



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 third quarter of 2018**

December 2018

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

At the end of the third quarter of 2018, the **gross external debt** equaled Euro 8,400 million, which is by Euro 26 million less compared to the end of the previous quarter. This shift is a result of the reduction of the public external debt of Euro 92 million, amid simultaneous increase in the private external debt of Euro 66 million. At the end of the third quarter, the **gross external claims** amounted to Euro 5,486 million, which is a quarterly increase of Euro 48 million, of which Euro 30 million are public claims, and Euro 19 million are private claims. As a result, in the third quarter of 2018, the **net external debt** decreased by Euro 74 million (to Euro 2,913 million).

Compared to the end of 2017, at the end of September 2018, the gross external debt was higher by Euro 1,027 million, given the growth of both the public and the private external debt. Moreover, debt arising from specific activities related to foreign reserves management of the central bank¹ increased by Euro 241 million. If their effect is excluded, since the beginning of the year, the gross external debt has increased by Euro 786 million, mostly due to the growth in the both private and the public gross external debt (of Euro 503 million and Euro 283 million, respectively). The gross external claims are by Euro 969 million higher. If the effect of the specific activities related to central bank's foreign reserves management is excluded², the gross external claims are higher by Euro 726 million, of which Euro 386 million are public claims and Euro 340 million are private claims. Since the beginning of the year, the net external debt has increased by Euro 59 million.

The negative **net international investment position** during the third quarter of 2018 decreased by Euro 32 million, due to the decreased net external debt (by Euro 74 million), partially netted by the increased net liabilities on equity instruments (by Euro 42 million). Thus, at the end of the third quarter of 2018, the negative net IIP equaled Euro 6,031 million, or 57.4% of GDP forecasted for 2018. Most (82%) of this amount still consists of net liabilities on direct investment, of which 73% are based on equity.

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

² Reverse repo-transactions

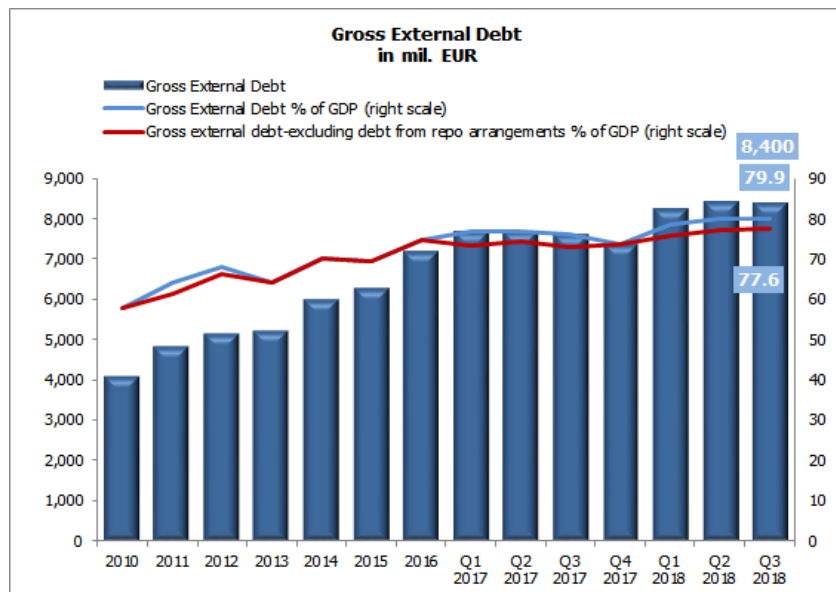
Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

External Debt and International Investment Position of the Republic of Macedonia

	31.12.2017		30.06.2018		30.09.2018		Quarterly Change			change in respect to the end of the previous year		
	mill. EUR	% GDP	mill. EUR	% GDP	mill. EUR	% GDP	mill. EUR	%	p.p.	mill. EUR	%	p.p.
Gross External Debt	7,372.5	73.6	8,425.7	80.1	8,399.8	79.9	-25.9	-0.3	-0.2	1,027.3	13.9	6.3
<i>Gross External Debt-Excluding Debt of the Central Bank from Repo Arrangements</i>	<i>7,372.5</i>	<i>73.6</i>	<i>8,132.8</i>	<i>77.3</i>	<i>8,158.4</i>	<i>77.6</i>	<i>25.6</i>	<i>0.3</i>	<i>0.2</i>	<i>785.9</i>	<i>10.7</i>	<i>4.0</i>
Long-term debt	5,607.2	56.0	6,053.5	57.6	6,070.8	57.7	17.3	0.3	0.2	463.5	8.3	1.7
Short-term debt	1,765.2	17.6	2,372.2	22.6	2,329.0	22.1	-43.2	-1.8	-0.4	563.8	31.9	4.5
Public debt	3,461.8	34.6	4,077.9	38.8	3,986.3	37.9	-91.6	-2.2	-0.9	524.5	15.2	3.3
Private debt	3,910.7	39.1	4,347.8	41.3	4,413.5	42.0	65.7	1.5	0.6	502.8	12.9	2.9
Gross External Claims	4,517.8	45.1	5,438.1	51.7	5,486.3	52.2	48.2	0.9	0.5	968.5	21.4	7.1
<i>Gross external claims-excluding claims of the Central Bank from reverse repo arrangements</i>	<i>4,517.8</i>	<i>45.1</i>	<i>5,146.8</i>	<i>48.9</i>	<i>5,243.5</i>	<i>49.9</i>	<i>96.7</i>	<i>1.9</i>	<i>0.9</i>	<i>725.7</i>	<i>16.1</i>	<i>4.8</i>
Net External Debt	2,854.7	28.5	2,987.6	28.4	2,913.5	27.7	-74.1	-2.5	-0.7	58.8	2.1	-0.8
IIP, net	-5,822.5	-58.1	-6,063.2	-57.7	-6,031.1	-57.4	32.2	-0.5	0.3	-208.6	3.6	0.8

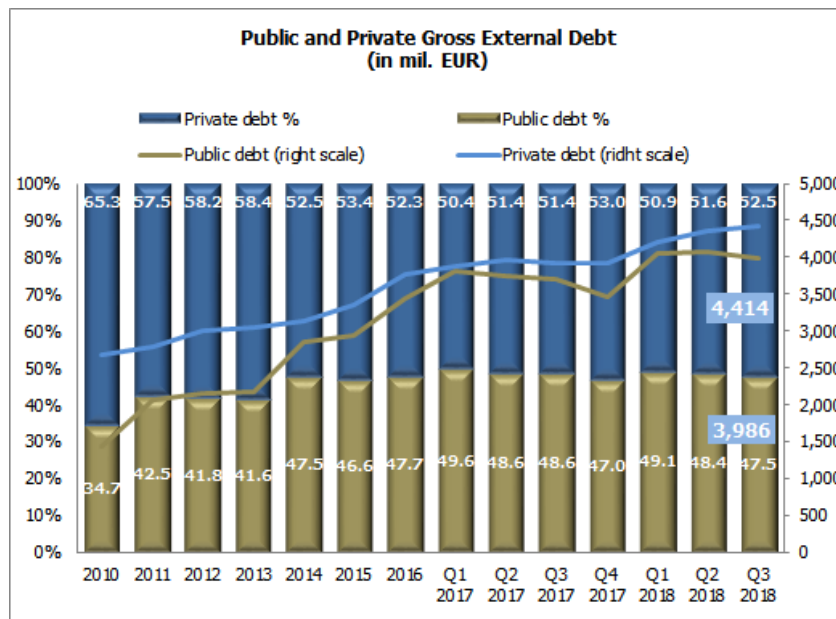
*/ GDP data for 2017 is preliminary (source: Press release *Gross Domestic Product of the Republic of Macedonia* of 28 September 2018). The data for 2018 is forecasted by the NBRM.

Source: NBRM.



Source: NBRM.

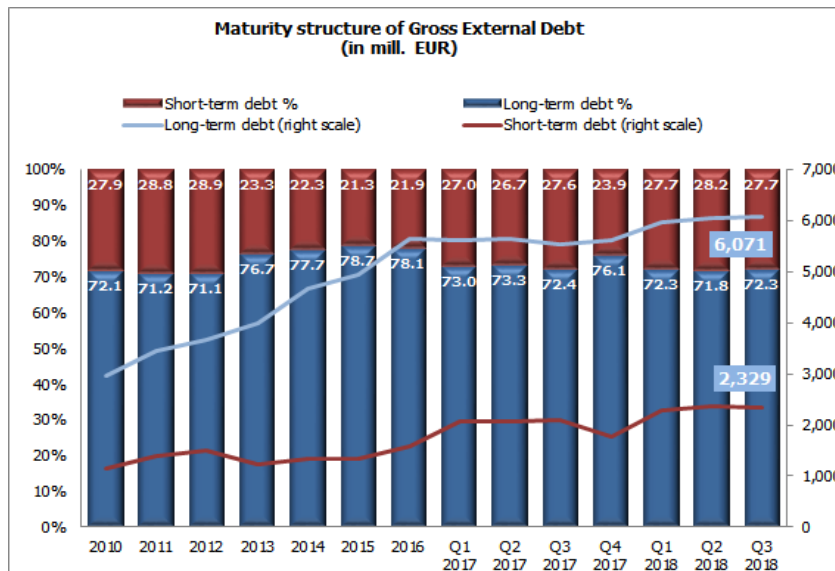
At the end of the third quarter of 2018, the gross external debt was Euro 8,400 million, or 79.9% of GDP forecasted for 2018. On a quarterly basis, gross external debt decreased by Euro 26 million (or 0.3%), while compared to the end of 2017, it increased by Euro 1,027 million (or 13.9%).



Source: NBRM.

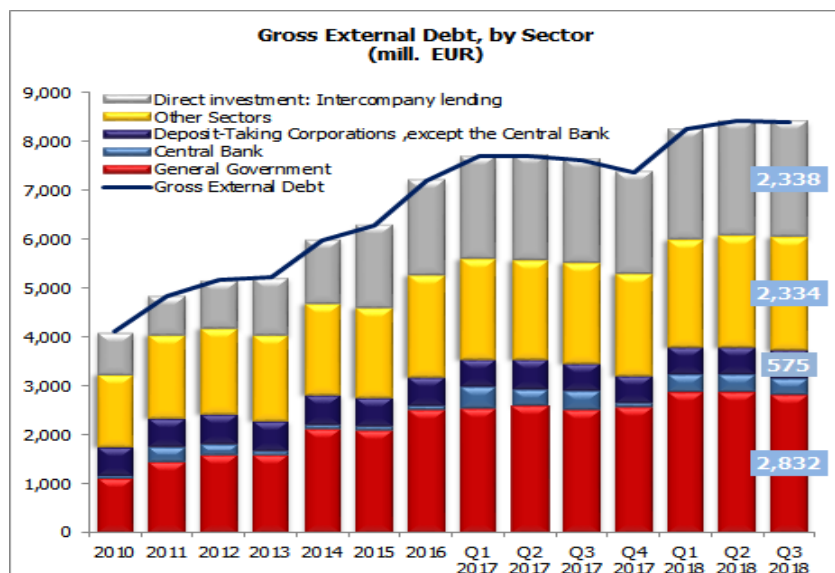
Private external debt still dominates the structure of gross external debt, the share of which increased quarterly by 0.9 percentage points, to 52.5%.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



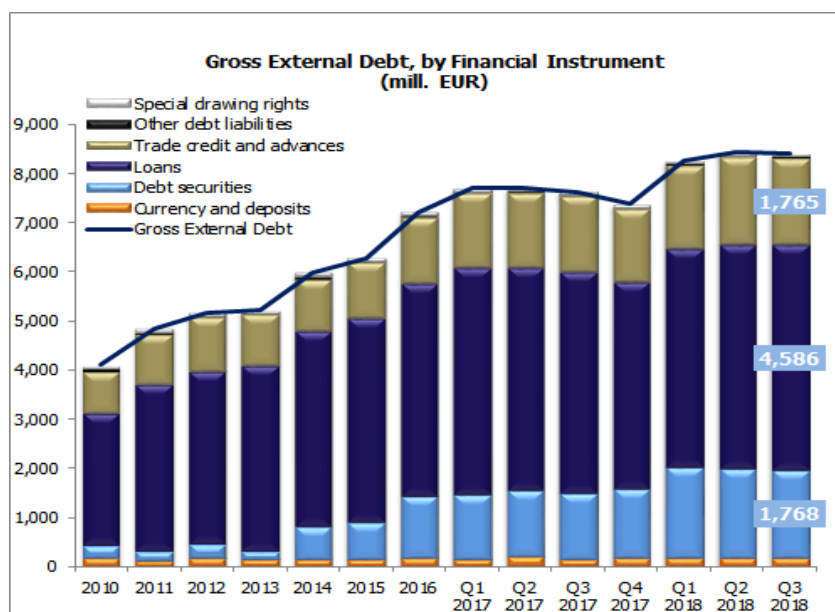
Source: NBRM.

The maturity structure of gross external debt is still favorable, with a dominant share of the long-term debt in the total gross external debt (72.3%).



Source: NBRM.

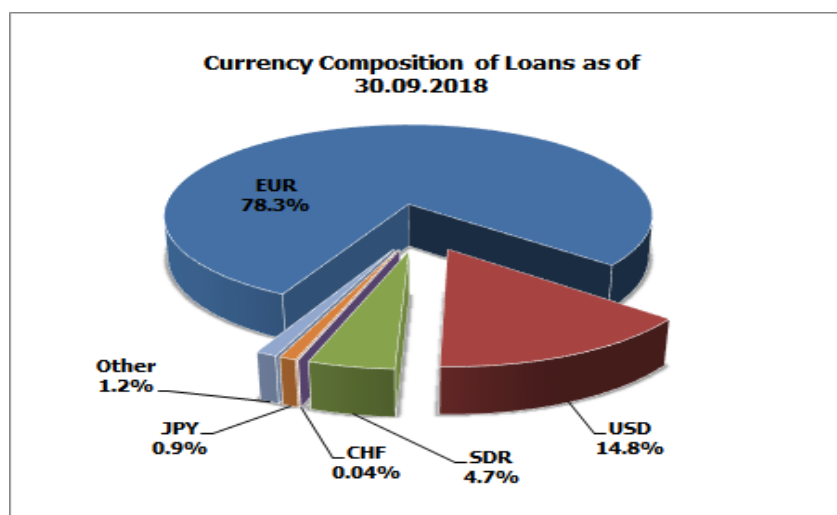
The analysis of the structure of gross foreign debt shows dominant share of the government sector of 33.7% in the total gross external debt. Intercompany lending and other sectors follow, with identical share of 27.8% each, followed by deposit-taking corporations (6.8%) and the central bank (3.8%)



Source: NBRM.

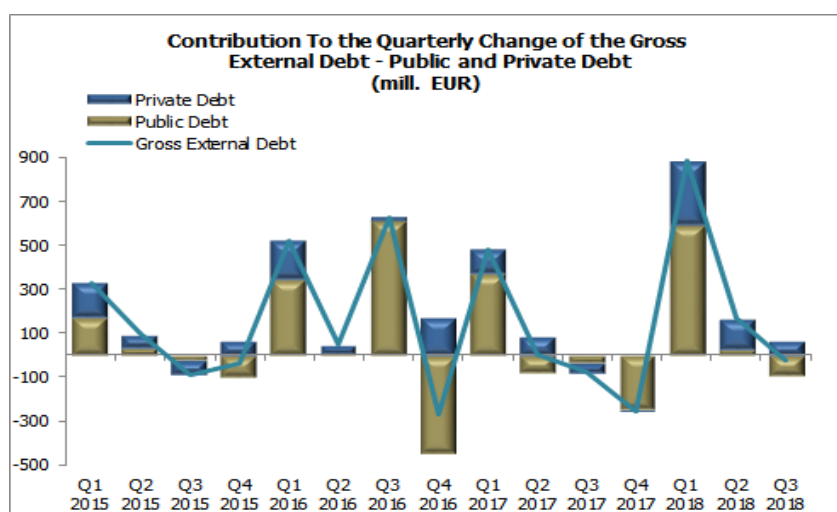
No major shifts were registered in the share by financial instrument in the third quarter, i.e. loans remain dominant with share of 54.6% in the total gross external debt. Debt securities and trade credits follow, with identical share of 21% each.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



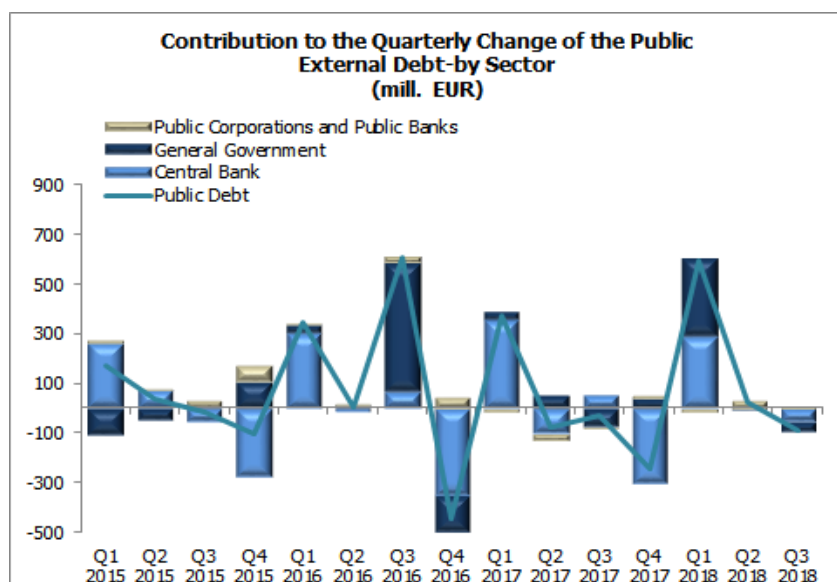
Source: NBRM.

The currency structure of loan liabilities remains relatively stable, with the majority of liabilities (78.3%) denominated in euros.



Source: NBRM.

The quarterly decrease in gross external debt (Euro 26 million) was caused by the lower public debt (Euro 92 million), partially offset by the increase in the private debt (Euro 66 million)³.

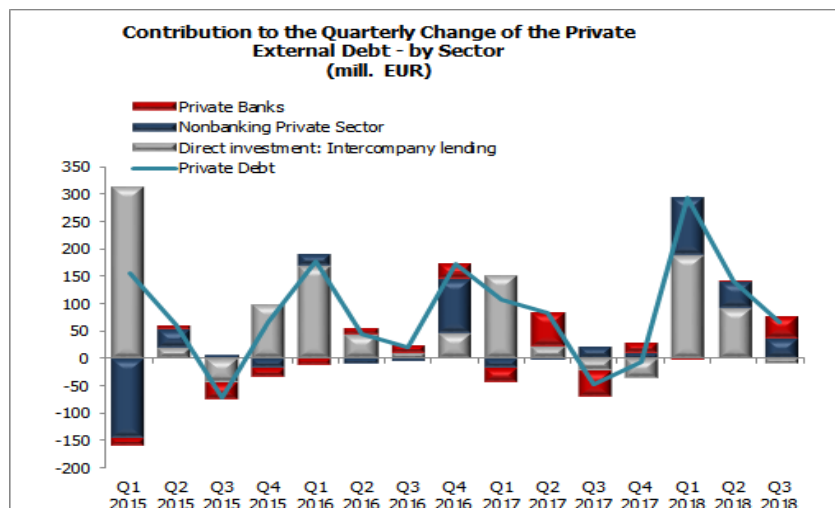


Source: NBRM.

The quarterly decrease in public external debt of Euro 92 million resulted from the lower central bank and government debt (by Euro 51 million and Euro 42 million, respectively), amid increasing debt of public banks and corporations (by Euro 2 million).

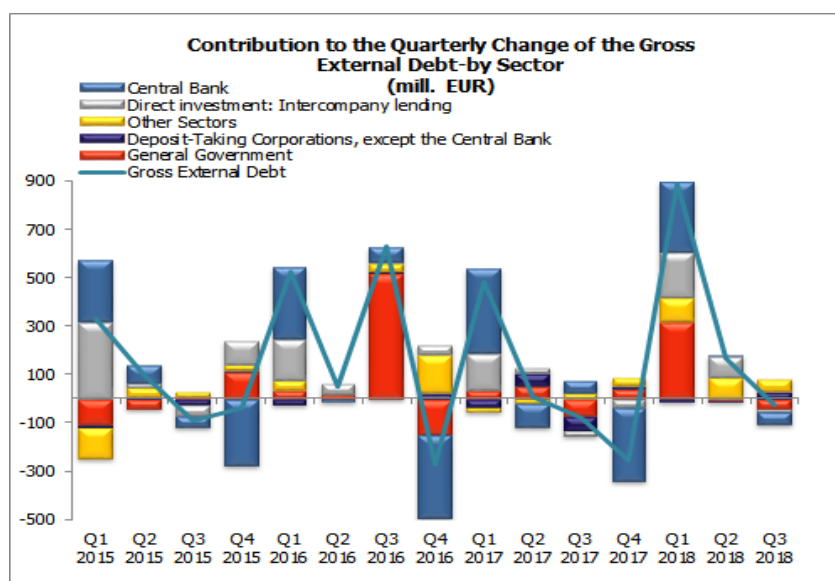
³ Exchange rate differences on loans in the third quarter of 2018 amounted to Euro 3.6 million, increasing the external debt. Exchange rate differences in the public and the private debt amounted to Euro 2 million and Euro 1.6 million, respectively.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



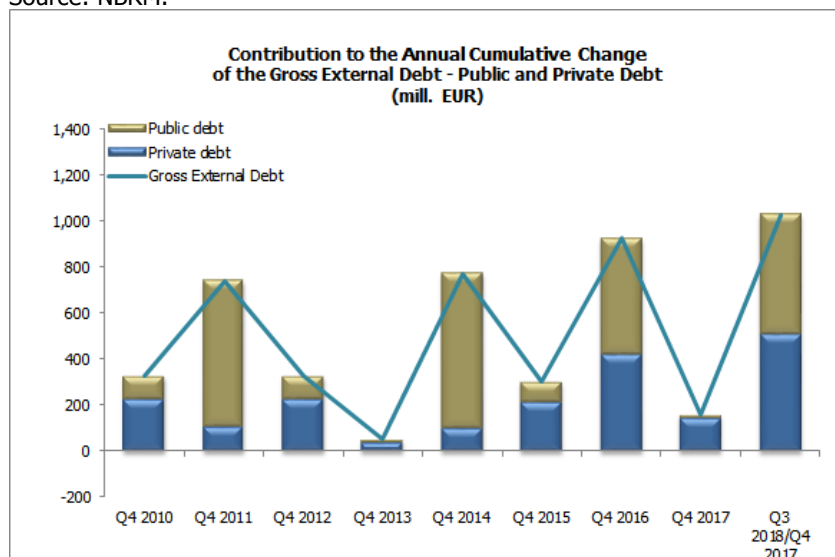
Source: NBRM.

Private external debt increased by Euro 66 million in the third quarter of 2018 mainly reflecting the increased private banks debt (Euro 41 million) and the non-banking private sector (Euro 36 million), amid decreased intercompany lending (by Euro 11 million).



Source: NBRM.

Analyzed by institutional sector, a quarterly decrease in the external debt was reported by the central bank (Euro 51 million), the government (Euro 42 million) and the intercompany lending (Euro 11 million), versus the increased debt of other sectors (Euro 48 million) and deposit-taking corporations (Euro 31 million).



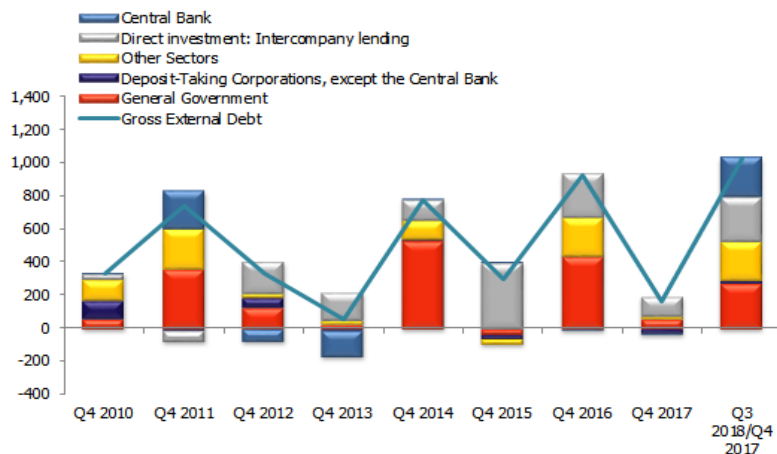
Source: NBRM.

Compared to the end of 2017, the increase in external debt (of Euro 1,027 million) reflects the growth in both public and private sector debt (of Euro 524 million and Euro 503 million, respectively). If the effect of the specific activities related to foreign reserves management of the central bank is excluded, in 2018, the public debt and the total external debt increased by Euro 283 million and Euro 786 million, respectively⁴.

⁴ Exchange rate differences on loans in the period January-September 2018 increased the external debt by Euro 26 million (public debt by Euro 18 million and private debt by Euro 8 million).

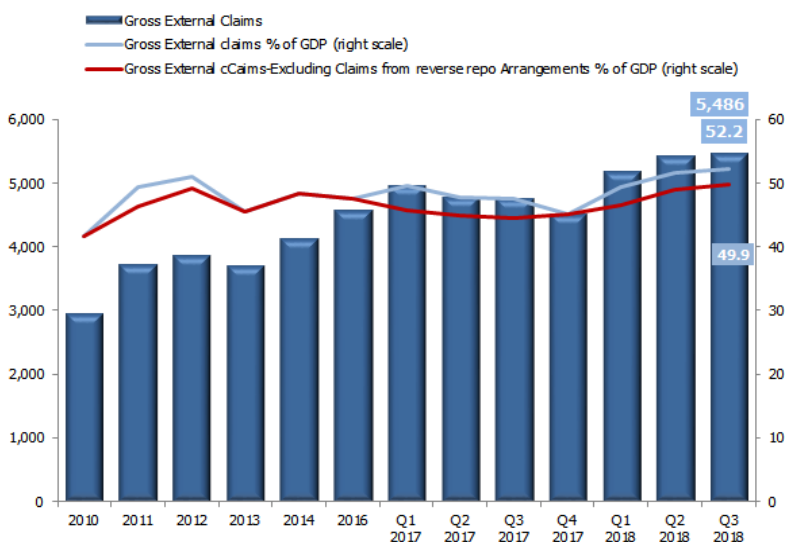
Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

Contribution of the Annual Cumulative Change
of the Gross External Debt - by Sector
(mill. EUR)



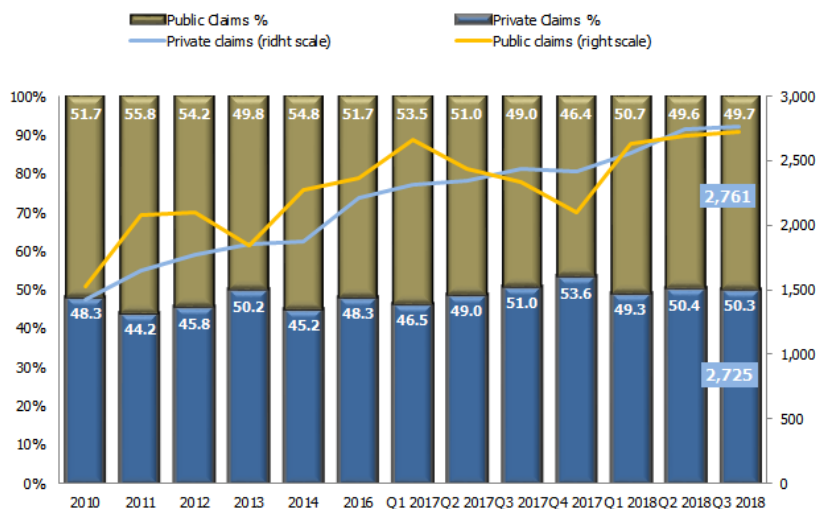
Source: NBRM.

Gross External Claims
(mill. EUR)



Source: NBRM.

Public and Private Gross External Claims
(mill. EUR)



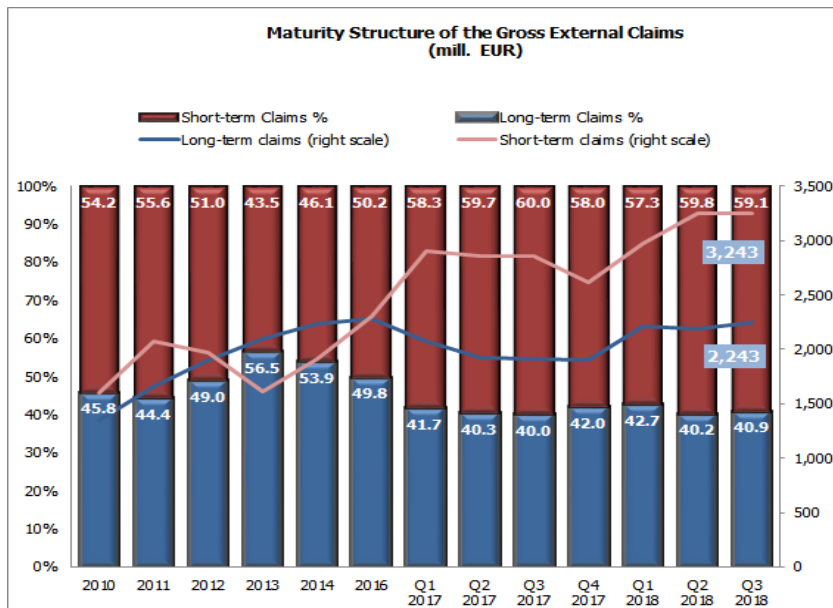
Source: NBRM.

Since the beginning of the year, the gross external debt has increased in all sectors, mainly in the intercompany lending (by Euro 270 million), the government sector (by Euro 266 million), the central bank (by Euro 242 million), and other sectors (by Euro 235 million), and less in the deposit-taking corporations (by Euro 13 million).

At the end of September 2018, the gross external claims were Euro 5,486 million, making up 52.2% of GDP forecasted for this year. During the third quarter, claims on nonresidents increased by Euro 48 million (or 0.9%). Compared to the end of 2017, the gross external claims increased by Euro 969 million (or 21.4%).

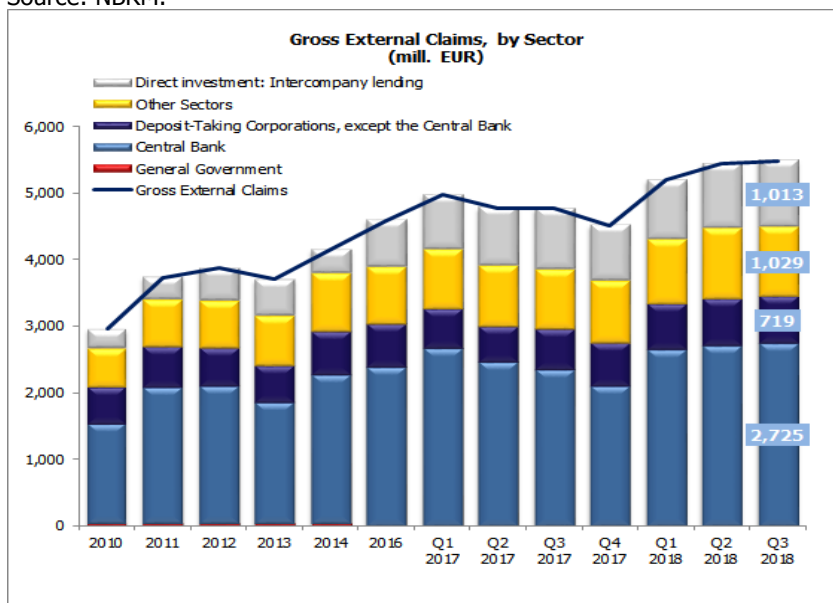
At the end of the third quarter of 2018, the share of public gross external claims increased both quarterly and cumulatively (by 0.1 percentage points and 3.3 percentage points, respectively).

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



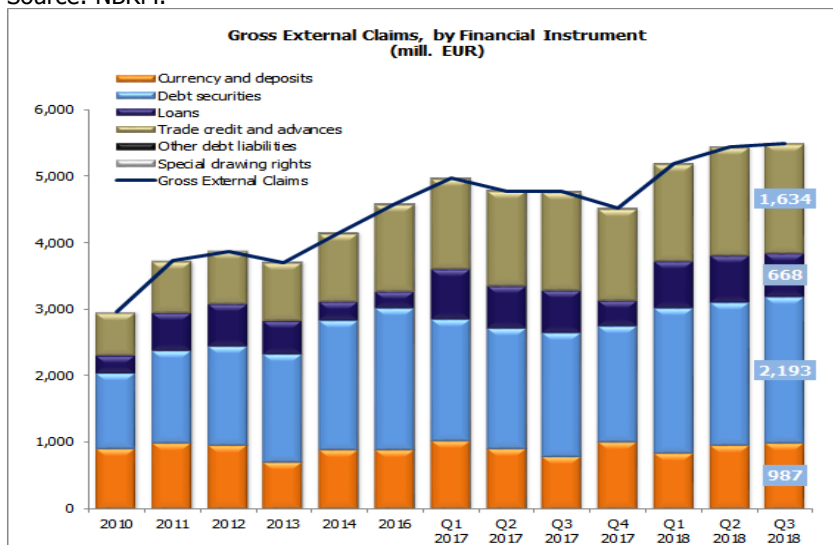
Source: NBRM.

Analyzing the maturity structure, short-term claims still dominate, although with a decreased quarterly share (by 0.7 percentage points), while compared to the end of 2017, their share moderately rose (by 1.1 percentage point).



Source: NBRM.

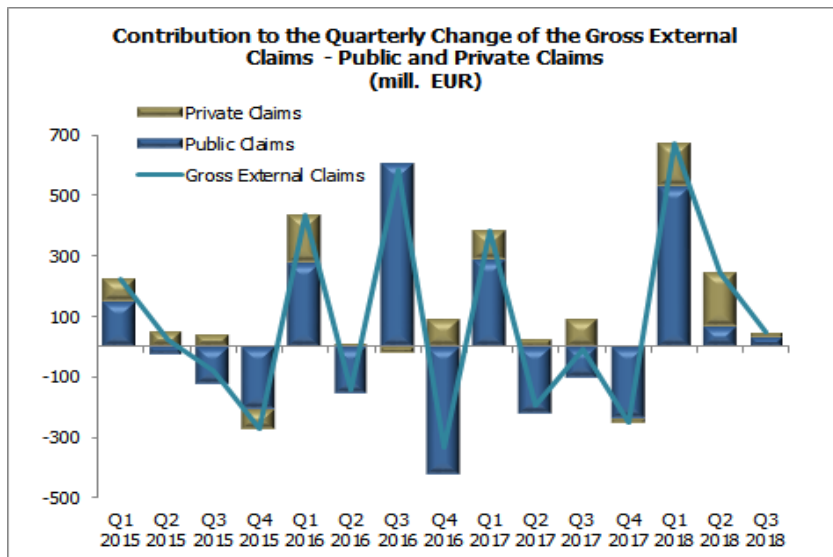
Most of the gross external claims (49.7%) are central bank claims. According to the share in total claims, they are followed by other sectors (18.8%), intercompany lending (18.5%), and depository institutions (13.1%).



Source: NBRM.

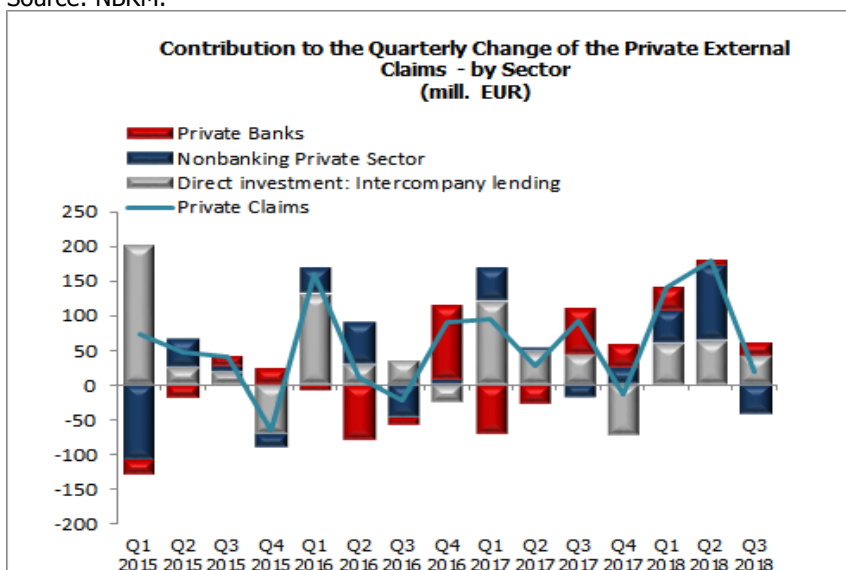
The analysis of claim structure by debt instrument shows dominant share of securities (40%), followed by trade credits (29.8%), currency and deposits (18%) and loans (12.2%).

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



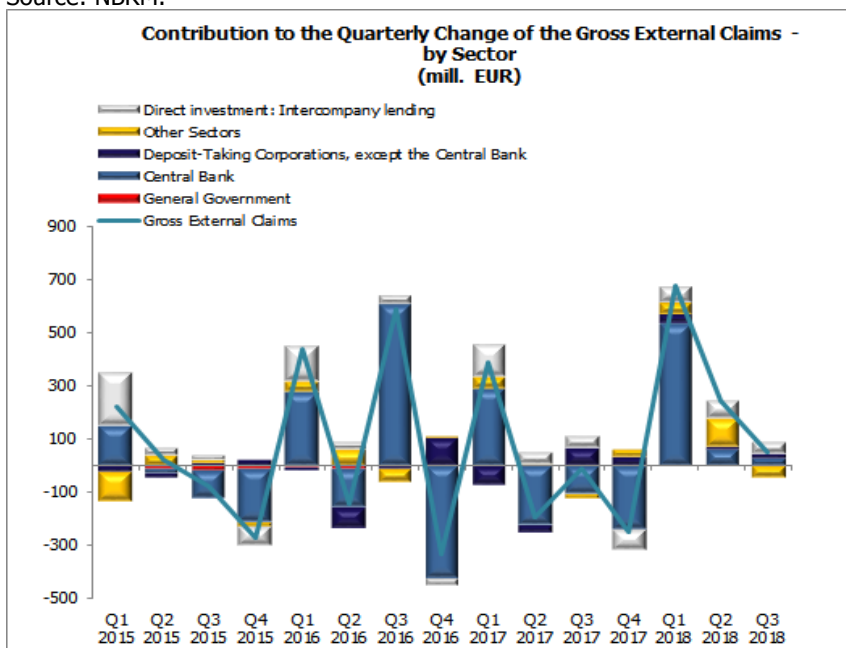
Source: NBRM.

The increase in total gross external claims in the third quarter (of Euro 48 million) mainly reflects the increase in public claims (of Euro 30 million), with growth in the private claims (of Euro 19 million).



Source: NBRM.

The quarterly increase in private external claims arises mainly from the increased claims of intercompany lending (by Euro 42 million) and claims of private banks (Euro 19 million), with decrease in the non-banking sector claims (by Euro 42 million).

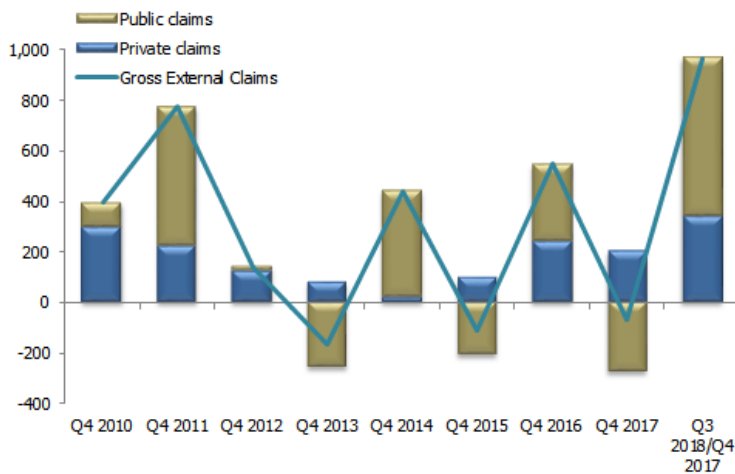


Source: NBRM.

Observing the institutional sectors, quarterly increase in total gross external claims was registered in the intercompany lending (of Euro 42 million), the central bank (by Euro 30 million) and the deposit-taking corporations (by Euro 19 million), while the gross external claims of other sectors reduced by Euro 42 million.

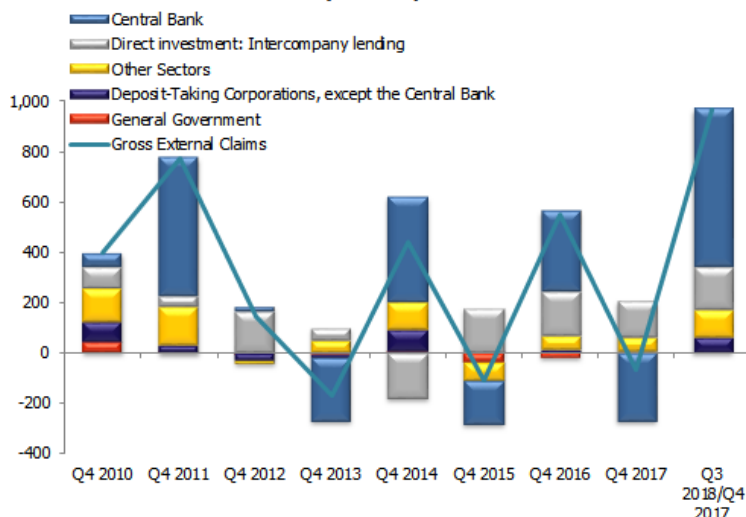
Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

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



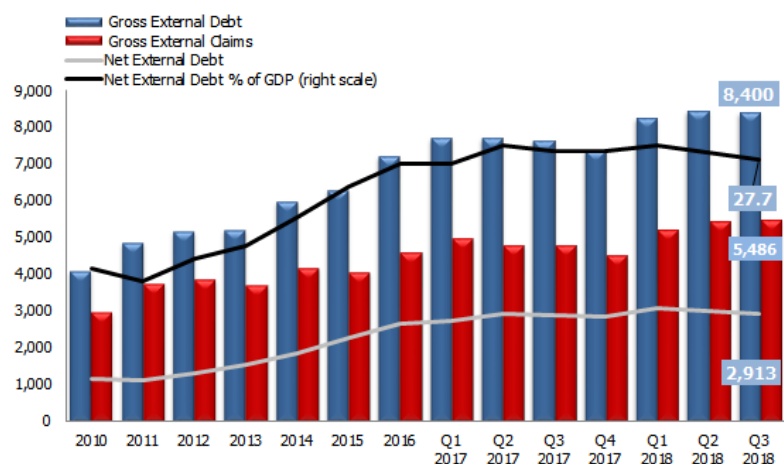
Source: NBRM.

Contribution to the Annual Cumulative Change of the Gross External Claims - by Sector (mill. EUR)



Source: NBRM.

Net External Debt (mill. EUR)



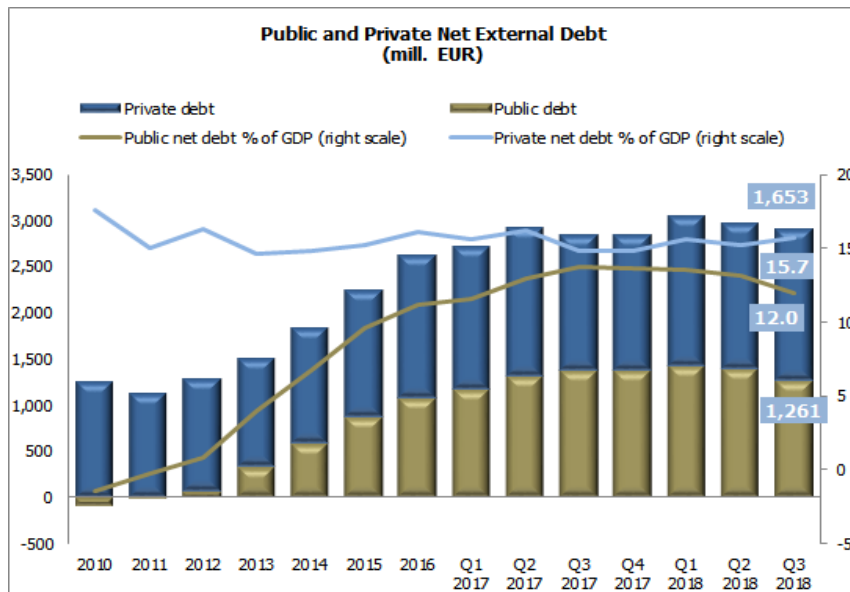
Source: NBRM.

Compared to the end of 2017, the increase in external claims of Euro 969 million reflects the growth in both public and private sector claims (of Euro 629 million and Euro 340 million, respectively). Moreover, without the effect of the specific activities of the central bank related to foreign reserves management, the public claims and the total external claims are higher by Euro 386 million and Euro 726 million, respectively.

Institutional sector analysis shows that since the beginning of the year, the central bank (with Euro 629 million) has been the largest generator of the growth of total external claims, followed by intercompany lending (Euro 167 million), other sectors (Euro 114 million) and deposit-taking corporations (Euro 60 million).

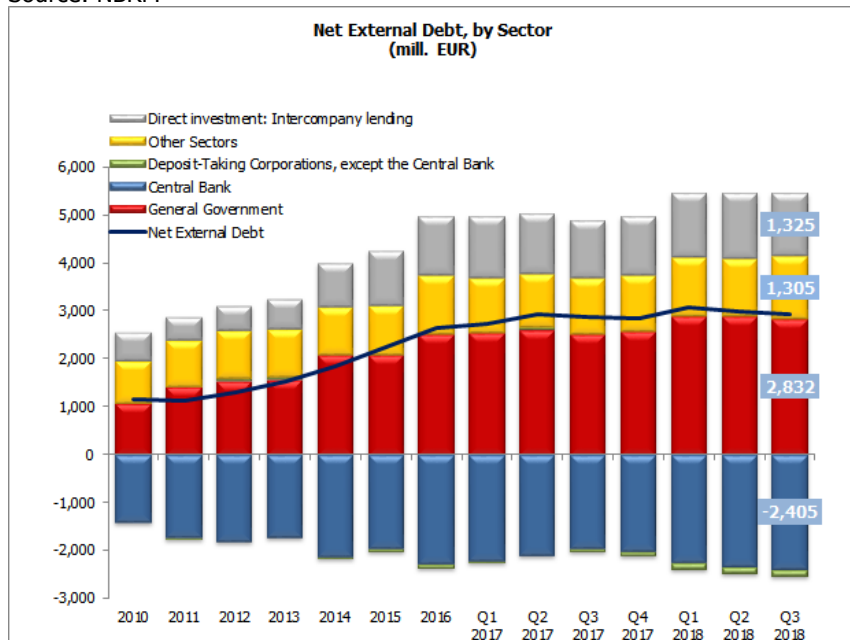
Thus, as of 30 September 2018, the net external debt was Euro 2.913 million. (27.7% of GDP forecasted for this year). Amid increased gross external claims and decreased gross external debt, in the third quarter of 2018, the net external debt of the country decreased by Euro 74 million (2.5%). Compared to the end of 2017, the net external debt increased by Euro 59 million (or 2.1%).

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



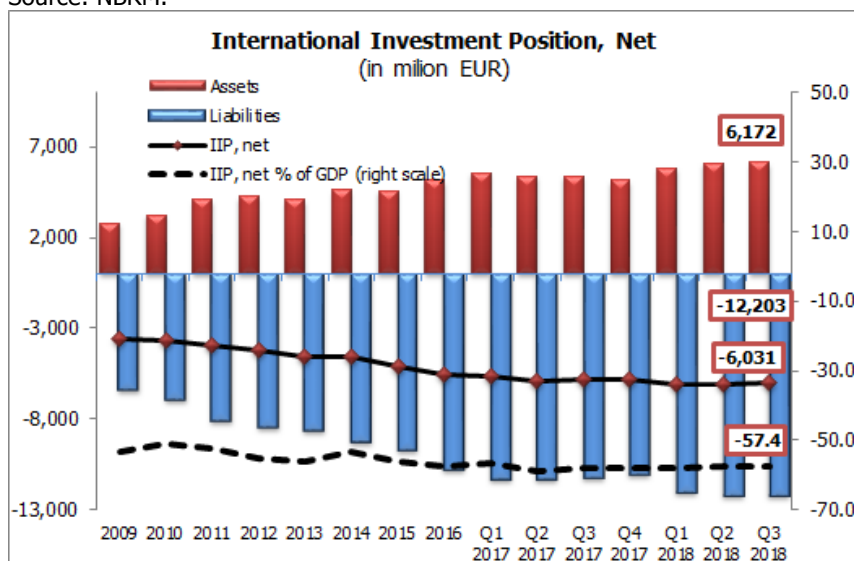
Source: NBRM

The net private debt still dominates the total net debt (56.7%). The decline in net debt in the third quarter is due to the reduced net public debt (by Euro 121 million), amid increase in the net private debt (of Euro 47 million).



Source: NBRM.

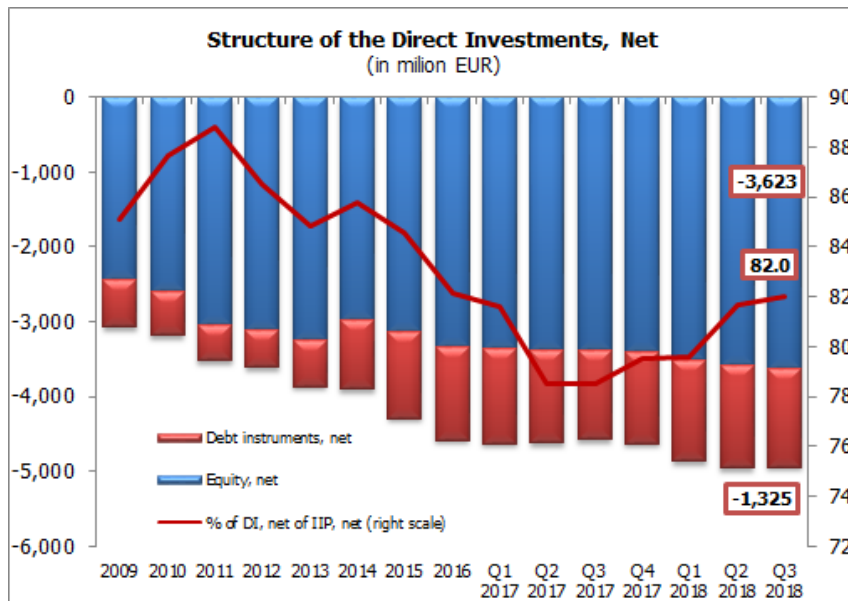
Analyzing the structure of net external debt by institutional sector, the central bank and deposit-taking corporations are the only net creditors to abroad.



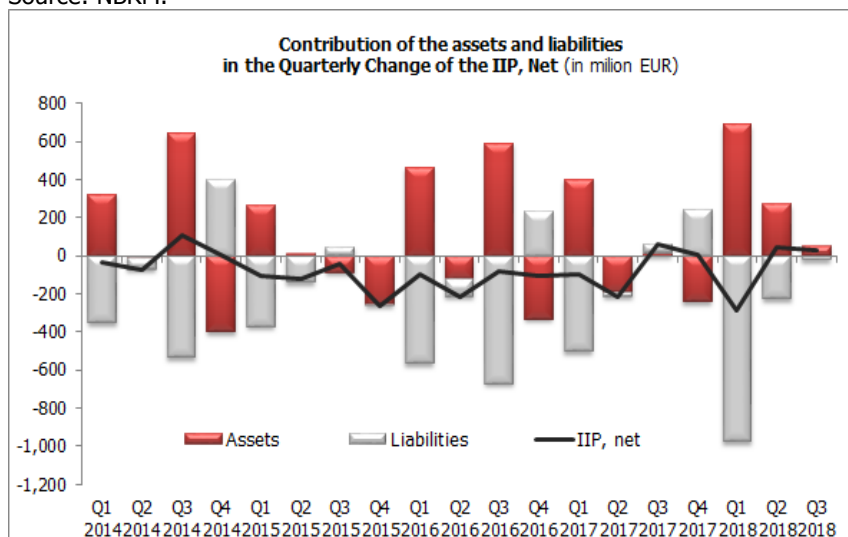
Source: NBRM.

As of 30 September 2018, the negative net international investment position (IIP) amounts to Euro 6.031 million. In the third quarter, the negative net IIP decreased by Euro 32 million (or by 0.3 percentage points of GDP).

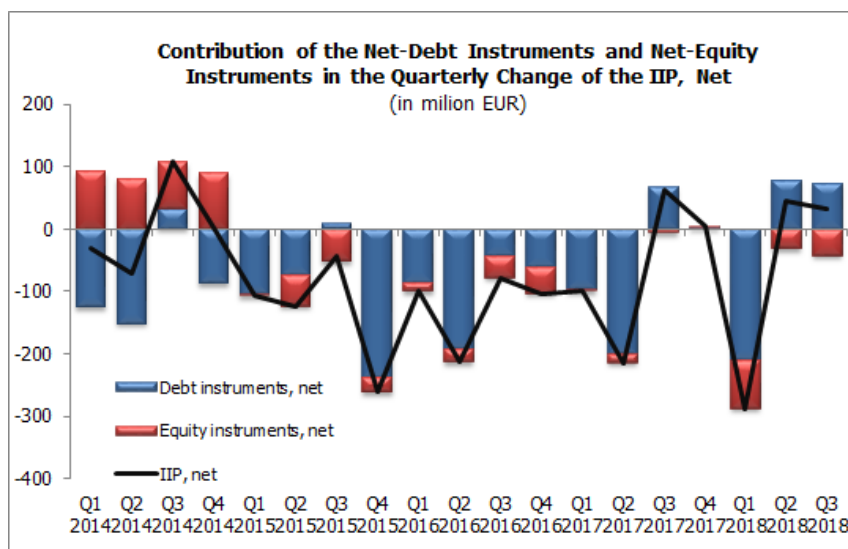
Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



Most of the net IIP composition (82%) are net liabilities on direct investments, 73.2% of which based on equity.

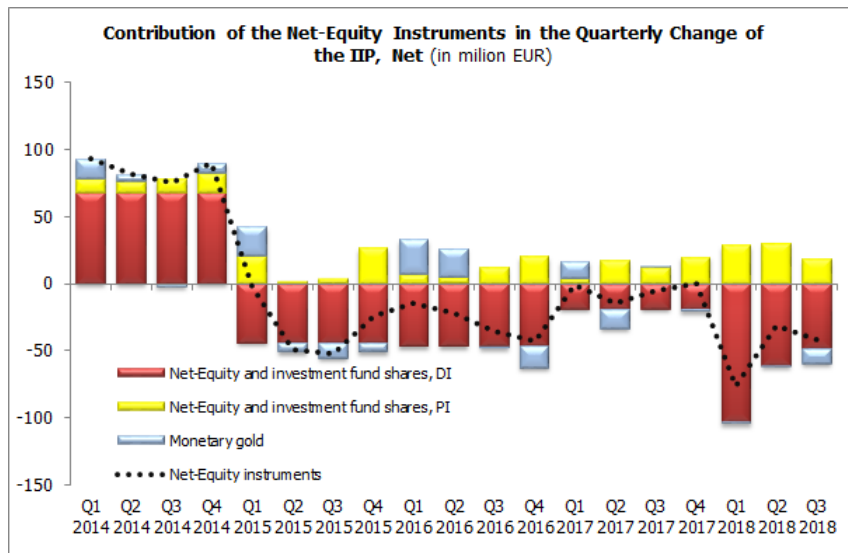


The quarterly decrease in the negative net IIP is due to the increase in assets (of Euro 54 million), partially netted by the increase in liabilities (of Euro 22 million).



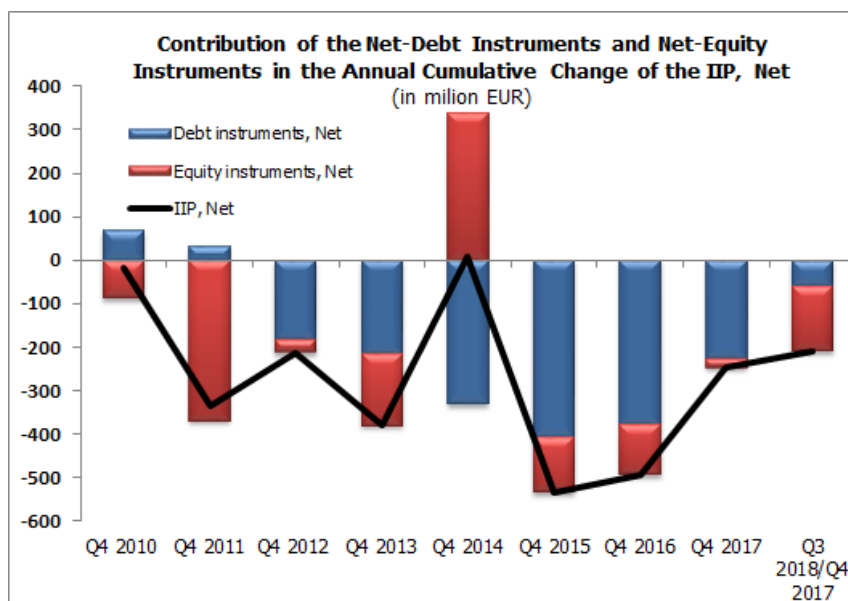
Observed by instrument, net liabilities on debt instruments decreased by Euro 74 million, while net liabilities on equity increased by Euro 42 million.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018



Source: NBRM.

Most of the quarterly increase in net liabilities on equity instruments accounts for the growth in net liabilities in direct investments (Euro 49 million), partially netted by the decreased net liabilities on portfolio investments (Euro 18 million). The monetary gold decreased by Euro 11 million, entirely due to price changes.



Source: NBRM.

The cumulative growth of negative net IIP compared to the end of 2017 (of Euro 209 million) mainly reflects the increase in net liabilities on equity instruments (of Euro 150 million), coupled with the increase in net liabilities on debt instruments (of Euro 59 million).

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

ANNEX TABLES

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

	2010	2011	2012	2013	2014	2015	2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	quarterly change		change in respect to the end of the previous year	
															in mill. EUR	in %/p.p.	in mill. EUR	in %/p.p.
Instruments																		
Currency and deposits	195.8	134.0	198.7	168.4	157.7	148.5	174.2	153.8	204.9	153.4	195.2	191.8	192.7	191.8	-0.8	-0.4	-3.4	-1.7
Debt securities	258.9	202.5	293.8	152.4	674.4	755.7	1,277.6	1,310.0	1,354.8	1,359.6	1,401.8	1,821.1	1,803.2	1,767.5	-35.7	-2.0	365.8	26.1
Loans	2,674.0	3,377.7	3,499.2	3,791.2	3,981.8	4,153.8	4,326.2	4,629.7	4,540.7	4,480.3	4,202.1	4,444.2	4,567.5	4,586.3	18.9	0.4	384.2	9.1
Trade credit and advances	860.5	1,033.4	1,093.1	1,028.2	1,040.1	1,144.9	1,340.8	1,508.3	1,510.0	1,540.8	1,485.8	1,714.7	1,773.7	1,765.4	-8.2	-0.5	279.7	18.8
Other debt liabilities	40.1	20.7	10.3	6.3	60.0	4.5	14.6	15.0	15.0	15.0	9.4	9.4	9.4	9.4	0.0	0.0	0.0	0.0
Special drawing rights	76.4	78.3	76.7	73.2	78.2	83.2	83.2	83.0	80.1	78.4	78.2	77.5	79.2	79.2	0.0	0.0	1.0	1.3
Gross External Debt	4,105.7	4,846.6	5,171.7	5,219.7	5,992.3	6,290.5	7,216.6	7,699.7	7,705.4	7,627.6	7,372.5	8,258.6	8,425.7	8,399.8	-25.9	-0.3	1,027.3	13.9
Sectors																		
General Government	1,113.4	1,464.2	1,589.8	1,608.9	2,125.6	2,091.0	2,511.9	2,545.0	2,597.1	2,523.5	2,565.9	2,880.7	2,874.6	2,832.1	-42.5	-1.5	266.2	10.4
Central Bank	76.4	310.8	234.2	73.2	78.2	83.2	83.2	436.5	332.6	383.0	78.2	369.6	372.1	320.7	-51.4	-13.8	242.4	310.0
Deposit-Taking Corporations, except the Central Bank	578.8	564.8	618.8	609.3	614.4	585.9	591.7	556.3	609.7	552.7	562.2	552.1	544.6	575.2	30.6	5.6	13.0	2.3
Other Sectors	1,464.8	1,702.6	1,730.9	1,758.9	1,879.8	1,845.6	2,077.5	2,057.4	2,040.5	2,065.2	2,098.5	2,199.7	2,285.8	2,333.8	48.0	2.1	235.3	11.2
Direct investment: Intercompany lending	872.3	804.2	997.9	1,169.4	1,294.2	1,684.7	1,952.2	2,104.5	2,125.5	2,103.2	2,067.6	2,256.6	2,348.6	2,338.0	-10.6	-0.5	270.4	13.1
Gross External Debt	4,105.7	4,846.6	5,171.7	5,219.7	5,992.3	6,290.5	7,216.6	7,699.7	7,705.4	7,627.6	7,372.5	8,258.6	8,425.7	8,399.8	-25.9	-0.3	1,027.3	13.9
Gross External Debt % of GDP	57.8	64.2	68.2	64.0	70.0	69.3	74.7	76.9	76.9	76.2	73.6	78.5	80.1	79.9		-0.2		6.3
Gross External Debt-Excluding Debt of the Central Bank from Repo Arrangements	4,105.7	4,614.1	5,014.1	5,219.7	5,992.3	6,290.5	7,216.6	7,346.2	7,452.8	7,323.0	7,372.5	7,966.6	8,132.8	8,158.4	25.6	0.3	785.9	10.7
Gross external debt-excluding debt of the Central Bank from repo arrangements % of GDP	57.8	61.2	66.1	64.0	70.0	69.3	74.7	73.4	74.4	73.1	73.6	75.8	77.3	77.6		0.2		4.0
Long-term debt	2,958.8	3,450.6	3,677.5	4,002.8	4,654.6	4,949.5	5,633.9	5,618.0	5,650.0	5,523.5	5,607.2	5,970.2	6,053.5	6,070.8	17.3	0.3	463.5	8.3
Short-term debt	1,146.9	1,396.0	1,494.1	1,216.9	1,337.7	1,341.0	1,582.7	2,081.7	2,055.4	2,104.1	1,765.2	2,288.4	2,372.2	2,329.0	-43.2	-1.8	563.8	31.9
Long-term debt %	72.1	71.2	71.1	76.7	77.7	78.7	78.1	73.0	73.3	72.4	76.1	72.3	71.8	72.3		0.4		-3.8
Short-term debt %	27.9	28.8	28.9	23.3	22.3	21.3	21.9	27.0	26.7	27.6	23.9	27.7	28.2	27.7		-0.4		3.8
Long-term debt % of GDP	41.6	45.7	48.5	49.1	54.4	54.6	58.3	56.1	56.4	55.2	56.0	56.8	57.6	57.7		0.2		1.7
Short-term debt % of GDP	16.1	18.5	19.7	14.9	15.6	14.8	16.4	20.8	20.5	21.0	17.6	21.8	22.6	22.1		-0.4		4.5
Public debt	1,424.8	2,061.1	2,162.1	2,172.4	2,846.8	2,933.7	3,445.3	3,819.9	3,741.0	3,710.2	3,461.8	4,053.1	4,077.9	3,986.3	-91.6	-2.2	524.5	15.2
General Government	1,113.4	1,464.2	1,589.8	1,608.9	2,125.6	2,091.0	2,511.9	2,545.0	2,597.1	2,523.5	2,565.9	2,880.7	2,874.6	2,832.1	-42.5	-1.5	266.2	10.4
Central Bank	76.4	310.8	234.2	73.2	78.2	83.2	83.2	436.5	332.6	383.0	78.2	369.6	372.1	320.7	-51.4	-13.8	242.4	310.0
Public Corporations and Public Banks	235.0	286.0	338.1	490.3	643.0	759.4	850.2	838.3	811.3	803.6	817.6	802.8	831.2	833.5	2.3	0.3	15.9	1.9
Private debt	2,680.9	2,785.5	3,009.5	3,047.4	3,145.5	3,356.9	3,771.2	3,879.9	3,964.3	3,917.4	3,910.7	4,205.5	4,347.8	4,413.5	65.7	1.5	502.8	12.9
Public debt %	34.7	42.5	41.8	41.6	47.5	46.6	47.7	49.6	48.6	48.6	47.0	49.1	48.4	47.5		-0.9		0.5
Private debt %	65.3	57.5	58.2	58.4	52.5	53.4	52.3	50.4	51.4	51.4	53.0	50.9	51.6	52.5		0.9		-0.5
Public debt % of GDP	20.0	27.3	28.5	26.7	33.2	32.3	35.7	38.1	37.4	37.1	34.6	38.5	38.8	37.9		-0.9		3.3
Private debt % of GDP	37.7	36.9	39.7	37.4	36.7	37.0	39.1	38.7	39.6	39.1	39.1	40.0	41.3	42.0		0.6		2.9

* / GDP data for 2017 is preliminary (source: SSO, press release *Gross Domestic Product of the Republic of Macedonia*, 28 September 2018). The data for 2018 is projected by the NBRM.

Source: NBRM.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

Table 2
Gross external claims*
(in millions of euros)

	2010	2011	2012	2013	2014	2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	quarterly change		change in respect to the end of the previous year	
														in mill. EUR	in %p.p.	in mill. EUR	in %p.p.
Instruments																	
Currency and deposits	903.1	995.2	961.3	711.6	896.5	891.4	1,015.7	909.0	784.5	1,002.0	847.3	951.8	987.3	35.6	3.7	-14.6	-1.5
Debt securities	1,139.7	1,394.3	1,492.2	1,627.7	1,943.7	2,122.6	1,841.8	1,805.6	1,865.6	1,750.2	2,180.0	2,148.3	2,192.6	44.3	2.1	442.3	25.3
Loans	271.1	561.2	629.1	494.5	286.7	258.4	755.3	635.4	642.0	391.4	698.1	701.6	667.8	-33.7	-4.8	276.4	70.6
Trade credit and advances	640.7	779.4	788.8	865.9	1,014.5	1,309.2	1,355.1	1,424.6	1,472.9	1,369.3	1,462.6	1,631.8	1,633.9	2.2	0.1	264.6	19.3
Other debt liabilities	0.5	0.0	0.0	1.4	1.5	0.6	0.7	0.3	0.2	0.8	0.8	0.9	1.0	0.1	15.6	0.3	33.6
Special drawing rights	0.9	0.6	1.2	3.3	4.3	4.7	4.7	4.4	4.2	4.1	4.0	3.9	3.7	-0.2	-4.6	-0.4	-10.2
Gross External Claims	2,956.1	3,730.7	3,872.6	3,704.5	4,147.2	4,587.0	4,973.3	4,779.3	4,769.4	4,517.8	5,192.7	5,438.1	5,486.3	48.2	0.9	968.5	21.4
Sectors																	
General Government	45.6	46.8	45.9	43.9	49.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0				
Central Bank	1,482.8	2,034.9	2,053.8	1,802.7	2,220.8	2,370.2	2,660.6	2,438.9	2,335.7	2,096.8	2,630.2	2,695.8	2,725.4	29.5	1.1	628.5	30.0
Deposit-Taking Corporations, except the Central Bank	572.8	603.1	572.7	557.8	641.1	653.2	582.5	556.3	623.0	658.9	693.0	700.1	718.7	18.6	2.7	59.8	9.1
Other Sectors	571.8	722.3	712.8	761.3	875.1	857.6	903.8	909.5	891.0	915.5	963.3	1,071.4	1,029.1	-42.4	-4.0	113.5	12.4
Direct investment: Intercompany lending	282.9	323.6	487.4	538.8	360.3	706.0	826.5	874.7	919.6	846.5	906.2	970.7	1,013.2	42.5	4.4	166.7	19.7
Gross External Claims	2,956.1	3,730.7	3,872.6	3,704.5	4,147.2	4,587.0	4,973.3	4,779.3	4,769.4	4,517.8	5,192.7	5,438.1	5,486.3	48.2	0.9	968.5	21.4
Gross External Claims % of GDP	41.6	49.5	51.1	45.5	48.4	47.5	49.7	47.7	47.6	45.1	49.4	51.7	52.2		0.5		7.1
<i>Gross external claims-excluding claims of the Central Bank from reverse repo arrangements</i>	<i>2,956.1</i>	<i>3,497.6</i>	<i>3,736.6</i>	<i>3,704.5</i>	<i>4,147.2</i>	<i>4,587.0</i>	<i>4,591.4</i>	<i>4,499.3</i>	<i>4,463.8</i>	<i>4,517.8</i>	<i>4,901.5</i>	<i>5,146.8</i>	<i>5,243.5</i>	<i>96.7</i>	<i>1.9</i>	<i>725.7</i>	<i>16.1</i>
<i>Gross External Claims-Excluding Claims of the Central Bank from reverse repo Arrangements % of GDP</i>	<i>41.6</i>	<i>46.4</i>	<i>49.3</i>	<i>45.5</i>	<i>48.4</i>	<i>47.5</i>	<i>45.9</i>	<i>44.9</i>	<i>44.6</i>	<i>45.1</i>	<i>46.6</i>	<i>48.9</i>	<i>49.9</i>		<i>0.9</i>		<i>4.8</i>
Long-term Claims	1,352.6	1,655.3	1,898.6	2,093.4	2,235.6	2,284.6	2,073.1	1,927.6	1,908.1	1,898.0	2,217.4	2,187.2	2,242.9	55.6	2.5	344.9	18.2
Short-term Claims	1,603.4	2,075.4	1,974.0	1,611.1	1,911.6	2,302.4	2,900.2	2,851.7	2,861.3	2,619.8	2,975.3	3,250.9	3,243.5	-7.4	-0.2	623.7	23.8
Long-term Claims %	45.8	44.4	49.0	56.5	53.9	49.8	41.7	40.3	40.0	42.0	42.7	40.2	40.9		0.7		-1.1
Short-term Claims %	54.2	55.6	51.0	43.5	46.1	50.2	58.3	59.7	60.0	58.0	57.3	59.8	59.1		-0.7		1.1
Long-term claims % of GDP	19.0	21.9	25.0	25.7	26.1	23.7	20.7	19.2	19.1	19.0	21.1	20.8	21.3		0.5		2.4
Short-term claims % of GDP	22.6	27.5	26.0	19.8	22.3	23.8	29.0	28.5	28.6	26.2	28.3	30.9	30.8		-0.1		4.7
Public Claims	1,528.4	2,081.7	2,099.8	1,846.6	2,270.6	2,370.2	2,660.6	2,438.9	2,335.7	2,096.8	2,630.2	2,695.8	2,725.4	29.5	1.1	628.5	30.0
General Government	45.6	46.8	45.9	43.9	49.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0				
Central Bank	1,482.8	2,034.9	2,053.8	1,802.7	2,220.8	2,370.2	2,660.6	2,438.9	2,335.7	2,096.8	2,630.2	2,695.8	2,725.4	29.5	1.1	628.5	30.0
Public Corporations and Public Banks	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				
Private Claims	1,427.6	1,649.0	1,772.9	1,857.9	1,876.5	2,216.7	2,312.8	2,340.4	2,433.7	2,420.9	2,562.5	2,742.2	2,761.0	18.7	0.7	340.0	14.0
Public Claims %	51.7	55.8	54.2	49.8	54.8	51.7	53.5	51.0	49.0	46.4	50.7	49.6	49.7		0.1		3.3
Private Claims %	48.3	44.2	45.8	50.2	45.2	48.3	46.5	49.0	51.0	53.6	49.3	50.4	50.3		-0.1		-3.3
Public Claims % of GDP	21.5	27.6	27.7	22.7	26.5	24.5	26.6	24.4	23.3	20.9	25.0	25.6	25.9		0.3		5.0
Private Claims % of GDP	20.1	21.9	23.4	22.8	21.9	23.0	23.1	23.4	24.3	24.2	24.4	26.1	26.3		0.2		2.1

* / GDP data for 2017 is preliminary (source: SSO, press release *Gross Domestic Product of the Republic of Macedonia*, 28 September 2018). The data for 2018 is projected by the NBRM.

Source: NBRM.

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

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

	2010	2011	2012	2013	2014	2015	2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	quarterly change		change in respect to the end of the previous year	
															in mill. EUR	in %p.p.	in mill. EUR	in %p.p.
Instruments																		
Currency and deposits	-707.3	-861.1	-762.6	-543.2	-738.8	-752.3	-717.2	-861.9	-704.1	-631.1	-806.7	-655.5	-759.1	-795.5	-36.4	4.8	11.2	-1.4
Debt securities	-880.8	-1,191.8	-1,198.4	-1,475.3	-1,269.3	-1,017.6	-845.0	-531.8	-450.9	-505.9	-348.4	-358.9	-345.0	-425.0	-80.0	23.2	-76.6	22.0
Loans	2,402.9	2,816.5	2,870.0	3,296.8	3,695.1	3,909.0	4,067.8	3,874.3	3,905.3	3,838.3	3,810.7	3,746.1	3,865.9	3,918.5	52.6	1.4	107.8	2.8
Trade credit and advances	219.7	253.9	304.3	162.3	25.7	31.1	31.6	153.2	85.4	67.9	116.4	252.0	141.9	131.5	-10.4	-7.3	15.1	13.0
Other debt liabilities	39.6	20.7	10.3	4.8	58.5	2.5	14.0	14.3	14.7	14.8	8.7	8.7	8.6	8.4	-0.1	-1.6	-0.3	-2.9
Special drawing rights	75.5	77.7	75.5	69.9	73.9	78.4	78.5	78.3	75.6	74.2	74.1	73.6	75.4	75.5	0.2	0.3	1.4	2.0
Net External Debt	1,149.7	1,115.9	1,299.1	1,515.2	1,845.1	2,251.2	2,629.6	2,726.4	2,926.0	2,858.2	2,854.7	3,065.9	2,987.6	2,913.5	-74.1	-2.5	58.8	2.1
Sectors																		
General Government	1,067.8	1,417.4	1,543.9	1,565.0	2,075.8	2,075.9	2,511.9	2,545.0	2,597.1	2,523.5	2,565.9	2,880.7	2,874.6	2,832.1	-42.5	-1.5	266.2	10.4
Central Bank	-1,406.4	-1,724.1	-1,819.6	-1,729.5	-2,142.7	-1,965.8	-2,287.0	-2,224.1	-2,106.3	-1,952.7	-2,018.6	-2,260.6	-2,323.7	-2,404.7	-81.0	3.5	-386.1	19.1
Deposit-Taking Corporations, except the Central Bank	5.9	-38.3	46.1	51.5	-26.7	-55.4	-61.5	-26.2	53.4	-70.3	-96.7	-140.9	-155.5	-143.5	12.0	-7.7	-46.8	48.4
Other Sectors	893.0	980.3	1,018.1	997.6	1,004.7	1,046.1	1,220.0	1,153.6	1,131.0	1,174.1	1,183.0	1,236.4	1,214.4	1,304.8	90.4	7.4	121.8	10.3
Direct investment: Intercompany lending	589.4	480.6	510.6	630.6	933.9	1,150.4	1,246.2	1,278.0	1,250.8	1,183.6	1,221.1	1,350.3	1,377.8	1,324.8	-53.0	-3.8	103.7	8.5
Net External Debt	1,149.7	1,115.9	1,299.1	1,515.2	1,845.1	2,251.2	2,629.6	2,726.4	2,926.0	2,858.2	2,854.7	3,065.9	2,987.6	2,913.5	-74.1	-2.5	58.8	2.1
Net External Debt % of GDP	16.2	14.8	17.1	18.6	21.5	24.8	27.2	27.2	29.2	28.5	28.5	29.2	28.4	27.7	-0.7		-0.8	
Long-term debt	1,606.2	1,795.3	1,778.9	1,909.4	2,419.1	2,924.9	3,349.3	3,544.9	3,722.3	3,615.4	3,709.3	3,752.8	3,866.2	3,827.9	-38.3	-1.0	118.6	3.2
Short-term debt	-456.5	-679.4	-479.8	-394.2	-574.0	-673.7	-719.7	-818.4	-796.3	-757.2	-854.6	-686.9	-878.6	-914.5	-35.8	4.1	-59.9	7.0
Long-term debt %	139.7	160.9	136.9	126.0	131.1	129.9	127.4	130.0	127.2	126.5	129.9	122.4	129.4	131.4		2.0		1.5
Short-term debt %	-39.7	-60.9	-36.9	-26.0	-31.1	-29.9	-27.4	-30.0	-27.2	-26.5	-29.9	-22.4	-29.4	-31.4		-2.0		-1.5
Long-term debt % of GDP	22.6	23.8	23.5	23.4	28.3	32.2	34.7	35.4	37.2	36.1	37.0	35.7	36.8	36.4		-0.4		-0.6
Short-term debt % of GDP	-6.4	-9.0	-6.3	-4.8	-6.7	-7.4	-7.5	-8.2	-8.0	-7.6	-8.5	-6.5	-8.4	-8.7		-0.3		-0.2
Public debt	-103.6	-20.6	62.4	325.8	576.1	869.6	1,075.1	1,159.3	1,302.1	1,374.5	1,364.9	1,422.9	1,382.0	1,260.9	-121.1	-8.8	-104.0	-7.6
General Government	1,067.8	1,417.4	1,543.9	1,565.0	2,075.8	2,075.9	2,511.9	2,545.0	2,597.1	2,523.5	2,565.9	2,880.7	2,874.6	2,832.1	-42.5	-1.5	266.2	10.4
Central Bank	-1,406.4	-1,724.1	-1,819.6	-1,729.5	-2,142.7	-1,965.8	-2,287.0	-2,224.1	-2,106.3	-1,952.7	-2,018.6	-2,260.6	-2,323.7	-2,404.7	-81.0	3.5	-386.1	19.1
Public Corporations and Public Banks	235.0	286.0	338.1	490.3	643.0	759.4	850.2	838.3	811.3	803.6	817.6	802.8	831.2	833.5	2.3	0.3	15.9	1.9
Private debt	1,253.3	1,136.5	1,236.7	1,189.5	1,268.9	1,381.6	1,554.5	1,567.1	1,623.9	1,483.8	1,489.8	1,643.0	1,605.6	1,652.6	47.0	2.9	162.8	10.9
Public debt %	-9.0	-1.8	4.8	21.5	31.2	38.6	40.9	42.5	44.5	48.1	47.8	46.4	46.3	43.3		-3.0		-4.5
Private debt %	109.0	101.8	95.2	78.5	68.8	61.4	59.1	57.5	55.5	51.9	52.2	53.6	53.7	56.7		3.0		4.5
Public debt % of GDP	-1.5	-0.3	0.8	4.0	6.7	9.6	11.1	11.6	13.0	13.7	13.6	13.5	13.1	12.0		-1.2		-1.6
Private debt % of GDP	17.6	15.1	16.3	14.6	14.8	15.2	16.1	15.6	16.2	14.8	14.9	15.6	15.3	15.7		0.4		0.8

* / GDP data for 2017 is preliminary (source: SSO, press release *Gross Domestic Product of the Republic of Macedonia*, 28 September 2018). The data for 2018 is projected by the NBRM.

Source: NBRM

Report on the External Debt and the International Investment Position as of the end of the third quarter of 2018

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

	2010	2011	2012	2013	2014	2015	2016	Q1-2017	Q2-2017	Q3-2017	Q4-2017	Q1-2018	Q2-2018	Q3-2018	quarterly change		yearly change	
															in EUR Million	in %/p.p.	in EUR Million	in %/p.p.
IIP, net	-3,629.5	-3,965.8	-4,177.6	-4,558.4	-4,549.0	-5,082.7	-5,576.0	-5,673.9	-5,888.4	-5,826.2	-5,822.5	-6,109.8	-6,063.2	-6,031.1	32.2	-0.5	-208.6	3.6
Assets	3,258.4	4,113.2	4,257.5	4,082.5	4,634.0	4,571.9	5,171.3	5,573.8	5,383.4	5,397.4	5,157.3	5,845.7	6,118.2	6,171.9	53.7	0.9	1,014.6	19.7
Liabilities	6,887.9	8,079.0	8,435.1	8,640.8	9,183.0	9,654.6	10,747.3	11,247.7	11,271.8	11,223.6	10,979.8	11,955.5	12,181.5	12,203.0	21.5	0.2	1,223.2	11.1
IIP, net/GDP (%)	-51.1	-52.6	-55.1	-55.9	-53.1	-56.0	-57.7	-56.7	-58.8	-58.2	-58.1	-58.1	-57.7	-57.4		0.3		0.8
<i>Sectors</i>																		
IIP, net General Government	-1,067.8	-1,417.4	-1,539.9	-1,561.0	-2,071.9	-2,072.0	-2,508.0	-2,541.1	-2,593.1	-2,519.5	-2,562.0	-2,876.0	-2,870.0	-2,827.5	42.5	-1.5	-265.5	10.4
IIP, net Central Bank	1,638.8	1,991.8	2,095.8	1,920.4	2,358.9	2,179.2	2,530.9	2,480.5	2,348.1	2,194.6	2,258.7	2,499.3	2,562.0	2,631.9	69.8	2.7	373.2	16.5
IIP, net Deposit-Taking Corporations, Except Central Bank	-416.8	-420.6	-536.6	-580.1	-534.5	-541.2	-574.3	-606.5	-692.6	-581.9	-557.2	-489.1	-483.1	-493.8	-10.6	2.2	63.5	-11.4
IIP, net Other Sectors	-3,783.8	-4,119.5	-4,196.8	-4,337.6	-4,301.6	-4,648.7	-5,024.6	-5,006.8	-4,950.8	-4,919.3	-4,962.0	-5,243.9	-5,272.1	-5,341.7	-69.6	1.3	-379.7	7.7
	-3,629.5	-3,965.8	-4,177.6	-4,558.4	-4,549.0	-5,082.7	-5,576.0	-5,673.9	-5,888.4	-5,826.2	-5,822.5	-6,109.8	-6,063.2	-6,031.1	32.2	-0.5	-208.6	3.6
Direct Investments, Net	-3,181.3	-3,520.8	-3,613.3	-3,867.9	-3,902.7	-4,296.3	-4,580.3	-4,630.9	-4,622.5	-4,574.1	-4,630.5	-4,863.0	-4,951.5	-4,947.3	4.2	-0.1	-316.8	6.8
Portfolio Investments, Net	-372.7	-279.2	-345.2	-145.5	-621.7	-636.2	-1,107.0	-1,131.1	-1,160.9	-1,153.1	-1,176.1	-1,567.4	-1,519.1	-1,471.3	47.9	-3.2	-295.2	25.1
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	0.0
Other equity, Net	0.0	0.0	0.0	-3.2	-3.5	-3.4	-4.9	-3.5	-2.2	-0.9	0.5	0.4	-0.2	-0.5	-0.3	164.1	-1.0	-193.1
Currency and deposits, Net	359.3	454.1	338.3	371.6	466.0	467.0	453.1	404.1	332.0	446.4	440.3	477.0	483.2	491.8	8.6	1.8	51.6	11.7
Loans, Net	-1,942.1	-2,465.8	-2,525.4	-2,791.8	-2,926.3	-2,894.7	-2,962.6	-2,875.3	-2,862.5	-2,799.9	-2,815.9	-2,756.6	-2,846.6	-2,884.2	-37.6	1.3	-68.3	2.4
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	0.0
Trade credits and advances, Net	-130.8	-144.8	-148.7	-42.9	79.4	100.7	94.9	111.3	108.2	62.7	101.1	100.0	207.8	150.2	-57.6	-27.7	49.1	48.5
Other accounts receivable/payable, Net	0.0	0.0	0.0	1.4	1.5	1.7	0.5	0.2	-0.3	-0.3	0.1	0.1	0.2	0.4	0.1	55.9	0.3	201.3
Reserve assets	1,714.5	2,068.9	2,193.3	1,993.0	2,436.5	2,261.8	2,613.4	2,534.4	2,399.9	2,271.4	2,336.3	2,577.1	2,642.2	2,709.1	66.9	2.5	372.8	16.0
Special drawing rights (Net incurrence of liabilities)	-76.4	-78.3	-76.7	-73.2	-78.2	-83.2	-83.2	-83.0	-80.1	-78.4	-78.2	-77.5	-79.2	-79.2	0.0	0.0	-1.0	1.3

*/ GDP data for 2017 is preliminary (source: SSO, press release *Gross Domestic Product of the Republic of Macedonia*, 28 September 2018). The data for 2018 is forecasted by the NBRM.

Source: NBRM