	454.1	338.3	339.0	336.2	391.8	371.6	362.8	345.9	405.6	466.0	60.3	14.9	94.4	25.4
Loans, Net	-1,540.9	-1,608.8	-1,942.1	-2,465.8	-2,525.4	-2,801.8	-2,799.4	-2,809.7	-2,791.8	-2,810.7	-2,883.7	-2,902.6	-2,908.6	-6.1	0.2	-116.8	4.2
Insurance, pension, and standardized guarantee schemes, Net	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Trade credits and advances, Net	-170.5	-229.1	-130.8	-144.8	-148.7	-103.8	-116.1	-63.7	-42.9	-13.6	51.1	63.3	63.6	0.3	0.5	106.5	-248.2
Other accounts receivable/payable, Net	-80.3	-94.6	0.0	0.0	0.0	1.4	1.6	1.5	1.4	1.5	1.5	1.5	1.5	0.0	0.2	0.1	6.1
Reserve assets	1,494.9	1,597.5	1,714.5	2,068.9	2,193.3	2,230.4	2,039.2	2,064.8	1,993.0	1,941.2	1,873.0	2,435.0	2,436.5	1.5	0.1	443.5	22.3
Special drawing rights (Net incurrence of liabilities)	-9.2	-71.7	-76.4	-78.3	-76.7	-76.9	-75.4	-74.4	-73.2	-73.7	-74.5	-76.6	-78.2	-1.6	2.1	-5.0	6.8

\*The data on gross domestic product (GDP) was revised by the State Statistical Office of the Republic of Macedonia in accordance with the changes in the calculation methodology

The data for 2014 is estimated. (Source: Press release "Gross domestic product of the Republic of Macedonia", 13 March 2015).

Source:NBRM.