

MINISTRY OF FINANCE

**GOVERNMENT DEBT
MANAGEMENT**

NOVEMBER 2004

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Abbreviations

BGN	–	<i>The abbreviation of the Redenominated Bulgarian Lev</i>
BIR	–	<i>Base Interest Rate</i>
BNB	–	<i>Bulgarian National Bank</i>
CB	–	<i>Commercial Banks</i>
CM	–	<i>Council of Ministers</i>
CMD	–	<i>Council of Ministers Decree</i>
CSB	–	<i>Consolidated State Budget</i>
EBRD	–	<i>European Bank for Reconstruction and Development</i>
EIB	–	<i>Economic and Investment Bank</i>
GDP	–	<i>Gross Domestic Product</i>
GS	–	<i>Government Securities</i>
IMF	–	<i>International Monetary Fund</i>
JBIC	–	<i>Japan Bank for International Cooperation</i>
LBNB	–	<i>Law on the Bulgarian National Bank</i>
LSPDACB	–	<i>Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Petitioned the Institution of Bankruptcy Proceedings</i>
MF	–	<i>Ministry of Finance</i>
SBL of RB	–	<i>State Budget Law of the Republic of Bulgaria</i>
SDR	–	<i>Special Drawing Rights</i>
TFP	–	<i>Transitional and Final Provisions</i>
UBB	–	<i>United Bulgarian Bank</i>
ZUNK	–	<i>Bulgarian abbreviation of the Law on Settlement of Nonperforming Credits Negotiated prior to 31 December 1990 (LSNC)</i>

BUDGET DEFICIT FINANCING BY GOVERNMENT SECURITIES ISSUES

According to the monthly auction calendar, in November the Ministry of Finance issued through auctions organized by the BNB three government securities issues under Regulation No. 5, including one short-term discount treasury bills issue (three-month, No. BG3011104000) and two long-term tap treasury bonds issues (seven-year, No. BG2040104213, and ten-year, No. BG2040004215).

At the auctions primary dealers' bids totaled BGN 194,908 thousand: BGN 26,380 thousand for three-month government securities, BGN 90, 400 thousand for seven-year government securities and BGN 78,128 thousand for ten-year government securities (Chart 1). Approved bids totaled BGN 52,000 thousand nominal value, including three-month of BGN 12,000 thousand, seven-year of BGN 20,000 thousand and ten-year of BGN 20,000 thousand (Charts 2 and 3). Bid-to-cover ratio of the issues approved for sale in November accounted for 3.75: 2.20 on three-month, 4.52 on seven-year and 3.91 on ten-year (Chart 4).

Government securities issued in November decreased by BGN 26.4 million on the same period of 2003 (Chart 2).

Chart 1

Government Securities Issue in November

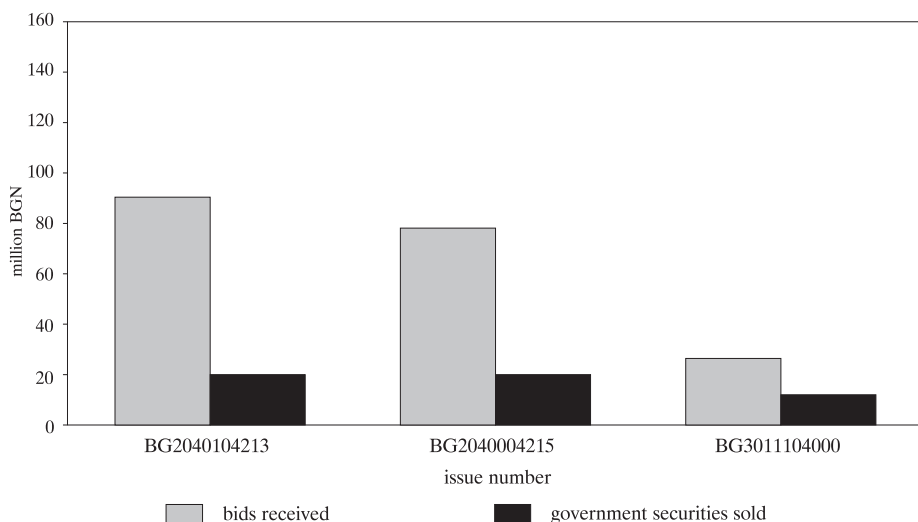


Chart 2

Sales of Government Securities Issues

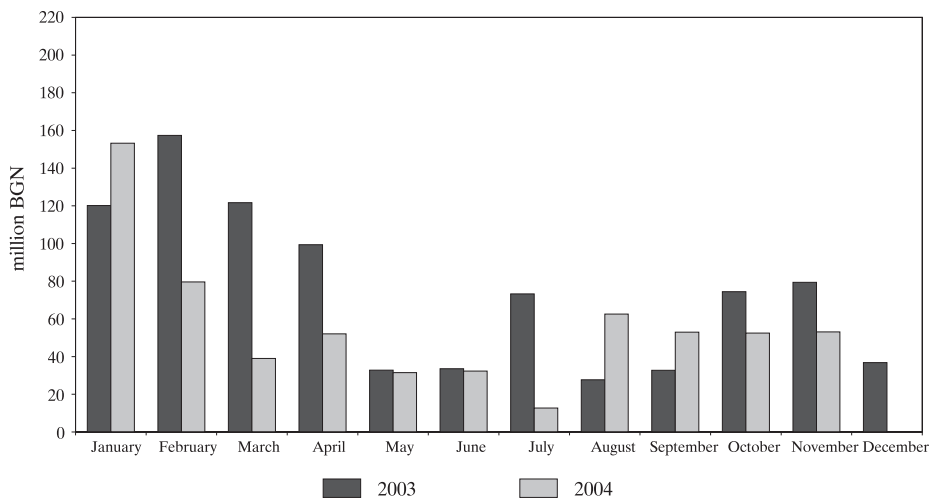
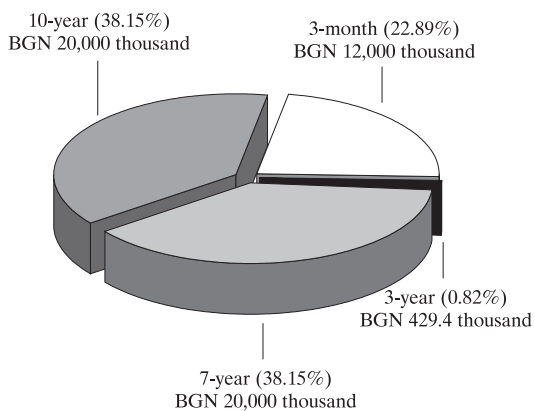


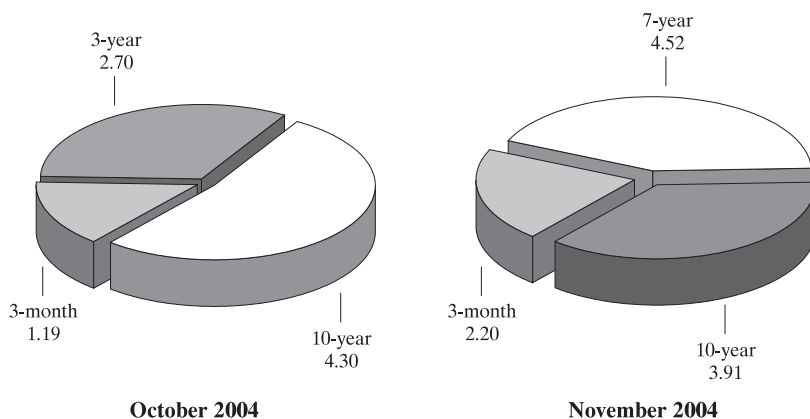
Chart 3

Structure and Volume of Government Securities Issued for Budget Deficit Financing in November



Note: Including target government securities.

Bid-to-Cover Ratios of Issues Sold



In the review period the yield attained in the primary market continued to follow a gradual downward trend, particularly the yield of short-term government securities. The yield of three-month treasury bills fell from 2.44% to 2.36%, posting a decrease of 8 basis points compared to the previous month. The yield of seven-year treasury bonds was 4.82%, while that of ten-year treasury bonds decreased from 5.23% at their previous opening to 5.01% at their present opening (Charts 5, 6 and 8).

One 2004 three-month treasury bills issue matured in November (No. BG3010804006).

In the reporting period one issue of three-year treasury bonds earmarked for direct sale to individuals was put in circulation: issue No. 509 of 17 November 2004 with a nominal value of BGN 429.4 thousand (Chart 11). Two 2002 target issues amounting to BGN 867.2 thousand matured in November. Reverse repurchases accounted for BGN 302.4 thousand (Chart 12).

Prices of Issues Sold per BGN 100 Nominal Value

OCTOBER 2004

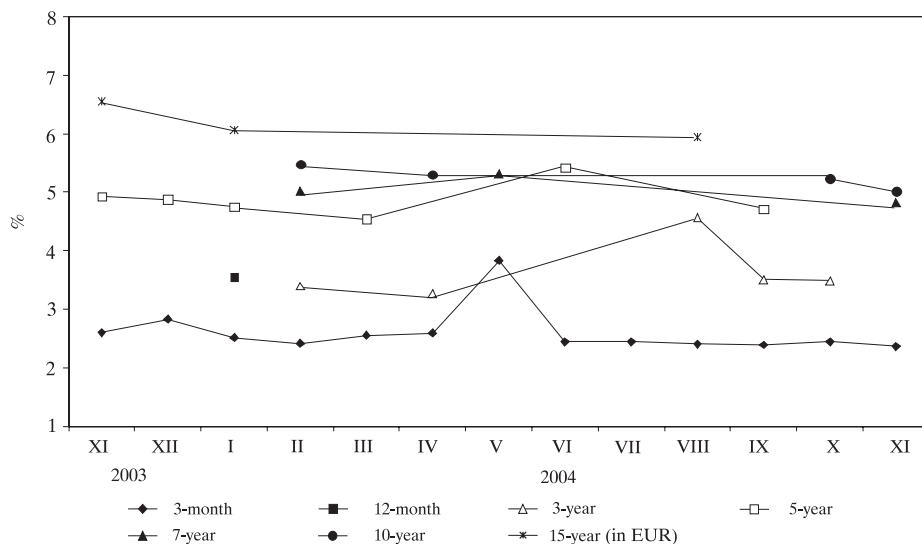
	3-month	3-year	10-year
	BG3011004002	BG2030104116	BG2040004215
Minimum	99.12	96.00	93.00
Average-weighted	99.38	100.08	99.75
Maximum	99.44	100.42	100.40

NOVEMBER 2004

	3-month	7-year	10-year
	BG3011104000	BG2040104213	BG2040004215
Minimum	99.39	99.30	100.79
Average-weighted	99.40	99.61	101.47
Maximum	99.43	100.10	102.40

Chart 5

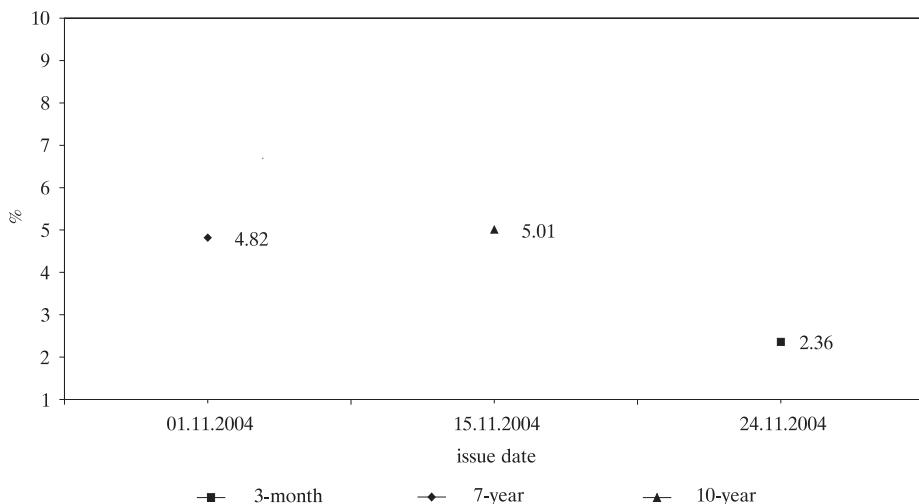
Yield of Primary Market Government Securities



Notes: The yield is on an effective annual basis.

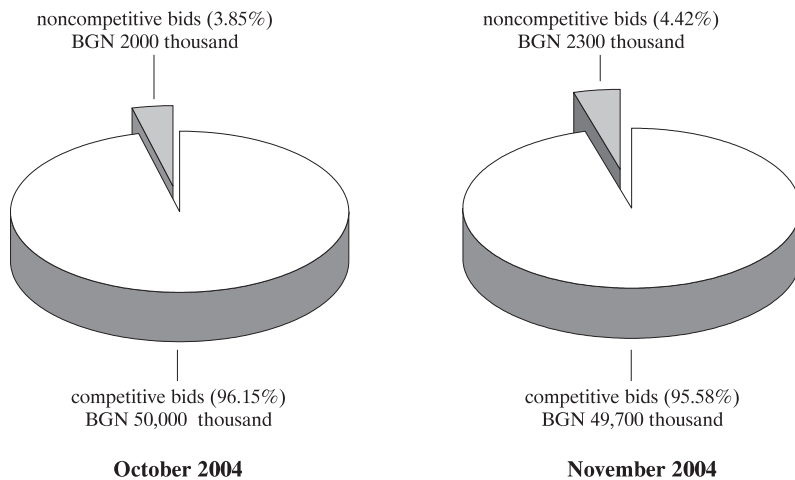
As of 22 November 2004 the yield of government securities has been calculated according to ISMA-International Yield.

Dynamics of the Average Annual Yield of Primary Market Government Securities

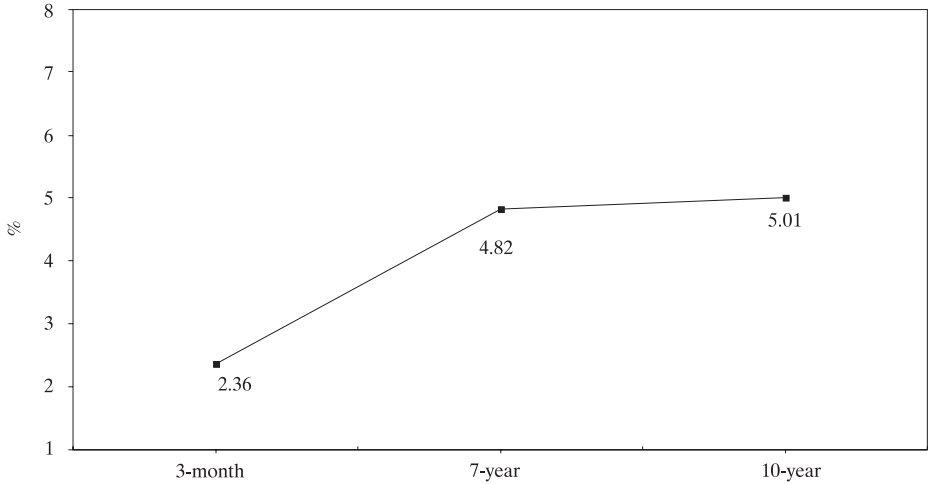


Notes: The seven- and ten-year government securities issues are tap issues. The above dates indicate the auction dates. As of 22 November 2004 the yield of government securities has been calculated according to ISMA-International Yield.

Government Securities Bought in the Primary Market through Competitive and Noncompetitive Bids

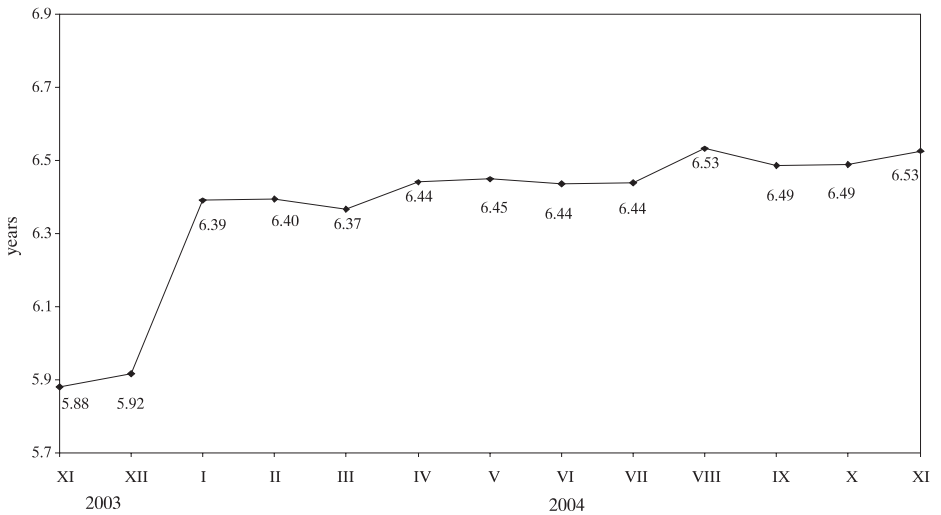


Yield Curve of Primary Market Government Securities in November



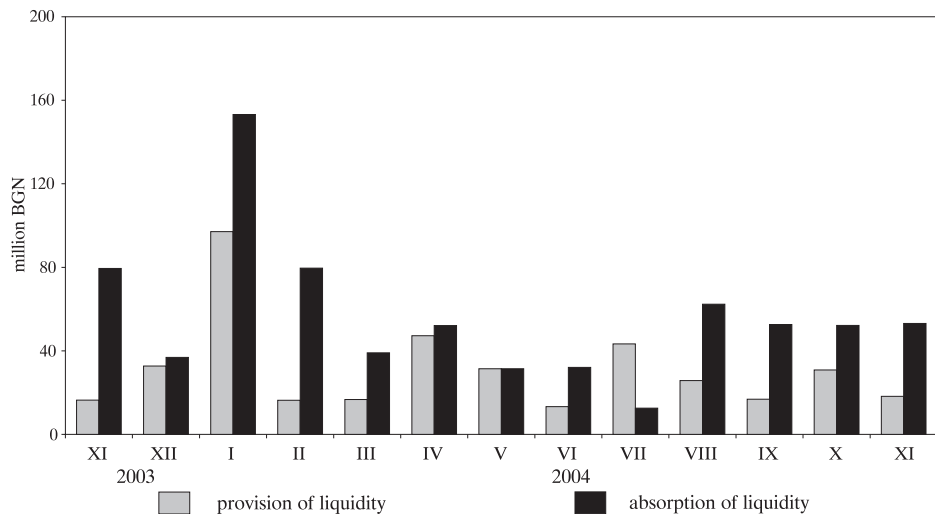
Note: As of 22 November 2004 the yield of government securities has been calculated according to ISMA-International Yield.

An Average Term of Outstanding Government Securities Issues by Year

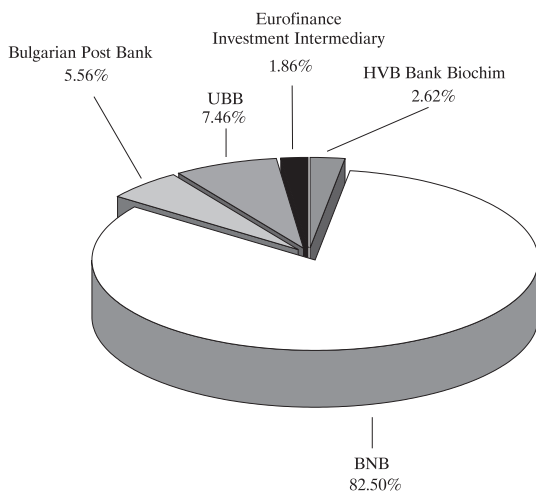


Note: The average term is calculated on the basis of the maturity structure of government securities issued for budget deficit financing.

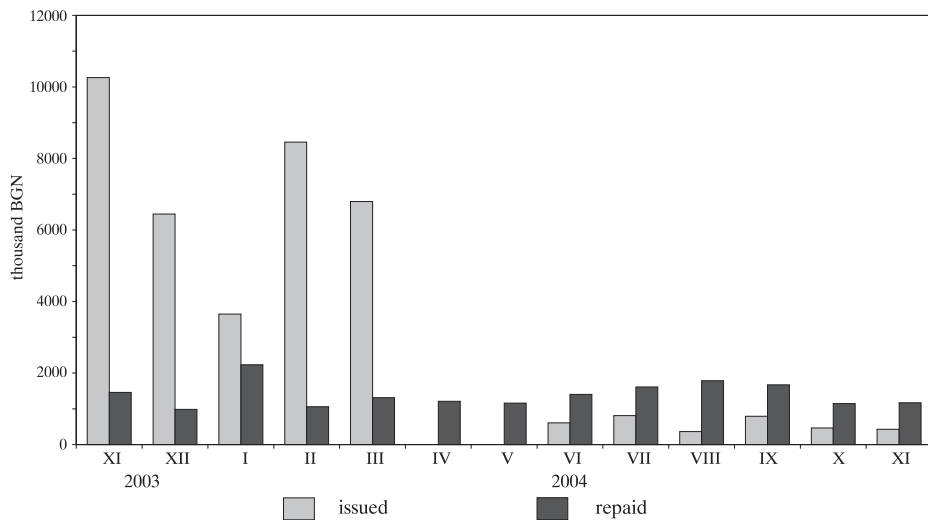
Monthly Liquidity Regulation through Government Securities Maturities and Issues



Primary Dealers' Direct Sales of Target Government Securities in November



Issued and Repaid Target Government Securities



Outstanding Government Securities

Discount Treasury Bills

3-month government securities	12-month government securities			
Issue No.	BG3010904004	BG3011004002	BG3011104000	BG3010004003
Issue date	29.09.2004	27.10.2004	24.11.2004	14.01.2004
Maturity date	29.12.2004	27.01.2005	24.02.2005	14.01.2005
Nominal value of the offer (thousand BGN)	12 000.00	12 000.00	12 000.00	20,000.00
Total nominal value of the bids received (thousand BGN)	25 130.00	14 300.00	26 380.00	40,350.00
Total nominal value of the bids approved (thousand BGN)	12 000.00	12 000.00	12 000.00	20,000.00
Average price of the bids approved per BGN 100 (%)	99.40	99.38	99.40	96.52
Average discount per BGN 100 (%)	0.60	0.62	0.60	3.48
Average annual yield (%)	2.39	2.44	2.36	3.55
Effective annual yield (%)	2.41	2.46	2.38	3.55
Bid-to-cover ratio	2.09	1.19	2.20	2.02

Note: As of 22 November 2004 the yield of government securities has been calculated according to ISMA-International Yield.

Treasury Bonds

3-year government securities

Issue No.	BG2030402114 ⁴			BG2030302116 ³			BG2030102110 ⁴			Total for the issue	Total for the issue	Total for the issue
	First opening	Second opening	Third opening	First opening	Second opening	Third opening	First opening	Second opening	Third opening			
Auction date	11.03.2002	10.06.2002	25.11.2002	29.07.2002	28.10.2002	25.11.2002	29.07.2002	28.10.2002	25.11.2002	09.09.2002	09.12.2002	09.09.2002
Issue date	13.03.2002	13.03.2002	31.07.2002	31.07.2002	31.07.2002	31.07.2002	31.07.2002	31.07.2002	31.07.2002	11.09.2002	11.09.2002	11.09.2002
Maturity date	13.03.2005	13.03.2005	31.07.2005	31.07.2005	31.07.2005	31.07.2005	31.07.2005	31.07.2005	31.07.2005	11.09.2005	11.09.2005	11.09.2005
Nominal value of the offer (thousand BGN)	25 000.00	25 000.00	33 100.00	25 000.00	25 000.00	33 100.00	25 000.00	25 000.00	25 000.00	25 000.00	25 000.00	50 000.00
Total nominal value of the bids received (thousand BGN)	72 750.00	44 151.00	92 265.70	24 200.00	44 150.00	160 615.70	33 700.00	66 700.00	33 700.00	33 700.00	66 700.00	100 400.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	25 000.00	33 100.00	16 900.00	25 000.00	75 000.00	25 000.00	25 000.00	25 000.00	25 000.00	25 000.00	50 000.00
Average price of the bids approved per BGN 100 (%)	101.62	101.68	99.57	98.83	98.67	99.10	99.13	100.80	99.13	99.13	100.80	99.97
Interest rate	6.50	6.50	5.75	5.75	5.75	5.75	6.00	6.00	5.75	6.00	6.00	6.00
Bid-to-cover ratio	2.91	1.77	2.79	0.97	1.77	1.93	1.35	2.67	2.79	1.35	2.67	2.01
Average annual yield (%)	5.90	5.88	5.91	6.18	6.24	6.08	6.32	5.71	5.91	6.32	5.71	6.01

(continued)

3-year government securities

(continued)

Issue No.	BG2030103118 ⁴	BG2030104116 ¹	Total for the issue	First opening	Second opening	Third opening	Fourth opening	Fifth opening	Total for the issue
Auction date	20.01.2003	21.04.2003	22.01.2003	16.02.2004	19.04.2004	09.08.2004	20.09.2004	11.10.2004	18.02.2004
Issue date	22.01.2003	22.01.2003	22.01.2003	18.02.2004	18.02.2004	18.02.2004	18.02.2004	18.02.2004	18.02.2004
Maturity date	22.01.2006	22.01.2006	22.01.2006	18.02.2007	18.02.2007	18.02.2007	18.02.2007	18.02.2007	18.02.2007
Nominal value of the offer (thousand BGN)	25 000.00	25 000.00	50 000.00	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	100 000.00
Total nominal value of the bids received (thousand BGN)	62 650.00	42 850.00	105 500.00	93 850.00	48 250.00	46 040.00	43 500.00	53 900.00	285 540.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	25 000.00	50 000.00	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	100 000.00
Average price of the bids approved per BGN 100 (%)	101.57	101.01	101.29	99.76	100.11	100.08	100.03	100.08	100.00
Interest rate	5.50	5.50	5.50	3.30	3.30	4.58	3.51	3.51	3.68
Bid-to-cover ratio	2.51	1.71	2.11	4.69	2.41	2.30	2.18	2.70	2.86
Average annual yield (%)	4.93	5.13	5.03	3.39	3.26	4.55	3.50	3.48	3.68

(continued)

5-year government securities

(continued)

Issue No.	BG2030301118 ³			BG2030501113 ³			Total for the issue**	Third opening	Second opening	Third opening	Total for the issue
Auction date	23.04.2001	21.05.2001	25.06.2001	25.04.2001	25.04.2001	25.04.2001	23.07.2001	20.08.2001	24.09.2001	25.07.2001	25.07.2001
Issue date	25.04.2001	25.04.2001	25.04.2001	25.04.2001	25.04.2001	25.04.2006	25.07.2001	25.07.2001	25.07.2001	25.07.2001	25.07.2001
Maturity date	25.04.2006	25.04.2006	25.04.2006	25.04.2006	25.04.2006	25.04.2006	25.07.2006	25.07.2006	25.07.2006	25.07.2006	25.07.2006
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	60 000.00	20 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Total nominal value of the bids received (thousand BGN)	55 846.00	60 050.00	49 500.00	49 500.00	165 396.00	51 650.00	41 950.00	46 470.00	140 070.00	60 000.00	140 070.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	20 000.00	60 000.00	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Average price of the bids approved per BGN 100 (%)	103.61	104.48	104.66	104.66	104.25	100.79	100.10	100.40	100.43	100.43	100.43
Interest rate	8.00	8.00	8.00	8.00	8.00	7.00	7.00	7.00	7.00	7.00	7.00
Bid-to-cover ratio	2.79	3.00	2.48	2.48	2.76	2.58	2.10	2.32	2.33	2.32	2.33
Average annual yield (%)	7.13	6.92	6.88	6.88	6.98	6.81	6.98	6.90	6.90	6.90	6.90

(continued)

5-year government securities

(continued)

Issue No.	BG2030701119 ³			BG2030002112 ²			Total for the issue	Fourth opening	Total for the issue
	First opening	Second opening	Third opening	First opening	Second opening	Third opening			
Auction date	22.10.2001	26.11.2001	21.12.2001	07.01.2002	11.02.2002	08.04.2002	07.05.2002		
Issue date	24.10.2001	24.10.2001	24.10.2001	09.01.2002	09.01.2002	09.01.2002	09.01.2002	09.01.2002	09.01.2002
Maturity date	24.10.2006	24.10.2006	24.10.2006	09.01.2007	09.01.2007	09.01.2007	09.01.2007	09.01.2007	09.01.2007
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	20 000.00	25 000.00	20 000.00	25 000.00	20 000.00	20 000.00	90 000.00
Total nominal value of the bids received (thousand BGN)	43 400.00	55 400.00	28 750.00	62 850.00	72 470.00	47 080.00	36 250.00	218 650.00	
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	25 000.00	20 000.00	25 000.00	20 000.00	20 000.00	90 000.00
Average price of the bids approved per BGN 100 (%)	100.22	100.36	100.20	100.71	101.98	102.01	102.07	101.66	
Interest rate	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Bid-to-cover ratio	2.17	2.77	1.44	2.51	3.62	1.88	1.81	2.43	
Average annual yield (%)	6.95	6.91	6.95	6.83	6.53	6.52	6.51	6.60	

(continued)

5-year government securities

(continued)

Issue No.	BG2030202118 ²				BG2030003110 ³				
	First opening	Second opening	Third opening	Fourth opening	Total for the issue	First opening	Second opening	Third opening	Total for the issue
Auction date	08.07.2002	12.08.2002	07.10.2002	11.11.2002		13.01.2003	10.02.2003	02.06.2003	
Issue date	10.07.2002	10.07.2002	10.07.2002	10.07.2002	10.07.2002	15.01.2003	15.01.2003	15.01.2003	15.01.2003
Maturity date	10.07.2007	10.07.2007	10.07.2007	10.07.2007	10.07.2007	15.01.2008	15.01.2008	15.01.2008	15.01.2008
Nominal value of the offer (thousand BGN)	25 000.00	20 000.00	25 000.00	20 000.00	90 000.00	30 000.00	25 000.00	20 000.00	75 000.00
Total nominal value of the bids received (thousand BGN)	38 080.00	19 100.00	49 950.00	67 184.70	174 314.70	87 720.00	50 900.00	49 450.00	188 070.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	14 750.00	25 000.00	20 000.00	84 750.00	30 000.00	25 000.00	20 000.00	75 000.00
Average price of the bids approved per BGN 100 (%)	99.81	98.45	98.78	99.52	99.20	100.42	100.55	100.40	100.46
Interest rate	6.50	6.50	6.50	6.50	6.50	5.625	5.625	5.625	5.625
Bid-to-cover ratio	1.52	0.96	2.00	3.36	1.94	2.92	2.04	2.47	2.51
Average annual yield (%)	6.55	6.87	6.79	6.61	6.69	5.53	5.50	5.53	5.52

(continued)

5-year government securities

(continued)

Issue No.	BG2030203116 ¹					BG2030004118 ²					
	First opening	Second opening	Third opening	Fourth opening	Fifth opening	Total for the issue	First opening	Second opening	Third opening	Fourth opening	Total for the issue
Auction date	07.07.2003	04.08.2003	08.09.2003	12.11.2003	01.12.2003	09.07.2003	05.01.2004	01.03.2004	07.06.2004	13.09.2004	07.01.2004
Issue date	09.07.2003	09.07.2003	09.07.2003	09.07.2003	09.07.2003	09.07.2003	07.01.2004	07.01.2004	07.01.2004	07.01.2004	07.01.2004
Maturity date	09.07.2008	09.07.2008	09.07.2008	09.07.2008	09.07.2008	09.07.2008	07.01.2009	07.01.2009	07.01.2009	07.01.2009	07.01.2009
Nominal value of the offer (thousand BGN)	25 000.00	15 000.00	20 000.00	20 000.00	20 000.00	100 000.00	20 000.00	20 000.00	20 000.00	20 000.00	80 000.00
Total nominal value of the bids received (thousand BGN)	47 300.00	37 150.00	43 600.00	56 500.00	60 750.00	245 300.00	84 450.00	60 120.00	35 850.00	76 600.00	192 570.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	15 000.00	20 000.00	20 000.00	20 000.00	100 000.00	20 000.00	20 000.00	20 000.00	20 000.00	80 000.00
Average price of the bids approved per BGN 100 (%)	99.12	98.33	98.25	99.22	99.48	98.92	99.79	100.72	96.88	99.94	99.33
Interest rate	4.75	4.75	4.75	4.75	4.75	4.75	4.70	4.70	4.70	4.70	4.70
Bid-to-cover ratio	1.89	2.48	2.18	2.83	3.04	2.45	4.22	3.01	1.79	3.83	2.41
Average annual yield (%)	4.95	5.13	5.15	4.93	4.87	5.00	4.75	4.54	5.42	4.71	4.85

(continued)

7-year government securities

(continued)

Issue No.	BG2040001211 ⁴			BG2040002219 ⁴			BG2040102217 ³		
	First opening	Second opening	Total for the issue	First opening	Second opening	Total for the issue	First opening	Second opening	Third opening
Auction date	29.10.2001	30.11.2001		14.01.2002	21.01.2002		18.02.2002	18.03.2002	13.05.2002
Issue date	31.10.2001	31.10.2001	31.10.2001	16.01.2002	16.01.2002	16.01.2002	20.02.2002	20.02.2002	20.02.2002
Maturity date	31.10.2008	31.10.2008	31.10.2008	16.01.2009	16.01.2009	16.01.2009	20.05.2009	20.05.2009	20.05.2009
Nominal value of the offer (thousand BGN)	30 000.00	11 070.00	30 000.00	30 000.00	30 000.00	60 000.00	30 000.00	25 000.00	35 000.00
Total nominal value of the bids received (thousand BGN)	53 672.00	54 615.00	108 287.00	106 295.00	99 331.00	205 626.00	63 350.00	58 812.00	58 300.00
Total nominal value of the bids approved (thousand BGN)	18 930.00	11 070.00	30 000.00	30 000.00	50 000.00	80 000.00*	30 000.00	25 000.00	35 000.00
Average price of the bids approved per BGN 100 (%)	95.45	98.19	96.46	100.47	101.46	101.09	99.05	99.77	99.44
Interest rate	7.50	7.50	7.50	7.50	7.50	7.50	7.00	7.00	7.00
Bid-to-cover ratio	1.79	4.93	3.61	3.54	3.31	3.43	2.11	2.35	1.67
Average annual yield (%)	8.37	7.84	8.17	7.41	7.23	7.30	7.17	7.04	7.10

(continued)

7-year government securities

(continued)

Issue No.	BG2040302213 ²				BG2040103215 ¹						
	First opening	Second opening	Third opening	Fourth opening	Total for the issue	First opening	Second opening	Third opening	Fourth opening	Fifth opening	Total for the issue
Auction date	15.07.2002	19.08.2002	14.10.2002	18.11.2002		03.02.2003	14.04.2003	07.05.2003	21.07.2003	20.10.2003	
Issue date	17.07.2002	17.07.2002	17.07.2002	17.07.2002	17.07.2002	05.02.2003	05.02.2003	05.02.2003	05.02.2003	05.02.2003	05.02.2003
Maturity date	17.07.2009	17.07.2009	17.07.2009	17.07.2009	17.07.2009	05.02.2010	06.02.2010	05.02.2010	05.02.2010	05.02.2010	05.02.2010
Nominal value of the offer (thousand BGN)	20 000.00	15 000.00	20 000.00	15 000.00	70 000.00	20 000.00	20 000.00	20 000.00	15 000.00	30 000.00	105 000.00
Total nominal value of the bids received (thousand BGN)	29 863.50	24 239.00	48 880.30	86 964.00	189 946.80	77 850.00	49 650.00	34 800.00	46 260.00	68 030.00	276 590.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	15 000.00	20 000.00	15 000.00	70 000.00	20 000.00	20 000.00	20 000.00	15 000.00	30 000.00	105 000.00
Average price of the bids approved per BGN 100 (%)	98.39	96.38	96.63	99.09	97.61	100.42	98.90	98.06	101.92	102.27	100.42
Interest rate	7.00	7.00	7.00	7.00	7.00	5.875	5.875	5.875	5.875	5.875	5.875
Bid-to-cover ratio	1.49	1.62	2.44	5.80	2.71	3.89	2.48	1.74	3.08	2.27	2.63
Average annual yield (%)	7.30	7.68	7.63	7.17	7.44	5.80	6.07	6.22	5.54	5.48	5.80

(continued)

7-year government securities

(continued)

Issue No.	BG2040203213 ⁴			BG2040104213 ⁴			Total for the issue
	First opening	Second opening	Total for the issue	First opening	Second opening	Third opening	
Auction date	18.02.2003	10.03.2003		09.02.2004	03.05.2004	01.11.2004	
Issue date	24.02.2003	24.02.2003	24.02.2003	11.02.2004	11.02.2004	11.02.2004	11.02.2004
Maturity date	24.05.2010	24.05.2010	24.05.2010	11.02.2011	11.02.2011	11.02.2011	11.02.2011
Nominal value of the offer (thousand BGN)	50 000.00	25 000.00	75 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Total nominal value of the bids received (thousand BGN)	139 990.00	76 475.00	216 465.00	76 850.00	39 060.00	90 400.00	206 310.00
Total nominal value of the bids approved (thousand BGN)	50 000.00	55 000.00	105 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Average price of the bids approved per BGN 100 (%)	100.99	100.55	100.76	98.42	96.77	99.61	98.27
Interest rate	5.75	5.75	5.75	4.75	4.75	4.75	4.75
Bid-to-cover ratio	2.80	3.06	2.89	3.84	1.95	4.52	3.44
Average annual yield (%)	5.58	5.65	5.62	5.02	5.31	4.82	5.05

(continued)

10-year government securities

(continued)

Issue No.	BG2040202215 ²				BG2040003217 ⁴			Total for the issue
	First opening	Second opening	Third opening	Fourth opening	First opening	Second opening		
Auction date	15.04.2002	22.04.2002	17.06.2002	22.07.2002	06.01.2003	31.03.2003		
Issue date	17.04.2002	17.04.2002	17.04.2002	17.04.2002	08.01.2003	08.01.2003	08.01.2003	
Maturity date	17.04.2012	17.04.2012	17.04.2012	17.04.2012	08.01.2013	08.01.2013	08.01.2013	
Nominal value of the offer (thousand BGN)	15 000.00	25 000.00	25 000.00	25 000.00	30 000.00	20 000.00	50 000.00	
Total nominal value of the bids received (thousand BGN)	72 080.00	59 589.60	42 338.50	28 859.30	94 289.80	56 355.00	150 644.80	
Total nominal value of the bids approved (thousand BGN)	15 000.00	25 000.00	25 000.00	19 920.00	30 000.00	20 000.00	50 000.00	
Average price of the bids approved per BGN 100 (%)	98.14	96.77	95.92	93.76	104.08	105.18	104.52	
Interest rate	7.50	7.50	7.50	7.50	7.50	7.50	7.50	
Bid-to-cover ratio	4.81	2.38	1.69	1.15	3.14	2.82	3.01	
Average annual yield (%)	7.77	7.97	8.10	8.44	6.93	6.78	6.87	

(continued)

10 -year government securities

(continued)

Issue No.	BG2040303211 ⁴		BG2040004215 ⁵				Total for the issue
	First opening	Second opening	First opening	Second opening	Third opening	Fourth opening	Total for the issue
Auction date	30.06.2003	29.09.2003	02.02.2004	13.04.2004	04.10.2004	15.11.2004	
Issue date	02.07.2003	02.07.2003	04.02.2004	04.02.2004	04.02.2004	04.02.2004	04.02.2004
Maturity date	02.07.2013	02.07.2013	04.02.2014	04.02.2014	04.02.2014	04.02.2014	04.02.2014
Nominal value of the offer (thousand BGN)	20 000.00	30 000.00	20 000.00	20 000.00	20 000.00	20 000.00	40 000.00
Total nominal value of the bids received (thousand BGN)	69 350.00	78 753.00	85 300.00	82 680.00	86 010.00	78 128.00	167 980.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	30 000.00	20 000.00	20 000.00	20 000.00	20 000.00	40 000.00
Average price of the bids approved per BGN 100 (%)	98.82	97.71	97.85	99.20	99.75	101.47	99.57
Interest rate	5.75	5.75	5.20	5.20	5.20	5.20	5.20
Bid-to-cover ratio	3.47	2.63	4.27	4.13	4.30	3.91	4.20
Average annual yield (%)	5.91	6.06	5.48	5.30	5.23	5.01	5.26

(continued)

15-year government securities

Issue No.	First opening	BG2040403219 ^{3*} Second opening	Third opening	Total for the issue
Auction date	03.11.2003	19.01.2004	02.08.2004	
Issue date	12.11.2003	12.11.2003	12.11.2003	12.11.2003
Maturity date	11.10.2018	11.10.2018	11.10.2018	11.10.2018
Nominal value of the offer (thousand BGN)	20 000.00	50 000.00	15 000.00	85 000.00
Total nominal value of the bids received (thousand BGN)	73 628.54	124 820.00	62 878.00	261 326.54
Total nominal value of the bids approved (thousand BGN)	20 000.00	50 000.00	15 000.00	85 000.00
Average price of the bids approved per BGN 100 (%)	94.81	99.43	100.59	98.55
Interest rate	6.00	6.00	6.00	6.00
Bid-to-cover ratio	3.68	2.50	4.19	3.07
Average annual yield (%)	6.55	6.06	5.94	6.15

¹The price indicated in the *Total for the issue* column is a result of the five auctions organized for sale of this issue.

²The price indicated in the *Total for the issue* column is a result of the four auctions organized for sale of this issue.

³The price indicated in the *Total for the issue* column is a result of the three auctions organized for sale of this issue.

⁴The price indicated in the *Total for the issue* column is a result of the two auctions organized for sale of this issue.

* Issues Nos. BG2040203213 and BG2040403219 are denominated in euro and all related values are also in euro.

** In 2003 reverse repurchases totaled BGN 49,171.1 thousand.

Note: As of 22 November 2004 the yield of government securities has been calculated according to ISMA-International Yield.

Government Securities Issued to Settle Nonperforming Credits of State-owned Companies to Banks

Legal regulation	CMD 244/91	CMD 186/93	Art. 4 ZUNK/93	Art. 5 ZUNK/93	CMD 3/94	§ 10 of TFP of SBL/99
Issue No.	BG 2000192224	BG 2009993226	BG 2009893228	BG 2009794228	BG 2009693222	BG 2040099223
Issue date	01.01.1992	01.07.1993	01.10.1993	01.01.1994	01.12.1993	01.07.1999
Maturity date	01.01.2011	01.07.2017	01.10.2018	01.01.2019	01.12.2018	01.01.2019
Maturity (years)	19	24	25	25	25	19.5
Grace period (years)	4	4	5	5	5	
Redemption term (years)	15	20	20	20	20	19.5
Repayments	15 equal annual installments	20 equal annual installments	20 equal annual installments	20 equal annual installments	20 equal annual installments	20 equal annual installments
Principal (thousand)	BGN 1926.21	BGN 1653.38	BGN 6028.76	USD 149,516.19	BGN 693.07	EUR 125,535.07
Interest payments	semiannual	semiannual	semiannual	semiannual	annual	semiannual
Interest	BIR+1	BIR	BIR	LIBOR*	BIR	EURIBOR**

* Six-month LIBOR of the US dollar for the preceding interest period; the amount of interest coupon is announced by the Minister of Finance three days after the beginning of each interest period.

** Six-month EURIBOR for the preceding interest period; the amount of interest coupon is announced by the Minister of Finance three days after the beginning of each interest period.

EUR-denominated issue BG 2040099223 has the same status as the USD-denominated issue BG 2009794228 (issued under Article 5 of ZUNK).

Pursuant to CM Decree No. 221 of 1995 holders of long-term government bonds issued under ZUNK, negotiated until 31 December 1990, CM Decrees No. 244 of 1991, No. 186 of 1993 and No. 3 of 1994 may use them as legal tender in privatization transactions.

Pursuant to CM Decree No. 22 of 1995, long-term government bonds issued under ZUNK may be used to repay obligations of state-owned enterprises, firms and commercial companies to the government, transformed under Article 10 of ZUNK. In meeting these obligations, long-term government bonds are valued at their nominal for the bonds denominated in US dollars, and 80% for those denominated in levs.

Principals are based on actual data as of 30 November 2004.

Pending Payments on Government Securities in January 2005

(thousand BGN)

Government securities	Monday	Tuesday	Wednesday	Thursday	Friday
	3	4	5	6	7
CMD 244 CMD 234 ZUNK USD ZUNK EUR bonds target	308.0 19.9 18 119.7 18 946.5				3 812.2 92.1
	10	11	12	13	14
bills target bonds	57.0 10 224.0				20 000.0
	17	18	19	20	21
target bonds	7 607.4				
	24	25	26	27	28
bills target bonds	41.2 2 664.1	2 117.3		12 000.0	18.3
	31				
bills bonds	2 174.0				

Note: When the payment day is not a business day, payment is effected on the following business day.

Calendar of Payments on Government Securities in 2005

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
JANUARY					
01.01.2005	95 / 01.01.1992	275.17		32.82	308.00
01.01.2005	99 / 01.07.1993			19.91	19.91
01.01.2005	97 / 01.01.1994	16 445.68		1 673.99	18 119.67
01.01.2005	400 / 01.07.1999	16 368.35		2 578.18	18 946.53
02.01.2005	403 / 02.07.2003			1 449.32	1 449.32
07.01.2005	300 / 07.01.2004			2 362.84	2 362.84
07.01.2005	500 / 07.01.2004			92.13	92.13
08.01.2005	400 / 08.01.2003			1 885.25	1 885.25
08.01.2005	800 / 08.01.2003			43.54	43.54
09.01.2005	300 / 09.01.2002			3 167.21	3 167.21
09.01.2005	302 / 09.07.2003			2 394.52	2 394.52
09.01.2005	813 / 09.07.2003			13.51	13.51
10.01.2005	302 / 10.07.2002			2 777.01	2 777.01
14.01.2005	100 / 14.01.2004	19 304.93	695.08		20 000.00
15.01.2005	300 / 15.01.2003			2 120.90	2 120.90
16.01.2005	400 / 16.01.2002			3 016.39	3 016.39
17.01.2005	403 / 17.07.2002			2 470.14	2 470.14
22.01.2005	301 / 22.01.2003			1 382.51	1 382.51
22.01.2005	801 / 22.01.2003			25.07	25.07
23.01.2005	814 / 23.07.2003			16.11	16.11
24.01.2005	301 / 24.01.2001			1 281.63	1 281.63
25.01.2005	305 / 25.07.2001			2 117.26	2 117.26
27.01.2005	110 / 27.10.2004	11 925.49	74.51		12 000.00
28.01.2005	505 / 28.07.2004			18.26	18.26
31.01.2005	303 / 31.07.2002			2 173.97	2 173.97
January, total		64 319.62	769.59	33 112.48	98 201.69
FEBRUARY					
04.02.2005	400 / 04.02.2004			2 091.37	2 091.37
04.02.2005	501 / 04.02.2004			164.09	164.09
05.02.2005	401 / 05.02.2003			3 101.23	3 101.23
05.02.2005	802 / 05.02.2003			22.72	22.72
06.02.2005	815 / 06.08.2003			15.22	15.22
11.02.2005	401 / 11.02.2004			1 910.38	1 910.38
18.02.2005	301 / 18.02.2004			915.73	915.73
19.02.2005	803 / 19.02.2003			17.99	17.99
20.02.2005	816 / 20.08.2003			12.29	12.29
24.02.2005	111 / 24.11.2004	11 927.50	72.50		12 000.00
25.02.2005	506 / 25.08.2004			7.37	7.37
February, total		11 927.50	72.50	8 258.38	20 258.38

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
MARCH					
03.03.2005	817 / 03.09.2003			17.38	17.38
04.03.2005	502 / 04.03.2004			168.72	168.72
05.03.2005	804 / 05.03.2003			24.01	24.01
11.03.2005	304 / 11.09.2002			1 487.67	1 487.67
13.03.2005	301 / 13.03.2002	50 000.00		1 611.64	51 611.64
17.03.2005	818 / 17.09.2003			11.50	11.50
19.03.2005	805 / 19.03.2003			13.95	13.95
23.03.2005	507 / 23.09.2004			17.62	17.62
29.03.2005	113 / 29.12.2004	11 832.00	168.00		12 000.00
March, total		61 832.00	168.00	3 352.50	65 352.50
APRIL					
01.04.2005	98 / 01.10.1993			82.42	82.42
01.04.2005	819 / 01.10.2003			18.39	18.39
02.04.2005	806 / 02.04.2003			12.60	12.60
06.04.2005	309 / 11.10.2000			1 268.93	1 268.93
11.04.2005	404 / 12.11.2003			4 973.70	4 973.70
15.04.2005	820 / 15.10.2003			16.14	16.14
16.04.2005	807 / 16.04.2003			16.05	16.05
17.04.2005	402 / 17.04.2002			3 175.78	3 175.78
20.04.2005	508 / 20.10.2004			9.24	9.24
24.04.2005	307 / 24.10.2001			2 094.25	2 094.25
25.04.2005	303 / 25.04.2001			1 715.41	1 715.41
29.04.2005	821 / 29.10.2003			14.44	14.44
30.04.2005	400 / 31.10.2001			1 115.75	1 115.75
30.04.2005	808 / 30.04.2003			12.44	12.44
April, total				14 525.53	14 525.53
MAY					
12.05.2005	822 / 12.11.2003			222.37	222.37
14.05.2005	809 / 14.05.2003			12.87	12.87
17.05.2005	509 / 17.11.2004			15.00	15.00
18.05.2005	301 / 18.02.2004			894.63	894.63
20.05.2005	401 / 20.02.2002			3 124.11	3 124.11
24.05.2005	402 / 24.02.2003			11 808.32	11 808.32
26.05.2005	823 / 26.11.2003			79.41	79.41
28.05.2005	810 / 28.05.2003			14.22	14.22
May, total				16 170.93	16 170.93

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
JUNE					
02.06.2005	503 / 02.06.2004			7.80	7.80
10.06.2005	824 / 10.12.2003			190.88	190.88
11.06.2005	811 / 11.06.2003			10.16	10.16
15.06.2005	510 / 15.12.2004			21.58	21.58
25.06.2005	812 / 25.06.2003			20.06	20.06
30.06.2005	504 / 30.06.2004			4.38	4.38
June, total				254.88	254.88
JULY					
01.07.2005	95 / 01.01.1992			36.76	36.76
01.07.2005	99 / 01.07.1993	127.18		28.55	155.73
01.07.2005	97 / 01.01.1994			2 810.86	2 810.86
01.07.2005	400 / 01.07.1999			2 798.67	2 798.67
02.07.2005	403 / 02.07.2003			1 425.68	1 425.68
07.07.2005	300 / 07.01.2004			2 330.68	2 330.68
07.07.2005	500 / 07.01.2004			99.14	99.14
08.07.2005	400 / 08.01.2003			1 859.59	1 859.59
08.07.2005	800 / 08.01.2003			46.01	46.01
09.07.2005	300 / 09.01.2002			3 124.11	3 124.11
09.07.2005	302 / 09.07.2003			2 355.48	2 355.48
09.07.2005	813 / 09.07.2003			14.31	14.31
10.07.2005	302 / 10.07.2002			2 731.74	2 731.74
15.07.2005	300 / 15.01.2003			2 092.04	2 092.04
16.07.2005	400 / 16.01.2002			2 975.34	2 975.34
17.07.2005	403 / 17.07.2002			2 429.86	2 429.86
22.07.2005	301 / 22.01.2003			1 363.70	1 363.70
22.07.2005	801 / 22.01.2003			26.49	26.49
23.07.2005	814 / 23.07.2003			17.07	17.07
24.07.2005	301 / 24.01.2001			1 264.19	1 264.19
25.07.2005	305 / 25.07.2001			2 082.74	2 082.74
28.07.2005	505 / 28.07.2004			18.96	18.96
31.07.2005	303 / 31.07.2002	74 320.18	679.82	2 138.53	77 138.53
July, total		74 447.37	679.82	34 070.51	109 197.69
AUGUST					
04.08.2005	400 / 04.02.2004			2 062.90	2 062.90
04.08.2005	501 / 04.02.2004			171.98	171.98
05.08.2005	401 / 05.02.2003			3 059.02	3 059.02
05.08.2005	802 / 05.02.2003			24.01	24.01
06.08.2005	815 / 06.08.2003			16.12	16.12
11.08.2005	401 / 11.02.2004			1 884.38	1 884.38
18.08.2005	301 / 18.02.2004			924.79	924.79

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
19.08.2005	803 / 19.02.2003			19.01	19.01
20.08.2005	816 / 20.08.2003			13.02	13.02
25.08.2005	506 / 25.08.2004			7.25	7.25
August, total				8 182.49	8 182.49
SEPTEMBER					
03.09.2005	817 / 03.09.2003			19.03	19.03
04.09.2005	502 / 04.03.2004			179.69	179.69
05.09.2005	804 / 05.03.2003			26.15	26.15
11.09.2005	304 / 11.09.2002	49 783.30	216.71	1 512.33	51 512.33
17.09.2005	818 / 17.09.2003			12.59	12.59
19.09.2005	805 / 19.03.2003			15.19	15.19
23.09.2005	507 / 23.09.2004			18.91	18.91
September, total		49 783.30	216.71	1 783.89	51 783.89
OCTOBER					
01.10.2005	98 / 01.10.1993	430.63		79.87	510.50
01.10.2005	819 / 01.10.2003			19.92	19.92
02.10.2005	806 / 02.04.2003			13.57	13.57
05.10.2005	309 / 11.10.2000	28 065.63	210.26	1 268.93	29 544.82
11.10.2005	404 / 12.11.2003			5 001.03	5 001.03
15.10.2005	820 / 15.10.2003			17.48	17.48
16.10.2005	807 / 16.04.2003			17.30	17.30
17.10.2005	402 / 17.04.2002			3 193.22	3 193.22
20.10.2005	508 / 20.10.2004			9.29	9.29
24.10.2005	307 / 24.10.2001			2 105.75	2 105.75
25.10.2005	303 / 25.04.2001			1 724.83	1 724.83
29.10.2005	821 / 29.10.2003			15.73	15.73
30.10.2005	808 / 30.04.2003			13.40	13.40
31.10.2005	400 / 31.10.2001			1 134.25	1 134.25
October, total		28 496.25	210.26	14 614.56	43 321.08
NOVEMBER					
12.11.2005	822 / 12.11.2003			244.89	244.89
14.11.2005	809 / 14.05.2003			14.01	14.01
17.11.2005	509 / 17.11.2004			16.10	16.10
18.11.2005	301 / 18.02.2004			924.79	924.79
20.11.2005	401 / 20.02.2002			3 175.89	3 175.89
26.11.2005	823 / 26.11.2003			87.45	87.45
28.11.2005	810 / 28.05.2003			15.48	15.48
November, total				4 478.62	4 478.62

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
DECEMBER					
01.12.2005	96 / 01.12.1993	46.20		23.22	69.43
02.12.2005	503 / 02.06.2004			8.31	8.31
10.12.2005	824 / 10.12.2003			207.93	207.93
11.12.2005	811 / 11.06.2003			10.95	10.95
15.12.2005	112 / 15.12.2004	19 436.34	563.66		20 000.00
15.12.2005	510 / 15.12.2004			21.70	21.70
25.12.2005	812 / 25.06.2003			21.61	21.61
30.12.2005	504 / 30.06.2004			4.68	4.68
December, total		19 482.54	563.66	298.40	20 344.61
Total for 2005		310 288.58	2 680.53	139 103.16	452 072.27

Notes:

1. Calculations based on provisions of the 2005 State Budget Law.
2. Payments on the 2005 issues excluded from the calendar.

Issuing Policy of the Ministry of Finance for 2005

In 2005 the Ministry of Finance will continue to pursue a flexible and adequate issuing policy meeting the specific needs of debt instrument market and complying with its changing conditions.

The Ministry of Finance has announced only a general framework of scheduled debt issues in 2005; a particular monthly calendar will be provided no later than 30 days in advance.

The issuing policy of the Ministry of Finance for 2005 will be based on:

1. the planned deficit in the draft of the 2005 State Budget Law;
2. the need of government securities market maintenance by ensuring sufficient types of securities to build a benchmark curve and issue volumes guaranteeing normal market functioning;
3. the need of intervention in case of worsened external balance of Bulgaria.

In the draft of the 2005 State Budget Law projected deficit amounts to 0.5 percent of GDP, or BGN 170.5 million. Planned privatization revenue comes to BGN 180 million and it will be sufficient to finance it.

Maturing domestic debt in 2005 will total BGN 310 million.

In compliance with the Government Debt Management Strategy and following the existing practice, the Ministry of Finance will act as a preferential borrower on the domestic market. The general framework envisages a government securities issue on an auction principle with a nominal value which will cover the minimum of maturing government securities. The plans of the Ministry of Finance for 2005 include ten- and five-/three-year government securities issues amounting to minimum BGN 150 million. The remaining amount of the fifteen-year issue in euro will be sold in 2005. As regards short-term government securities, the Ministry of Finance will continue issuing the three-month bills. Depending on the market conditions, and where necessary, other government securities may be issued within a year or a longer period.

Auction Calendar of Government Securities Issues for January 2005

Auction date	Issue date	Maturity date	Issue term	Scheduled volume (BGN)	Total nominal value (BGN)
03.01.2005*	12.11.2003	11.10.2018	15 years	15 000 000 EUR	
			lev equivalent	29 337 450	
10.01.2005*	12.01.2005	12.01.2015	10 years	50 000 000	
24.01.2005	26.01.2005	26.04.2005	3 months	20 000 000	20 000 000
TOTAL, incl.:				99 337 450	
bills				20 000 000	
bonds				79 337 450	

* Tap issue.

Note: The Ministry of Finance is entitled to make relevant adjustments in the calendar where necessary.

By end-November 2004 domestic debt totaled BGN 2,627,356.5 thousand in nominal terms. The share of budget deficit financing government securities was 81.9% (BGN 2,151,576.6 thousand) in overall debt and that of government securities issued for structural reform, 18.1% (BGN 475,779.9 thousand) (Chart 13).

Between January and November 2004 issued government securities accounted for BGN 621,493.4 thousand; of this, BGN 22,364.4 thousand were directly sold to individuals. Repaid government securities accounted for BGN 189,412.7 thousand, including BGN 170,170 thousand on short-term treasury bills. As a result of newly issued volumes, the share of seven- and ten-year government securities in the maturity structure of government securities issued for budget deficit financing increased to 29.8% and 12.3% respectively at the expense of all other types of government securities whose shares decreased in November (Chart 14). The average-weighted maturity of government securities issued for budget deficit financing reached six years and five months. By end-November government securities issued for structural reform decreased to BGN 475,779.9 thousand. In the review period USD-denominated ZUNK bonds amounting to USD 123 thousand were used for repayment of obligations to the state under ZUNK and USD 10 thousand were paid for privatization transactions under ZUNK.

In November the forex structure of debt experienced slight changes owing both to government securities issues and effected repayments (Chart 15). The shares of government securities in euro and US dollars decreased to 22.3% and 8.4% respectively, while government securities in levs rose to 69.3%. Debt maturity structure also experienced some changes. Short-term and medium-term government securities decreased to 2.1% and 39% respectively at the expense of long-term securities which rose to 58.9% (Chart 16). Government securities with fixed interest coupons comprised 78.1% and government securities with floating interest coupons, 21.9%.

Since early 2004 repaid interest and discounts on government securities issued in the domestic market have totaled BGN 129,198.9 thousand. Interest and discounts on government securities for budget deficit financing came to BGN 119,747.3 thousand, or 92.7% of the total amount (Chart 19). Interest expenditure on seven-year government bonds occupied the largest share, 34.1%, due to the higher volume of these issues, followed by interest payments on five-year bonds, 32.8% (Chart 18).

Domestic Debt

(thousand BGN/thousand EUR/thousand USD)

Structure	Amount as of 31 Dec. 2003	Change in 2004		Amount as of 30 Nov. 2004
		increase	decrease	
I. DEBT ON GOVERNMENT SECURITIES ISSUED FOR BUDGET DEFICIT FINANCING				
1. Government securities issued in 1999	3 190.0	-	3 190.0	-
5-year	3 190.0		3 190.0	-
2. Government securities issued in 2000	28 275.9	-	-	28 275.9
5-year	28 275.9			28 275.9
3. Government securities issued in 2001	221 328.9	-	-	221 328.9
3.1. Medium-term	191 328.9	-	-	191 328.9
5-year	191 328.9			191 328.9
3.2. Long-term	30 000.0	-	-	30 000.0
7-year	30 000.0			30 000.0
4. Government securities issued in 2002	688 728.7	-	13 511.4	675 217.2
4.1. Medium-term	363 808.7	-	13 511.4	350 297.2
2-year	14 058.7		13 511.4	547.2
3-year	175 000.0			175 000.0
5-year	174 750.0			174 750.0
4.2. Long-term	324 920.0	-	-	324 920.0
7-year	240 000.0			240 000.0
10-year	84 920.0			84 920.0
5. Government securities issued in 2003	777 972.5	127 129.0	75 760.3	829 341.2
5.1. Short-term	74 170.0	-	74 170.0	-
3-month	34 170.0		34 170.0	-
12-month	40 000.0		40 000.0	-
5.2. Medium-term	254 323.8	-	1 590.3	252 733.5
3-year	79 323.8		1 590.3	77 733.5
5-year	175 000.0			175 000.0
5.3. Long-term	449 478.8	127 129.0	-	576 607.7
7-year	310 362.2			310 362.2
EUR-denominated (lev equivalent)	205 362.2			205 362.2
10-year	100 000.0			100 000.0
15-year	39 116.6	127 129.0		166 245.6
EUR-denominated (lev equivalent)	39 116.6	127 129.0		166 245.6
6. Government securities issued in 2004	-	494 364.4	96 951.0	397 413.4
6.1. Short-term	-	152 000.0	96 000.0	56 000.0
3-month		132 000.0	96 000.0	36 000.0
12-month		20 000.0	-	20 000.0
6.2. Medium-term	-	202 364.4	951.0	201 413.4
3-year		112 861.1	656.0	112 205.2
5-year		89 503.3	295.1	89 208.2
EUR-denominated (lev equivalent)		9 503.3	295.1	9 208.2
6.3. Long-term	-	140 000.0	-	140 000.0
7-year		60 000.0		60 000.0
10-year		80 000.0		80 000.0
TOTAL (I)	1 719 496.0	621 493.4	189 412.7	2 151 576.6

(continued)

(continued)

(thousand BGN/thousand EUR/thousand USD)

Structure	Amount as of 31 Dec. 2003	Change in 2004		Amount as of 30 Nov. 2004
		increase	decrease	
II. DEBT ON GOVERNMENT SECURITIES ISSUED FOR STRUCTURAL REFORM				
A1. Long-term government bonds issued pursuant to CM Decree No. 244 of 1991	2 201.4		275.2	1 926.2
A2. Long-term government bonds issued pursuant to CM Decree No. 234 of 1992	1 780.6		127.2	1 653.4
A3. Long-term government bonds issued pursuant to Articles 4 and 5 of ZUNK of 1993				
in BGN	6 459.4		430.6	6 028.8
denominated in USD	164 578.8		15 062.7	149 516.2
lev equivalent	254 860.2			219 953.3
denominated in EUR	134 433.1	571.0	9 469.1	125 535.1
lev equivalent	262 928.4			245 525.3
A4. Long-term government bonds issued pursuant to CM Decree No. 3 of 1994	693.1			693.1
TOTAL (A)	528 923.0			475 779.9
B. Government securities in BGN issued pursuant to Articles 8 and 9 of LSPDACB of 1996	8 280.7			-
Government securities issued in 1997	8 280.7		8 280.7	-
TOTAL (B)	8 280.7			-
TOTAL (II)	537 203.7			475 779.9
GOVERNMENT DEBT, TOTAL	2 256 699.6			2 627 356.5
III. DOMESTIC GOVERNMENT GUARANTEES				
DOMESTIC DEBT, TOTAL	2 256 699.6			2 627 356.5

Notes:

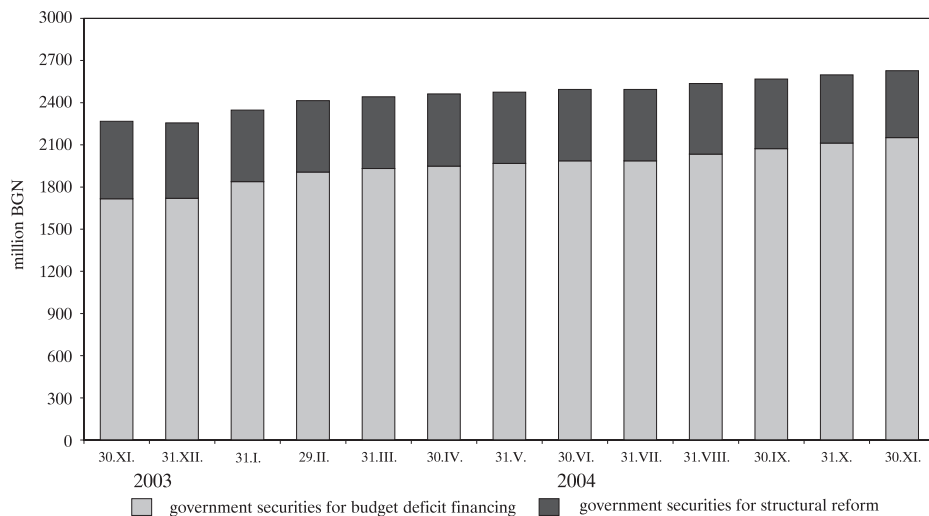
As of 1 April 2004 statistical reporting of total government, government guaranteed and consolidated debts has changed. The practice adopted as of January 2003 of reporting bond obligations at acquisition value has been discontinued. After the change securities included in domestic and foreign debt are reported at nominal value.

The IMF extends its tranches to the central bank which then on-lends them to the government under Article 45 of the Law on the BNB. So far, the credits extended by the BNB to the MF are reported as domestic government debt to the BNB, on the one hand, and foreign debt of the BNB to the IMF, on the other hand.

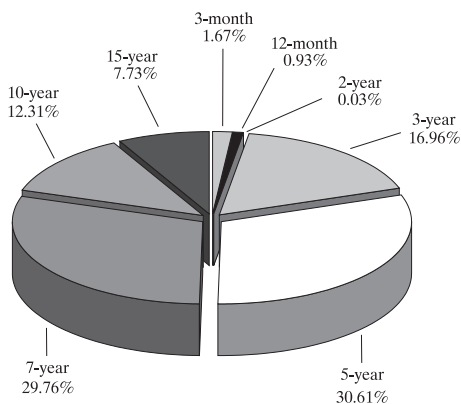
In the *Government Debt Management* bulletin, debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure in order to avoid any mistakes in using debt information.

Debt recalculation in US dollars and euro is based on BNB exchange rate of the relevant currency against the lev for the last business day of the respective period.

Changes in Domestic Government Debt

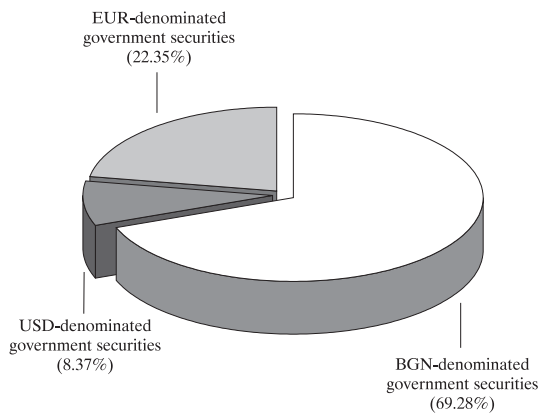


Outstanding Government Securities Issued for Budget Deficit Financing as of 30 November

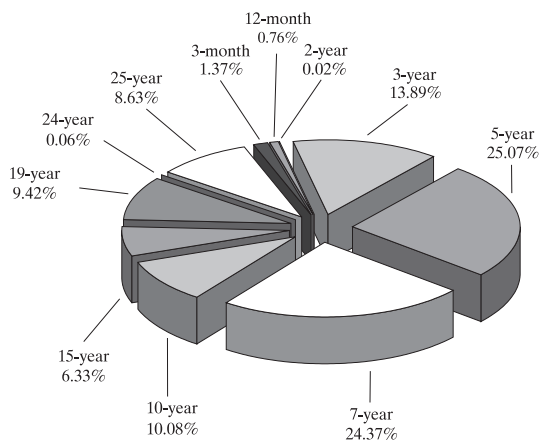


Note: The average-weighted maturity of government securities issued for budget deficit financing is six years and five months.

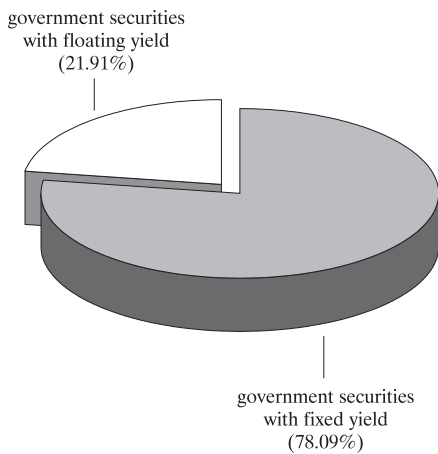
Forex Composition of Outstanding Government Securities as of 30 November



Maturity Structure of Outstanding Government Securities as of 30 November



Shares of Outstanding Government Securities with Fixed and Floating Yield as of 30 November



Expenditure on Domestic Debt between 1 January and 30 November 2004

(thousand BGN)

Structure	Amount of repaid interest (discount)
I. DEBT ON GOVERNMENT SECURITIES ISSUED FOR BUDGET DEFICIT FINANCING	
1. Government securities issued in 1999	673.4
1.1. Medium-term	673.4
5-year	673.4
2. Government securities issued in 2000	2 537.9
2.1. Medium-term	2 537.9
5-year	2 537.9
3. Government securities issued in 2001	16 647.8
3.1. Medium-term*	16 647.8
5-year	14 397.8
7-year	2 250.0
4. Government securities issued in 2002	46 664.1
4.1. Medium-term*	23 069.5
2-year	685.0
3-year	10 567.0
5-year	11 817.4
4.2. Long-term	23 594.7
7-year	17 216.9
10-year	6 377.7
5. Government securities issued in 2003	49 201.4
5.1. Short-term	1 907.8
3-month	231.0
12-month	1 676.8
5.2. Medium-term	13 139.3
3-year	4 164.8
5-year	8 974.6
5.3. Long-term	34 154.2
7-year	20 864.9
10-year	11 617.5
15-year	1 671.8
EUR-denominated (lev equivalent)	1 671.8
6. Government securities issued in 2004	4 022.7
6.1. Short-term	640.2
3-month	640.2
6.2. Medium-term	2 515.3
3-year	1 662.9
5-year	852.5
6.3. Long-term	867.1
7-year	508.8
10-year	358.3
TOTAL (I)	119 747.3
II. DEBT ON GOVERNMENT SECURITIES ISSUED AS A RESULT OF STRUCTURAL REFORM	
A. Debt on government securities issued to settle nonperforming credits of state-owned companies to banks	
1. Bonds issued pursuant to CM Decree No. 244 of 1991	76.0
2. Bonds issued pursuant to CM Decree No. 186 of 1992	47.9

(continued)

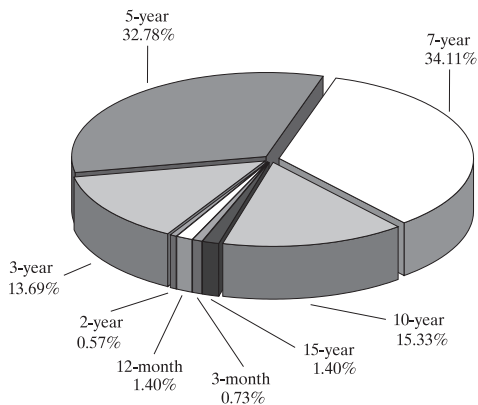
(continued)

(thousand BGN)

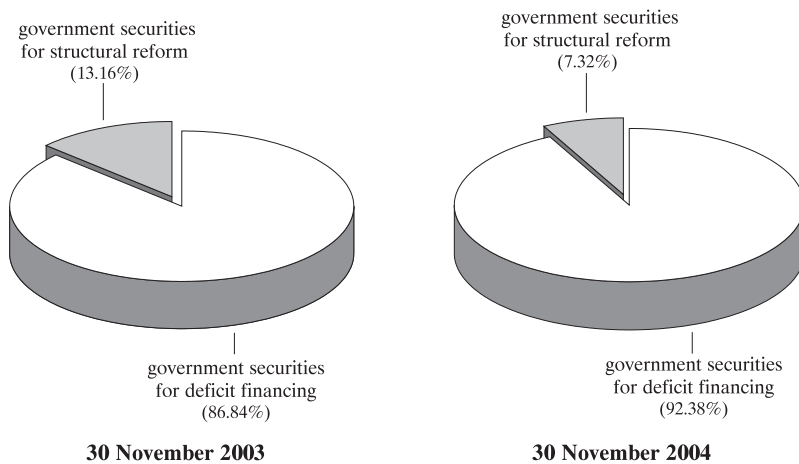
Structure	Amount of repaid interest (discount)
3. Bonds issued pursuant to Articles 4 and 5 of ZUNK of 1993	9 107.1
lev bonds	169.9
USD-denominated bonds (in BGN at the current exchange rate)	3 067.9
EUR-denominated bonds (in BGN at the fixed exchange rate)	5 869.3
4. Bonds issued pursuant to CM Decree No. 3 of 1994	0.0
Total (A)	9 231.1
B. Debt on government securities issued pursuant to Articles 8 and 9 of LSPDACB of 1996	220.6
Total (B)	220.6
TOTAL (II)	9 451.6
EXPENDITURE ON GOVERNMENT DEBT, TOTAL	129 198.9

* Including interest revenue from tap medium-term government securities issues.

Structure of Expenditure on Government Securities Issued for Budget Deficit Financing



Structure of Expenditure on Domestic Debt



By end-November foreign debt totaled EUR 6,672.7 million in nominal terms. Government debt accounted for EUR 6,232.4 million and government guaranteed debt amounted to EUR 440.3 million.

In November new foreign financing amounted to BGN 14,651.5 thousand. Debt payments totaled BGN 49,328.8 thousand, including principal repayments of BGN 29,168 thousand and interest payments of BGN 20,160.8 thousand. The bulk of payments, worth BGN 26,447.9 thousand, were made to the IMF, followed by those on government investment loans, worth BGN 1,343.7 thousand. Interest was repaid mainly to the IMF, BGN 14,440.6 thousand, on government guaranteed loans, BGN 3,262.9 thousand, and on government investment loans, BGN 1,744.8 thousand. By end-November net foreign financing was negative (BGN -14,516.5 thousand).

Since early 2004 loans drawn have totaled BGN 769,725.4 thousand, including BGN 241,564.6 thousand from the World Bank, BGN 233,822.6 thousand on government guaranteed loans, BGN 173,173.6 thousand on government investment loans and BGN 121,164.7 thousand from the IMF. Since January 2004 debt payments have totaled BGN 2,413,517.6 thousand, including repayments of BGN 1,884,717.1 thousand. The largest amounts were repaid on the principal of Brady bonds (BGN 1,286,253.4 thousand), to the IMF (BGN 178,304.5 thousand), on government guaranteed loans (BGN 132,484.6 thousand), to the Paris Club (BGN 84,056.7 thousand), to the World Bank (BGN 66,779.4 thousand) and on government investment loans (BGN 75,247.9 thousand).

Payments effected in the review period led to certain changes in debt forex structure. By end-November EUR-denominated debt rose on the previous month, reaching 43.7%, while the proportions of debt in US dollars and other currencies decreased to 39.9% and 16.4% respectively. Debt interest rate structure also changed. The debt with floating interest coupons decreased to 59.1% while debt with fixed interest coupons reached 40.9%. The average-weighted residual term to maturity of the foreign debt was eight years and eight months.

The structure of foreign debt by type of creditor was as follows: debt on other bonds (global bonds and eurobonds) accounting for 30.6%, on Brady bonds 17.9%, and to the IMF 13.4%. Obligations to the World Bank comprised 14.2%, on government guaranteed loans 6.6%, to the European Union 5.2%, and to the Paris Club 2.6%.

Foreign Debt

(million EUR)

Structure	as of 31.XII.	2004				
	2003	as of 31.03.	as of 30.06.	as of 30.09.	as of 31.10.	as of 30.11.
Government debt	6 961.1	7 083.9	7 064.8	6 450.3	6 373.4	6 232.4
I. Bonds	3 981.6	4 036.2	4 052.9	3 387.2	3 327.9	3 233.8
1. Brady bonds	1 890.1	1 911.3	1 922.2	1 277.8	1 244.9	1 192.7
2. Other bonds	2 091.4	2 124.9	2 130.8	2 109.4	2 083.0	2 041.1
II. Credits	2 979.5	3 047.7	3 011.9	3 063.1	3 045.5	2 998.6
1. Paris Club	218.9	198.2	197.8	176.3	176.3	176.3
2. World Bank	870.0	891.7	880.5	962.5	958.0	947.6
2.1. World Bank	769.7	788.7	783.0	871.9*	866.0*	856.6
2.2. JBIC (JEXIM)	100.3	103.0	97.4	90.6	92.0	91.0
3. G24	42.0	36.3	36.4	36.1	35.7	35.0
4. European Union	350.0	350.0	350.0	350.0	350.0	350.0
5. IMF	940.2	1 015.0	978.7	940.2	925.6	895.3
6. Other	125.2	125.2	125.2	125.2	125.2	125.2
7. Government investment loans	383.0	382.3	394.1	426.2	428.7	424.7
7.1. World Bank	83.1	86.6	91.4	100.9	101.8*	104.2
7.2. European Investment Bank	193.5	187.5	195.5	220.9	220.1	215.9
7.3. EBRD	31.8	28.9	28.6	24.7	24.2	23.1
7.4. Other	74.6	79.2	78.7	79.7	82.6	81.4
8. Called government guarantees	50.2	49.0	49.1	46.5	46.0	44.4
8.1. World Bank	41.0	39.7	39.7	37.6	37.2	36.7
8.2. European Investment Bank	1.8	1.7	1.7	1.5	1.4	1.4
8.3. Other	7.4	7.6	7.7	7.5	7.3	6.3
Government guaranteed debt	394.9	447.1	453.1	444.1	442.2	440.3
1. World Bank	109.2	111.4	111.3	97.8	98.9	98.4
2. European Investment Bank	44.5	41.6	41.3	9.5	9.5	9.5
3. EBRD	39.5	41.2	40.5	37.4	35.8*	36.9
4. Other	201.7	252.9	259.9	299.3	298.0	295.5
FOREIGN DEBT, TOTAL	7 356.0	7 531.0	7 517.9	6 894.4	6 815.7	6 672.7
FOREIGN DEBT, TOTAL	9 290.6	9 205.9	9 138.0	8 555.3	8 681.1	8 871.4
(million USD)						

Notes:

1. As of 1 April 2004 statistical reporting of total government, government guaranteed and consolidated debts has changed. The practice adopted as of January 2003 of reporting bond obligations at acquisition value has been discontinued. After the change securities included in domestic and foreign debt are reported at nominal value.
2. Credits in the *Government investment loans* and *Government guaranteed debt* groups have been rearranged according to the provisions of the Law on the Government Debt (published in the State Gazette, issue 93 of 1 October 2002).
3. The IMF extends its tranches to the central bank which then on-lends them to the government under Article 45 of the Law on the BNB. So far, the credits extended to the MF by the BNB are reported as domestic government debt to the BNB, on the one hand, and foreign debt of the BNB to the IMF, on the other hand. In the *Government Debt Management* bulletin, debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure in order to avoid any mistakes in using debt information.
4. Debt recalculation in US dollars and in euro is based on BNB exchange rates of the relevant currencies against the Bulgarian lev valid for the last business day of the period.
5. Preliminary data for November 2004.

* Revised data.

New Foreign Financing and Foreign Debt Payments as of 30 November

(thousand BGN)

Structure	Received credits (tranches)	Payments, incl.	
		installments	interest
Government debt	535 902.8	1 712 232.5	540 801.5
I. Bonds	-	1 286 253.4	396 230.5
1. Brady bonds	-	1 286 253.4	74 973.7
2. Other bonds	-	-	321 256.7
II. Credits	535 902.8	425 979.1	144 571.1
1. Paris Club	-	84 056.7	14 588.2
2. World Bank	241 564.6	66 779.4	34 988.5
2.1. World Bank	241 564.6	50 605.8	31 767.0
2.2. JBIC (JEXIM)	-	16 173.6	3 221.5
3. G24	-	12 167.2	1 356.4
4. European Union	-	-	10 700.0
5. IMF	121 164.7	178 304.5	49 011.7
6. Other	-	-	1 684.5
7. Government investment loans	173 173.6	75 247.9	29 448.8
7.1. World Bank	44 735.6	3 109.9	2 722.2
7.2. European Investment Bank	103 659.0	51 060.9	21 125.7
7.3. EBRD	-	15 438.2	2 432.0
7.4. Other	24 779.0	5 638.9	3 168.8
8. Called government guarantees	-	9 423.5	2 792.9
8.1. World Bank	-	7 341.1	2 144.4
8.2. European Investment Bank	-	705.9	235.6
8.3. Other	-	1 376.4	412.9
Government guaranteed debt	233 822.6	132 484.6	27 998.9
1. World Bank	25 925.3	42 237.6	7 251.0
2. European Investment Bank	-	68 440.3	4 303.9
3. EBRD	15 884.1	19 033.1	1 593.9
4. Other	192 013.2	2 773.7	14 850.1
TOTAL	769 725.4	1 844 717.1	568 800.4

Notes:

1. Values in lev's of the new foreign financing and payments effected are calculated on the basis of BNB central exchange rates of the respective foreign currencies against the Bulgarian lev valid until 4.00 p.m. on the day of corresponding payment.
2. Preliminary data.

Payments on Foreign Debt in 2005

(thousand BGN)

Structure	January		February		March		April	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	148 581.8	255 988.9	138 297.6	63 626.2	54 323.1	15 875.1	25 937.9	4 589.9
I. Bonds	121 407.7	249 546.1	-	35 449.4	-	-	-	-
1. Brady bonds	121 407.7	37 896.6	-	-	-	-	-	-
2. Other bonds	-	211 649.5	-	35 449.4	-	-	-	-
II. Credits	27 174.0	6 442.8	138 297.6	28 176.8	54 323.1	15 875.1	25 937.9	4 589.9
1. Paris Club	-	-	-	-	12 314.3	5 861.6	-	-
2. World Bank	-	-	28 470.7	5 272.9	785.8	4 304.8	-	2 992.2
2.1. World Bank	-	-	19 346.0	4 640.1	785.8	4 304.8	-	2 992.2
2.2. JBIC (JEXIM)	-	-	9 124.7	632.8	-	-	-	-
3. G24	-	-	-	141.4	-	-	-	310.7
4. European Union	-	-	61 119.7	2 563.2	-	-	-	-
5. IMF	8 229.9	-	29 395.5	17 412.6	33 109.5	1 270.9	-	-
6. Other	-	-	-	-	-	-	19 266.4	-
7. Government investment loans	17 620.7	6 208.2	5 256.4	1 828.9	8 113.6	4 437.8	6 671.5	1 287.0
7.1. World Bank	-	-	-	-	1 035.9	548.5	-	-
7.2. European Investment Bank	10 421.3	3 324.9	2 603.6	1 553.2	7 077.7	3 830.5	6 671.5	1 043.5
7.3. EBRD	7 199.4	969.8	-	-	-	-	-	-
7.4. Other	-	1 913.5	2 652.8	275.7	-	58.8	-	243.5
8. Called government guarantees	1 323.5	234.6	2 992.2	957.9	-	-	-	-
8.1. World Bank	938.9	126.4	2 992.2	957.9	-	-	-	-
8.2. European Investment Bank	384.6	108.2	-	-	-	-	-	-
8.3. Other	-	-	-	-	-	-	-	-
Government guaranteed debt	-	1 273.2	5 173.3	2 387.3	214.5	1 435.5	3 926.2	1 072.1
1. World Bank	-	-	5 173.3	1 420.8	-	-	-	80.0
2. European Investment Bank	-	-	-	-	-	99.0	-	-
3. EBRD	-	-	-	330.1	-	170.4	2 726.7	689.3
4. Other	-	1 273.2	-	636.4	214.5	1 166.1	1 199.5	302.8
TOTAL	148 581.8	257 262.1	143 470.9	66 013.6	54 537.6	17 310.6	29 864.1	5 662.0

Note: Values in BGN of payments are calculated on the basis of BNB central exchange rates of the respective foreign currencies against the Bulgarian lev as of 2 December 2004.

(continued)

(thousand BGN)

Structure	May		June		July		August	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	61 157.3	20 042.9	66 938.0	35 538.0	156 829.0	137 542.8	75 200.0	29 607.9
I. Bonds	-	-	-	-	121 407.7	131 241.6	-	-
1. Brady bonds	-	-	-	-	121 407.7	42 144.2	-	-
2. Other bonds	-	-	-	-	-	89 097.4	-	-
II. Credits	61 157.3	20 042.9	66 938.0	35 538.0	35 421.3	6 301.2	75 200.0	29 607.9
1. Paris Club	-	-	-	-	-	-	-	-
2. World Bank	-	-	32 614.2	19 490.1	-	-	29 218.7	6 180.4
2.1. World Bank	-	-	26 182.6	17 205.7	-	-	20 094.0	5 766.2
2.2. JBC (JEXIM)	-	-	6 431.6	2 284.4	-	-	9 124.7	414.2
3. G24	-	-	-	429.7	-	-	-	-
4. European Union	-	-	-	3 847.6	-	-	-	1 959.0
5. IMF	59 698.3	18 059.7	33 109.5	-	16 459.8	-	37 625.3	18 324.3
6. Other	-	-	-	1 873.9	-	-	-	-
7. Government investment loans	1 459.0	1 983.3	1 214.4	4 278.2	17 620.7	6 068.9	5 256.4	2 070.1
7.1. World Bank	-	-	1 214.4	2 755.7	-	-	-	-
7.2. European Investment Bank	535.7	1 707.3	-	1 139.1	10 421.3	2 974.6	2 603.6	1 601.2
7.3. EBRD	923.2	136.1	-	-	7 199.4	740.5	-	-
7.4. Other	-	139.9	-	383.4	-	2 353.7	2 652.8	468.9
8. Called government guarantees	-	-	-	5 618.6	1 340.8	232.3	3 099.5	1 074.1
8.1. World Bank	-	-	-	3 690.9	956.3	137.7	3 099.5	1 074.1
8.2. European Investment Bank	-	-	-	101.2	384.6	94.6	-	-
8.3. Other	-	-	-	1 826.4	-	-	-	-
Government guaranteed debt	2 976.1	8 530.2	8 254.0	-	-	1 974.9	5 372.2	2 824.1
1. World Bank	-	-	3 690.1	-	-	-	5 372.2	1 291.8
2. European Investment Bank	-	-	1 068.0	-	-	-	-	-
3. EBRD	-	-	-	-	-	-	-	538.2
4. Other	2 976.1	8 530.2	3 496.0	-	-	1 974.9	-	994.2
TOTAL	64 133.4	28 573.1	75 192.0	35 538.0	156 829.0	139 517.7	80 572.1	32 432.0

Note: Values in BGN of payments are calculated on the basis of BNB central exchange rates of the respective foreign currencies against the Bulgarian lev as of 2 December 2004.

(continued)

(thousand BGN)

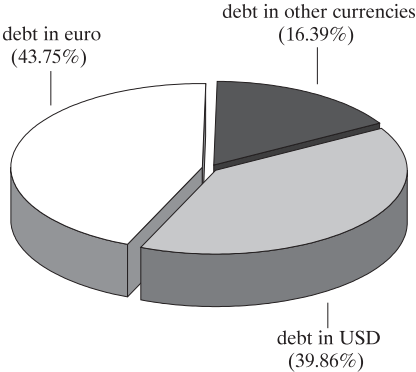
Structure	September		October		November		December	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	77 829.9	19 481.0	42 397.7	5 487.4	70 972.0	20 714.2	171 301.6	35 849.9
I. Bonds	-	-	-	-	-	-	-	-
1. Brady bonds	-	-	-	-	-	-	-	-
2. Other bonds	-	-	-	-	-	-	-	-
II. Credits	77 829.9	19 481.0	42 397.7	5 487.4	70 972.0	20 714.2	171 301.6	35 849.9
1. Paris Club	12 314.3	5 652.3	-	-	-	-	-	-
2. World Bank	785.8	6 605.4	-	3 574.0	-	-	33 338.7	20 951.9
2.1. World Bank	785.8	6 605.4	-	3 574.0	-	-	26 836.0	18 726.3
2.2. JBIC (JEXIM)	-	-	-	-	-	-	6 502.7	2 225.6
3. G24	-	-	-	519.3	-	-	-	691.3
4. European Union	-	2 159.2	-	-	-	-	61 119.7	4 583.7
5. IMF	55 182.4	-	35 726.1	-	67 928.2	17 247.3	55 190.9	-
6. Other	-	-	-	-	-	-	12 355.7	2 606.5
7. Government investment loans	9 547.4	5 064.1	6 671.5	1 394.1	1 459.0	3 039.1	9 296.7	7 016.4
7.1. World Bank	1 068.2	674.6	-	-	-	-	5 179.2	3 546.6
7.2. European Investment Bank	7 077.7	4 320.8	6 671.5	987.6	535.7	2 711.6	4 117.5	2 815.7
7.3. EBRD	-	-	-	-	923.2	181.7	-	-
7.4. Other	1 401.5	68.7	-	406.5	-	145.8	-	654.1
8. Called government guarantees	-	-	-	-	1 584.8	427.9	-	-
8.1. World Bank	-	-	-	-	-	-	-	-
8.2. European Investment Bank	-	-	-	-	-	-	-	-
8.3. Other	-	-	-	-	1 584.8	427.9	-	-
Government guaranteed debt	4 233.7	3 654.4	3 926.2	1 107.0	5 773.8	4 408.7	8 387.0	7 624.1
1. World Bank	-	-	-	120.1	-	-	3 823.0	3 790.7
2. European Investment Bank	-	95.2	-	-	-	-	1 068.0	94.2
3. EBRD	4 019.2	371.9	2 726.7	716.7	-	-	-	-
4. Other	214.5	3 187.3	1 199.5	270.2	5 773.8	4 408.7	3 496.0	3 739.3
TOTAL	82 063.6	23 135.4	46 323.9	6 594.4	76 745.8	25 123.0	179 688.6	43 474.0

Note: Values in BGN of payments are calculated on the basis of BNB central exchange rates of the respective foreign currencies against the Bulgarian lev as of 2 December 2004.

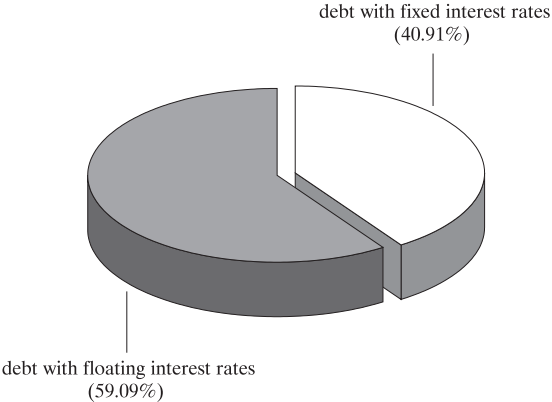
	Structure	Total		Total for the year
		principal	interest	
				(thousand BGN)
Government debt		1 089 766.0	644 344.4	1 734 110.3
I. Bonds		242 815.5	416 237.1	659 052.6
1. Brady bonds		242 815.5	80 040.8	322 856.3
2. Other bonds		-	336 196.3	336 196.3
II. Credits		846 950.5	228 107.3	1 075 057.8
1. Paris Club		24 628.6	11 513.9	36 142.4
2. World Bank		125 213.9	69 371.8	194 585.6
2.1. World Bank		94 030.2	63 814.8	157 845.0
2.2. JBIC (JEXIM)		31 183.6	5 557.0	36 740.6
3. G24		11 063.2	2 092.4	13 155.6
4. European Union		122 239.4	16 383.6	138 623.0
5. IMF		450 921.7	71 043.9	521 965.5
6. Other		12 355.7	4 480.5	16 836.2
7. Government investment loans		90 187.2	44 675.9	134 863.2
7.1. World Bank		8 497.7	7 525.4	16 023.1
7.2. European Investment Bank		58 737.2	28 009.9	86 747.2
7.3. EBRD		16 245.2	2 028.0	18 273.3
7.4. Other		6 707.0	7 112.6	13 819.6
8. Called government guarantees		10 340.9	8 545.4	18 886.3
8.1. World Bank		7 986.9	5 987.1	13 974.0
8.2. European Investment Bank		769.1	304.0	1 073.2
8.3. Other		1 584.8	2 254.3	3 839.2
Government guaranteed debt		48 237.0	36 291.6	84 528.6
1. World Bank		18 058.5	6 703.4	24 761.9
2. European Investment Bank		2 136.0	288.4	2 424.4
3. EBRD		9 472.7	2 816.6	12 289.3
4. Other		18 569.7	26 483.2	45 053.0
TOTAL		1 138 002.9	680 636.0	1 818 638.9

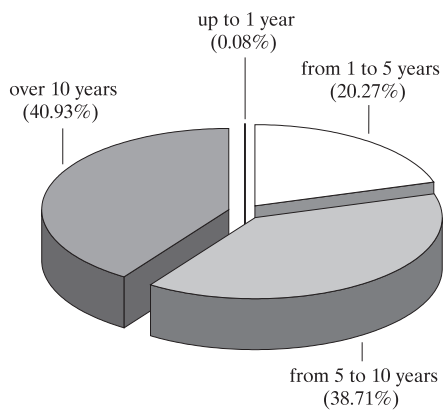
Note: Values in BGN of payments are calculated on the basis of BNB central exchange rates of the respective foreign currencies against the Bulgarian lev as of 2 December 2004.

Forex Composition of the Foreign Debt as of 30 November



Interest Rate Structure of the Foreign Debt as of 30 November



Residual Term to Maturity of the Foreign Debt as of 30 November

Note: The average-weighted residual term to maturity of the foreign debt is eight years and eight months.

By end-November government and government guaranteed debt totaled EUR 8,016 million, including domestic debt of EUR 1,343.3 million and foreign debt of EUR 6,672.7 million. The decrease in nominal terms was EUR 127.8 million on the previous month due mainly to the effected repayments and exchange rate fluctuations in the review period.

By end-November the debt to GDP ratio was 41.3%, a decrease of 0.6 percentage points on the October 2004 level. The values of the domestic and the foreign debts accounted for 6.9% and 34.4% respectively.

Domestic debt occupied 16.8% in debt structure and foreign debt 83.2% (Chart 23).

By end-November the share of USD-denominated debt comprised 34.6%, EUR-denominated debt 40.2%, BGN-denominated debt 11.6% and that denominated in other currencies 13.6% (Chart 24).

In the structure of foreign debt by type of creditor other bonds (global bonds and eurobonds) occupied the largest share, totaling 25.5%, followed by domestic debt (government securities), 16.8%, and Brady bonds, 14.9%. Obligations to the World Bank comprised 11.8% and to the IMF, 11.2% (Chart 25).

By end-November debt interest rate structure experienced some changes: the debt with fixed interest increased to 47.1% and that with floating interest comprised 52.9% (Chart 26).

Since early 2004 payments effected on government and government guaranteed debt have totaled BGN 2,770,5 million, including domestic debt payments of BGN 357 million and foreign debt payments of BGN 2,413.5 million (Chart 27). In November payments to the IMF and on government investment loans made up the largest share. The bulk of domestic debt payments were made on government securities issued for budget deficit financing.

Between January and November 2004 the forex composition of debt payments suggests that payments in US dollars accounted for the biggest share (recalculated in levs: BGN 1,625.6 million), followed by payments in euro (BGN 508.9 million) and in levs (BGN 357 million, Chart 28).

Government and Government Guaranteed Debt

(million EUR)

Structure	as of 31.XII. 2003	2004				
		as of 31.03.	as of 30.06.	as of 30.09.	as of 31.10.	as of 30.11.
Domestic debt	1 153.8	1 248.7	1 275.4	1 313.4	1 328.2	1 343.3
I. Government debt	1 153.8	1 248.7	1 275.4	1 313.4	1 328.2	1 343.3
1. Government securities issued for budget deficit financing	879.2	987.5	1 015.9	1 059.7	1 079.9	1 100.1
2. Government securities issued for structural reform	274.7	261.2	259.5	253.7	248.3	243.3
II. Government guaranteed debt	-	-	-	-	-	-
Foreign debt	7 356.0	7 531.0	7 518.2	6 895.1	6 815.7	6 672.7
I. Government debt	6 961.1	7 083.9	7 065.2	6 450.9	6 373.4	6 232.4
1. Bonds	3 981.6	4 036.2	4 052.9	3 387.2	3 327.9	3 233.8
2. Credits	2 979.5	3 047.7	3 012.3	3 063.7	3 045.5*	2 998.6
II. Government guaranteed debt	394.9	447.1	453.1	444.1	442.2*	440.3
Debt, total	8 509.8	8 779.7	8 793.6	8 208.5	8 143.9	8 016.0
Debt/GDP (%)	48.2	45.2	45.3	42.3	41.9	41.3
Domestic debt/GDP (%)	6.5	6.4	6.6	6.8	6.8	6.9
Foreign debt/GDP (%)	41.7	38.8	38.7	35.5	35.1	34.4

Notes:

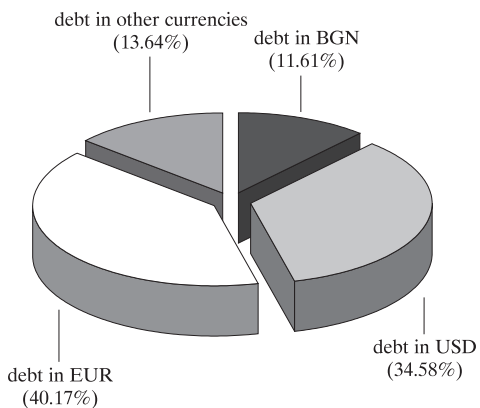
1. As of 1 April 2004 statistical reporting of total government, government guaranteed and consolidated debts has changed. The practice adopted as of January 2003 of reporting bond obligations at acquisition value has been discontinued. After the change securities included in domestic and foreign debt are reported at nominal value.
2. GDP projection for 2004: BGN 37,983 million. Revised GDP projection for 2003: BGN 34,509 million.
3. The IMF extends its tranches to the central bank which then on-lends them to the government under Article 45 of the Law on the BNB. So far, the credits extended to the MF by the BNB are reported as domestic government debt to the BNB, on the one hand, and foreign debt of the BNB to the IMF, on the other hand.
Debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure in the present issue of *Government Debt Management* bulletin.
4. Debt recalculation in US dollars and in euro is based on BNB exchange rates of the relevant currencies against the Bulgarian lev valid for the last business day of the period.
5. Preliminary data for November 2004.

* Revised data.

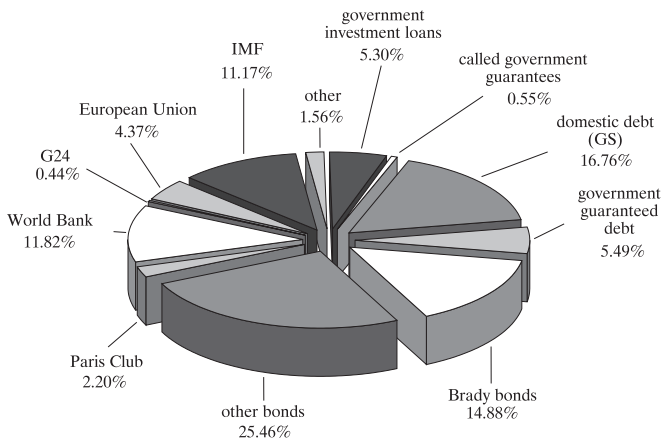
Debt Structure as of 30 November



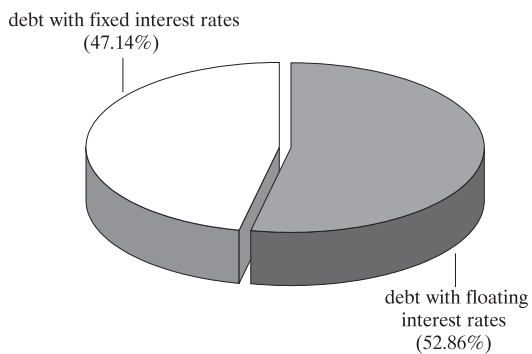
Debt Forex Structure as of 30 November



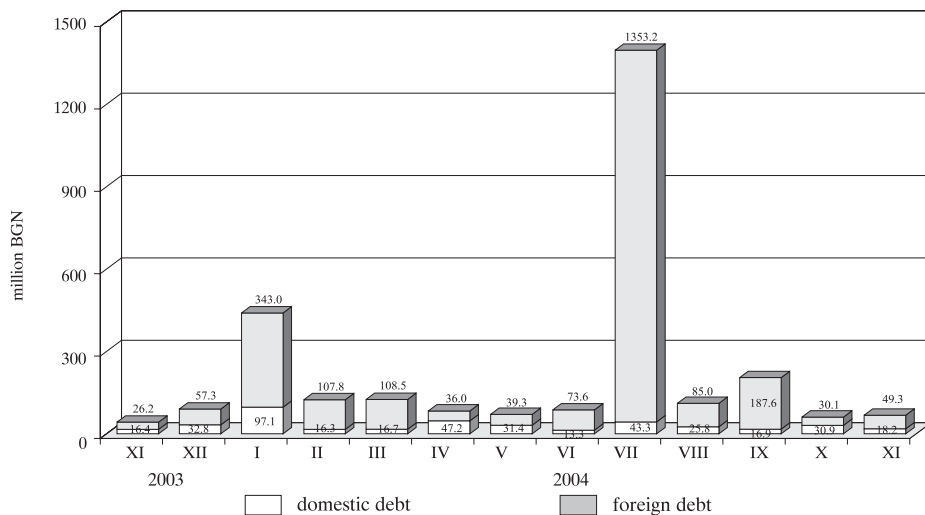
Debt Structure by Creditor as of 30 November



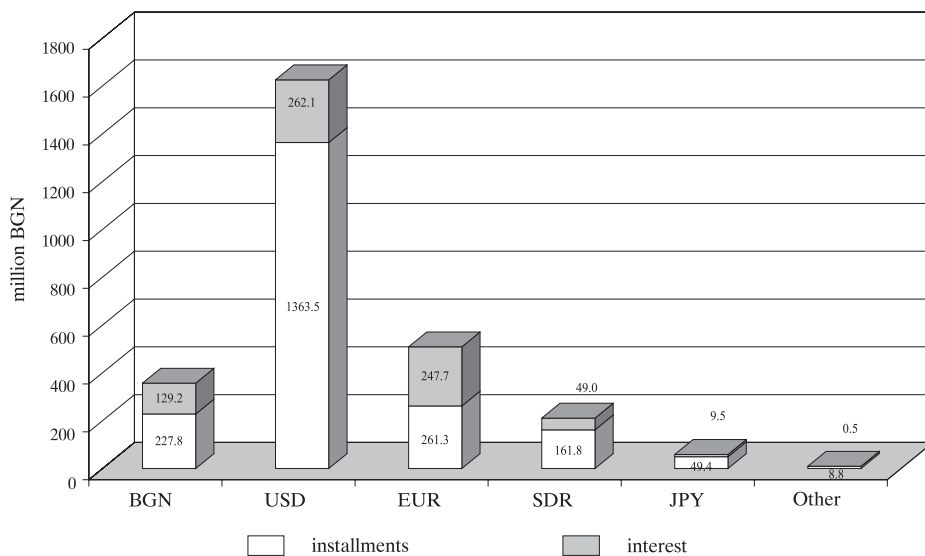
Debt Interest Structure as of 30 November



Government Debt Payments



Currency Structure of Government Debt Payments as of 30 November



Government Securities Issued in Domestic Market and Held by Nonresidents

(thousand BGN)

Government securities type	31.XII. 2003	2004			
		31.III.	30.VI.	30.IX.	31.X.
Government securities issued for budget deficit financing	4 380.1	11 559.0	11 148.2	27 002.2	29 294.4
– in BGN	-	-	-	-	-
– 7 years and 3 months (in EUR)	194.6	-	-	-	-
– 15 years (in EUR)	4 185.5	11 559.0	11 148.2	27 002.2	29 294.4
Government securities issued for structural reform	4 455.9	4 185.8	4 186.9	4 130.8	4 127.5
– in USD	125.4	185.5	186.5	130.5	127.1
– in EUR	4 330.5	4 000.4	4 000.4	4 000.4	4 000.4
Total	8 835.9	15 744.8	15 335.1	31 133.0	33 421.9

Government Securities Issued in International Markets and Held by Residents

(million EUR)

Government securities type	31.XII. 2003	2004			
		31.III.	30.VI.	30.IX.	31.X.
Brady bonds	66.0	108.6	89.2	107.5	112.4
Eurobonds	65.3	57.4	56.8	62.5	68.4
Global bonds	166.0	150.7	103.6	105.7	90.2
– in EUR	122.8	113.7	78.3	91.6	76.0
– in USD	43.3	37.1	25.3	14.2	14.3
Total	297.3	316.7	249.6	275.8	271.0

MUNICIPAL DEBT AND SOCIAL SECURITY FUNDS

Municipal Debt and Municipal Guarantees

(thousand BGN)

Structure	as of 31.XII. 2003	2004			
		as of 31.III.	as of 30.VI.	as of 30.IX.	as of 31.X.
I. Municipal debt	66 075.0	68 633.3	69 036.9	72 510.9	74 144.7
<i>1. Domestic municipal debt</i>	<i>45 449.8</i>	<i>47 445.6</i>	<i>47 880.6</i>	<i>49 612.3</i>	<i>51 194.9</i>
1.1. Government securities issues (at nominal value as of corresponding period)	8 454.6	8 454.6	8 124.6	8 124.6	11 253.9
1.2. Loans from banks and other financial institutions	21 731.3	24 643.7	25 573.3	26 943.3*	25 844.4
1.3. Loans from the republican budget	2 730.0	2 730.0	2 730.0	2 730.0	2 730.0
1.4. Loans from extrabudgetary accounts and funds	6 788.5	6 474.7	6 113.8	6 590.5*	5 996.9
1.5. Loans from other municipalities	-	-	-	-	-
1.6. Called municipal guarantees	-	-	-	-	-
1.7. Other	5 745.4	5 142.6	5 338.9	5 223.9*	5 369.7
<i>2. Foreign municipal debt</i>	<i>20 625.2</i>	<i>21 187.8</i>	<i>21 156.3</i>	<i>22 898.6</i>	<i>22 949.8</i>
2.1. Loans from banks and other financial institutions	14 251.4	14 251.4	14 251.4	15 758.8	15 758.8
2.2. Government guaranteed municipal debt	6 373.8	6 936.3	6 904.8	7 139.7	7 191.0
II. Municipal guarantees	995.0	892.1	822.1	753.0	746.6
<i>1. Domestic municipal guarantees</i>	<i>995.0</i>	<i>892.1</i>	<i>822.1</i>	<i>753.0</i>	<i>746.6</i>
<i>2. Foreign municipal guarantees</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Municipal debt and municipal guarantees, total	67 070.0	69 525.4	69 859.0	73 263.9	74 891.3

Notes:

- The loan extended by the Council of Europe Development Bank (CEB) to the Republic of Bulgaria under the *Building and Rehabilitation of Houses for Rom Families* project (utilized by the Sofia Municipality) represents foreign municipal debt and is reported under *1. Municipal debt, 2. Foreign municipal debt, 2.2. Government guaranteed municipal debt*. This loan has been guaranteed by the government and is reported in *Government and Government Guaranteed Debt table, Foreign Debt, II. Government guaranteed debt*.
- The loan extended by the Japan Bank for International Cooperation (JBIC) to the Sofia Municipality under the Loan Agreement is a foreign municipal debt and is reported under *1. Municipal debt, 2. Foreign municipal debt, 2.2. Government guaranteed municipal debt*. Pursuant to the Guarantee Agreement concluded between the Government of Bulgaria and the Government of Japan under the Loan Agreement, this loan is guaranteed by the Bulgarian Government and is reported in *Government and Government Guaranteed Debt table, Foreign Debt, II. Government guaranteed debt*.
- Debt recalculation in US dollars and in euro is based on the BNB central exchange rates of the relevant currencies against the Bulgarian lev valid for the last business day of the period.

* Revised data.

Social Security Funds Debt

(thousand BGN)

Structure	as of 31.XII.	2004			
	2003	as of 31.III.	as of 30.VI.	as of 30.IX.	as of 31.X.
Domestic debt	35 378.2	35 432.6	34 530.7	34 496.8	34 454.9
I. National Insurance Institute	35 378.2	35 432.6	34 530.7	34 496.8	34 454.9
1. Other ¹	35 378.2	35 432.6	34 530.7	34 496.8	34 454.9
2. Loans from the republican budget	-	-	-	-	-
II. National Health Insurance Fund	-	-	-	-	-
III. Teachers' Pension Fund	-	-	-	-	-
Foreign debt	-	-	-	-	-

¹ This loan was extended by the Ministry of Finance to the National Insurance Institute under a subloan agreement concluded on the basis of the loan agreement between the Republic of Bulgaria and the International Bank for Reconstruction and Development (the World Bank) under the *Social Insurance Administration* project.

Debt recalculation in US dollars and in euro is based on the BNB central exchange rates of the relevant currencies against the Bulgarian lev valid for the last business day of the period.

Consolidated Government Debt Amount

(million EUR)

Structure	as of 31.XII. 2003	2004			
		as of 31.III.	as of 30.VI.	as of 30.IX.	as of 31.X.
I. Consolidated government debt	8 147.0	8 367.4	8 375.5	7 800.8	7 740.6
1. Central government debt	8 114.9	8 332.6	8 340.2	7 763.8*	7 701.6
2. Social security funds debt	0.0	0.0	0.0	0.0	1.0
3. Municipal debt	32.0	34.8	35.3	37.1*	37.9
Debt/GDP, total (%)	46.17	43.09	43.13	40.17	39.86

Notes:

- As of 1 April 2004 statistical reporting of total government, government guaranteed and consolidated debts has changed. The practice adopted as of January 2003 of reporting bond obligations at acquisition value has been discontinued. After the change securities included in domestic and foreign debt are reported at nominal value.
- GDP projection for 2004: BGN 37,983 million. GDP last revision for 2003: BGN 34,509 million.
- Debt recalculation in euro is based on the BNB central exchange rates of the relevant currencies against the Bulgarian lev valid for the last business day of the period.
- The IMF extends its tranches to the central bank which then on-lends them to the government under Article 45 of the Law on the BNB. So far, the credits extended to the MF by the BNB are reported as domestic government debt to the BNB, on the one hand, and foreign debt of the BNB to the IMF, on the other hand. Debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure in the *Government Debt Management* bulletin.
- The loan extended by the Ministry of Finance to the National Insurance Institute under a subloan agreement concluded on the basis of the loan agreement between the Republic of Bulgaria and the International Bank for Reconstruction and Development (the World Bank) under the *Social Insurance Administration* project is excluded from 2. *Social Security Funds Debt* and is reported under 1. *Central government debt*.
- The loan extended by the Japan Bank for International Cooperation (JBIC) to the Sofia Municipality under the Loan Agreement represents a foreign municipal debt and is reported under *Consolidated government debt*, 3. *Municipal debt*. Pursuant to the Guarantee Agreement between the governments of Bulgaria and Japan, this loan is also guaranteed by the Bulgarian Government.

* Revised data.

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