

MINISTRY OF FINANCE

**GOVERNMENT DEBT
MANAGEMENT**

NOVEMBER 2003

CONTENTS

1	Budget Deficit Financing by Government Securities Issues	5
2	Domestic Debt Dynamics	29
3	Foreign Debt Dynamics	43
4	Government Debt Structure	51
5	Municipal Debt and Social Security Funds	57
6	Consolidated Debt	59

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

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, No. BG3011203000, one medium-term (five-year) issue, No. 2030203116, and one long-term (fifteen-year), No. BG2040103215, treasury bonds issue. Issued bonds involved tap treasury bonds which is standard practice at present; five-year bonds were opened again in November. Long-term bonds, placed for the period, included an extraordinary EUR-denominated fifteen-year issue, No. BG2040403219.

At the auctions primary dealers' bids totaled BGN 218,834.9 thousand; BGN 18,330 thousand for three-month government securities, BGN 56,500 thousand for five-year and BGN 144,004.9 thousand (EUR 73,628.5 thousand) for fifteen-year (Chart 1). Approved bids totaled BGN 71,116.6 thousand nominal value, including three-month of BGN 12,000 thousand, five-year of BGN 20,000 thousand and fifteen-year of BGN 39,116.6 (EUR 20,000 thousand) (Charts 2 and 3). Bid-to-cover ratio of the issues approved for sale in November accounted for 3.08: 1.53 on three-month, 2.83 on five-year and 3.68 on fifteen-year government securities (Chart 4). Demand almost trebled supply, following interest in government securities investments, on the one hand, and in supply of new kinds of government debt instruments such as long-term government securities denominated in euro, on the other. Government securities issued in November decreased by BGN 5.3 million on a year earlier basis (Chart 2).

Chart 1

Government Securities Issue in November

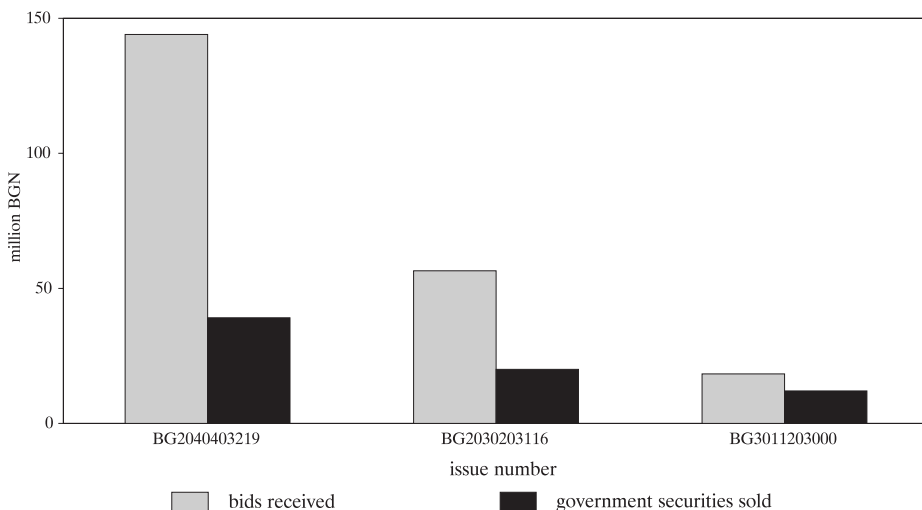


Chart 2

Sales of Government Securities Issues

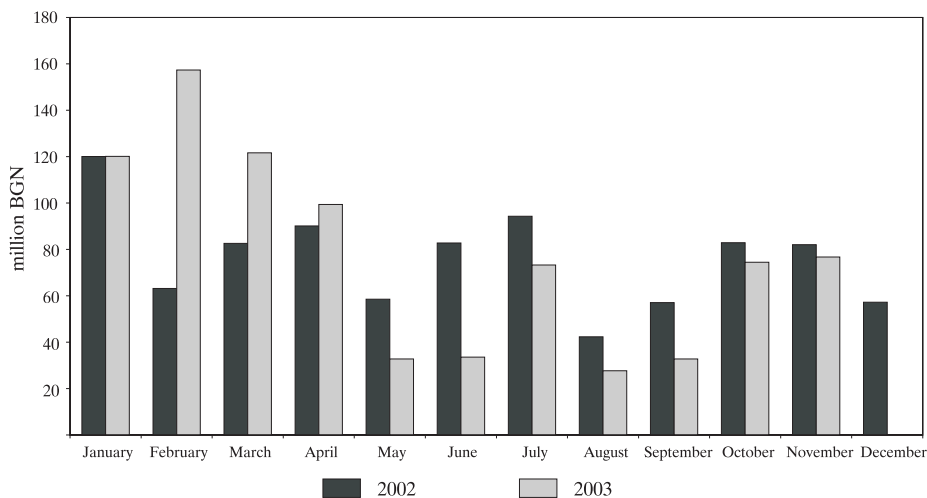
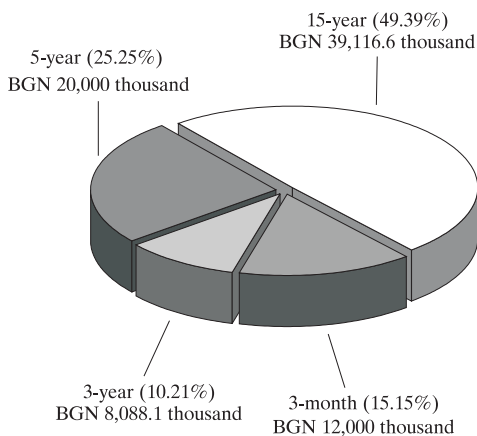


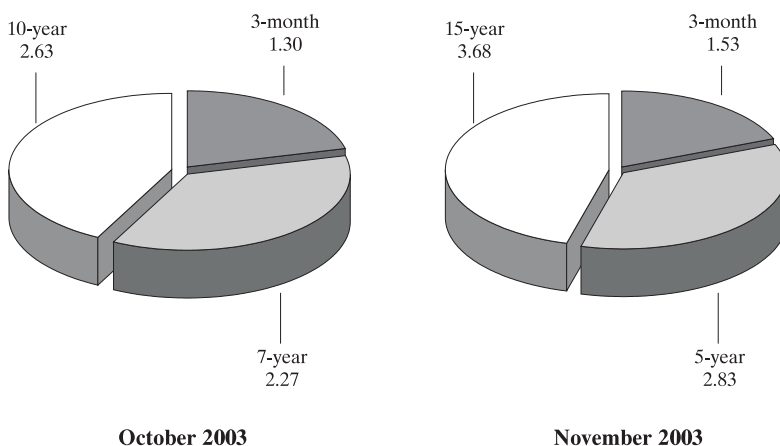
Chart 3

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



Note: Including target issues of government securities.

Bid-to-Cover Ratios of Issues Sold*



* Proportion between bids received and government securities sold at the auctions.

In the review period the yield attained in the primary market reflected demand for government securities as a whole, and preferences for particular kinds of debt instruments. The yield of three-month government securities was preserved and amounted to 2.6%. The yield of five-year government securities was 4.93%, a decrease of 0.2 percentage points compared to the previous month. The yield of the newly issued EUR-denominated fifteen-year government securities started at 6.55%, which may be regarded as a low level and is attributable mostly to the successful identification of a new source of interest in government debt instruments (Charts 5, 6 and 8).

One 2003 treasury bills issue matured in November (BG3010903006).

In the reporting period two issues of three-year treasury bonds earmarked for direct sale to individuals were put in circulation: issue No. 822 of 12 November 2003 and issue No. 823 of 26 November 2003. Issue No. 822 totaled BGN 7,547.1 thousand nominal value, which is a record high approved for sale for a single issue of this kind of government securities. Issue No. 823 is still in circulation (Chart 11). Two 2001 issues, totaling BGN 1,371.7 thousand, matured in November. During the period under review reverse repurchases accounted for BGN 87.2 thousand (Chart 12).

Prices of Issues Sold per BGN 100 Nominal Value

OCTOBER 2003

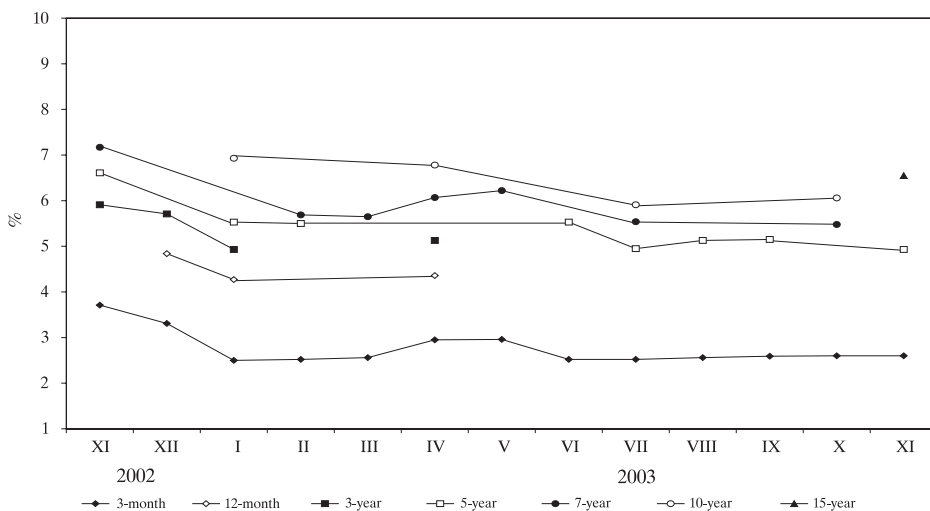
	3-month	7-year	10-year
	BG3011103002	BG2040103215	BG2040303211
Minimum	99.28	101.77	97.30
Average-weighted	99.34	102.27	97.71
Maximum	99.37	103.03	98.99

NOVEMBER 2003

	3-month	5-year	15-year
	BG3011203000	BG2030203116	BG2040403219 (EUR)
Minimum	99.30	99.05	93.90
Average-weighted	99.34	99.22	94.81
Maximum	99.38	99.46	101.97

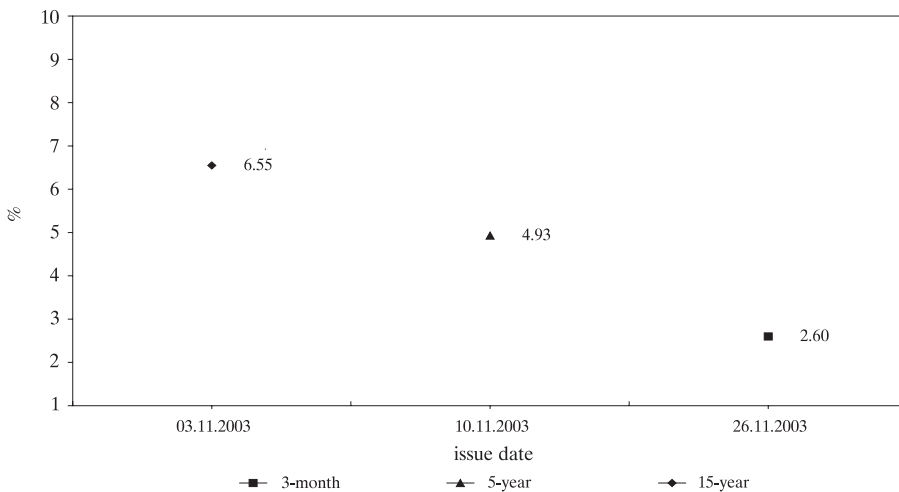
Chart 5

Yield of Primary Market Government Securities



Note: The yield is on an effective annual basis.

Dynamics of the Average Annual Yield of Primary Market Government Securities



Note: Five- and fifteen-year tap government securities issues; the above dates indicate the auction dates.

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

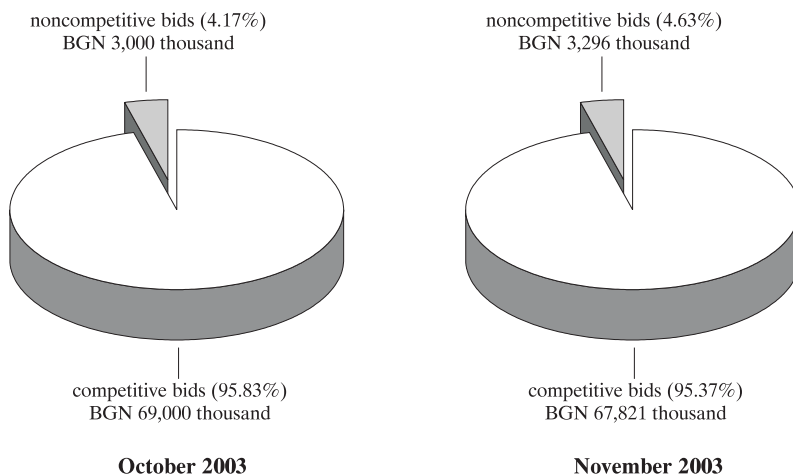
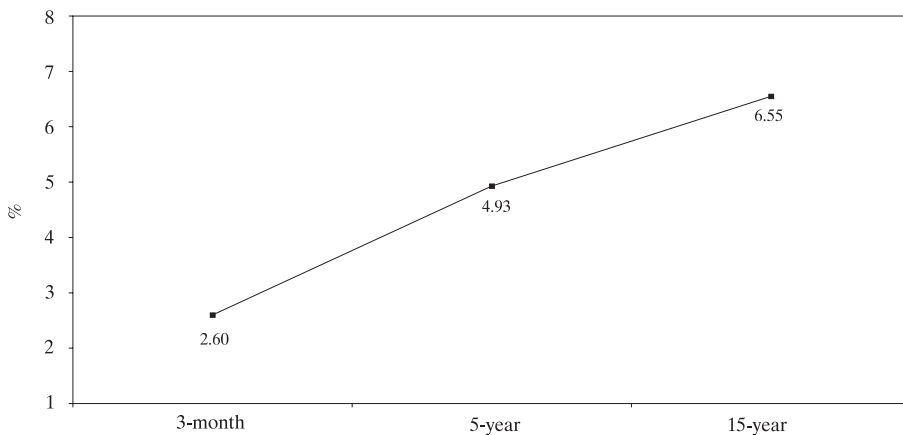


Chart 8

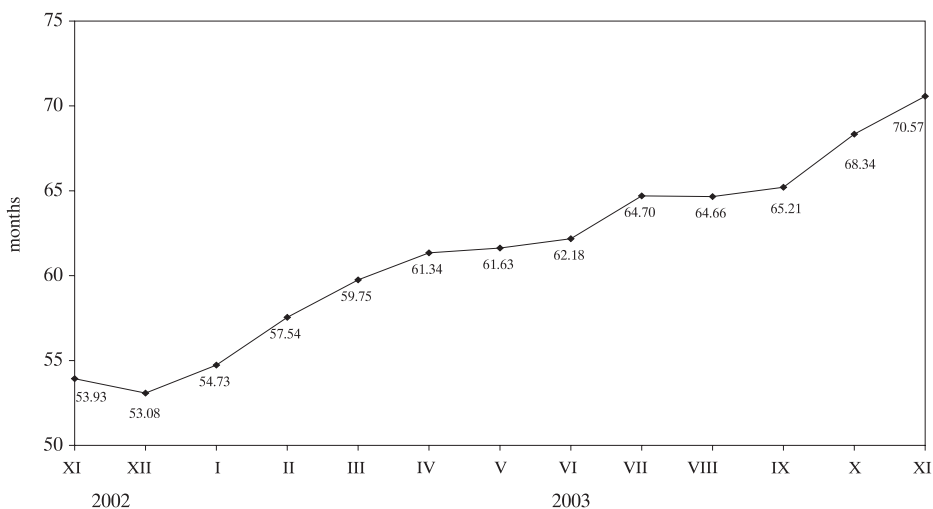
Yield Curve of Primary Market Government Securities in November



Note: Average-weighted yield on an effective annual basis.

Chart 9

Average Term of Outstanding Government Securities Issues by Month



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

Chart 10

Monthly Liquidity Regulation through Government Securities Maturities and Issues

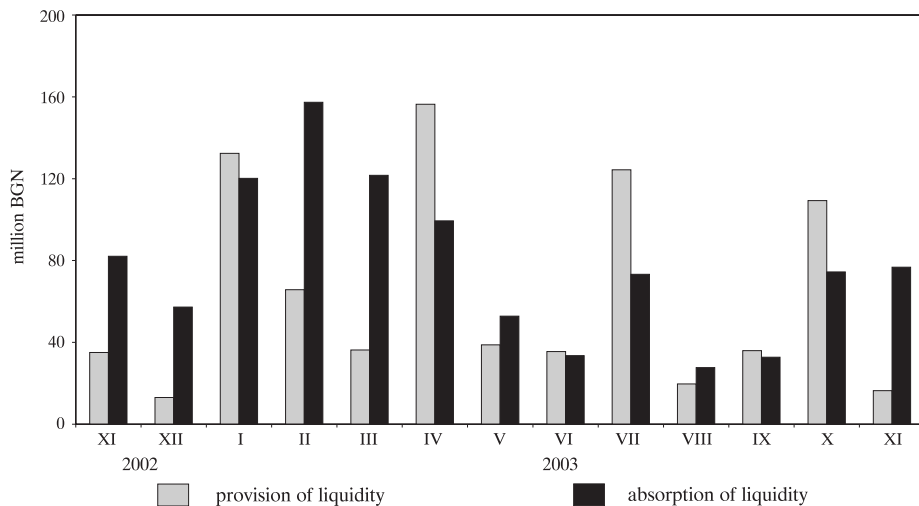
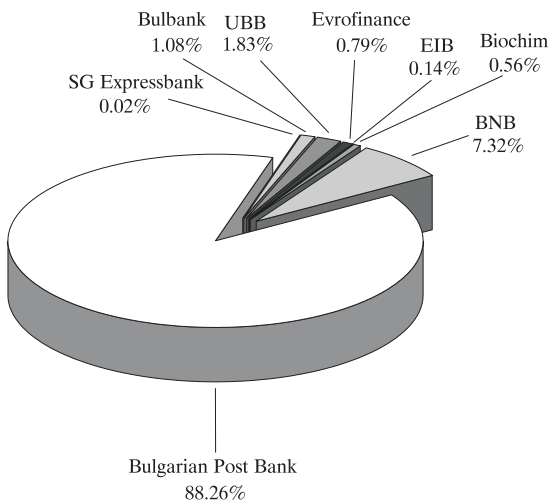
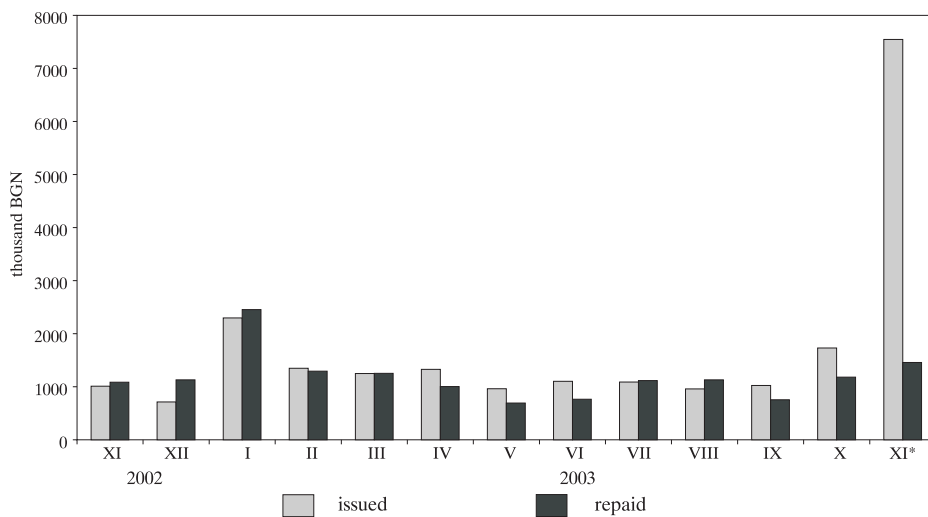


Chart 11

Primary Dealers' Direct Sales of Government Securities from Target Issues in November



Issued and Repaid Government Securities from Target Issues



* Excluding issue No. 823 of 26 November 2003 from government securities issued in November.

Outstanding Government Securities

Discount Treasury Bills

Issue No.	BG3011502005	BG3010003005	BG3010403007	BG3011003004	BG3011103002	BG3011203000
Issue date	18.12.2002	16.01.2003	09.04.2003	24.09.2003	29.10.2003	26.11.2003
Maturity date	18.12.2003	16.01.2004	09.04.2004	24.12.2003	29.01.2004	26.02.2004
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	20 000.00	12 000.00	12 000.00	12 000.00
Total nominal value of the bids received (thousand BGN)	52 800.00	77 550.00	51 600.00	17 020.00	15 620.00	18 330.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	12 000.00	12 000.00	12 000.00
Average price of the bids approved per BGN 100 (%)	95.32	95.85	95.76	99.35	99.34	99.34
Average discount per BGN 100 (%)	4.68	4.15	4.24	0.65	0.66	0.66
Average annual yield (%)	4.91	4.27	4.36	2.59	2.60	2.60
Effective annual yield (%)	4.84	4.27	4.35	2.61	2.63	2.63
Bid-to-cover ratio	2.64	3.88	2.58	1.42	1.30	1.53

Treasury Bonds

Issue No.	BG2030699115	BG2030999119	First opening	BG2030900117 ³ Second opening	Third opening	Total for the issue***	First opening	BG2030101112 ³ Second opening	Third opening	Total for the issue***
Auction date			09.10.2000	06.11.2000	11.12.2000		22.01.2001	26.02.2001	26.03.2001	
Issue date	31.03.1999	29.04.1999	11.10.2000	11.10.2000	11.10.2000	11.10.2000	24.01.2001	24.01.2001	24.01.2001	24.01.2001
Maturity date	24.03.2004	22.04.2004	05.10.2005	05.10.2005	05.10.2005	05.10.2005	24.01.2006	24.01.2006	24.01.2006	24.01.2006
Nominal value of the offer (thousand BGN)	2 000.00	3 000.00	10 000.00	15 000.00	15 000.00	40 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Total nominal value of the bids received (thousand BGN)	2 795.00	1 190.00	46 780.00	35 511.11	31 074.00	113 365.10	95 924.14	87 276.00	70 430.00	253 630.14
Total nominal value of the bids approved (thousand BGN)	2 000.00	1 190.00	10 000.00	15 000.00	15 000.00	28 755.89	20 000.00	20 000.00	20 000.00	29 325.90
Average price of the bids approved per BGN 100 (%)	86.35	78.37	98.78	99.63	99.87	99.51	101.65	104.60	106.40	104.22
Interest rate	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Bid-to-cover ratio	1.40	0.40	4.68	2.37	2.07	2.83	4.80	4.36	3.52	4.23
Average annual yield (%)	12.79	15.37	9.31	9.09	9.03	9.12	8.59	7.87	7.44	7.96

(continued)

(continued)

Issue No.	BG2030301118 ²			BG2030501113 ²			Total for the issue
	First opening	Second opening	Third opening	First opening	Second opening	Third opening	
Auction date	23.04.2001	21.05.2001	25.06.2001	23.07.2001	20.08.2001	24.09.2001	
Issue date	25.04.2001	25.04.2001	25.04.2001	25.07.2001	25.07.2001	25.07.2001	25.07.2001
Maturity date	25.04.2006	25.04.2006	25.04.2006	25.07.2006	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	20 000.00	60 000.00
Total nominal value of the bids received (thousand BGN)	55 846.00	60 050.00	49 500.00	51 650.00	41 950.00	46 470.00	140 070.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	20 000.00	60 000.00
Average price of the bids approved per BGN 100 (%)	103.61	104.48	104.66	100.79	100.10	100.40	100.43
Interest rate	8.00	8.00	8.00	7.00	7.00	7.00	7.00
Bid-to-cover ratio	2.79	3.00	2.48	2.58	2.10	2.32	2.33
Average annual yield (%)	7.13	6.92	6.88	6.81	6.98	6.90	6.90

(continued)

(continued)

Issue No.	BG2030701119 ³			BG2040001211 ⁴			
	First opening	Second opening	Third opening	Total for the issue	First opening	Second opening	Total for the issue
Auction date	22.10.2001	26.11.2001	21.12.2001		29.10.2001	30.11.2001	
Issue date	24.10.2001	24.10.2001	24.10.2001	24.10.2001	31.10.2001	31.10.2001	31.10.2001
Maturity date	24.10.2006	24.10.2006	24.10.2006	24.10.2006	31.10.2008	31.10.2008	31.10.2008
Nominal value of the offer (thousand BGN)	20 000.00	20 000.00	20 000.00	60 000.00	30 000.00	11 070.00	30 000.00
Total nominal value of the bids received (thousand BGN)	43 400.00	55 400.00	28 750.00	127 550.00	53 672.00	54 615.00	108 287.00
Total nominal value of the bids approved (thousand BGN)	20 000.00	20 000.00	20 000.00	60 000.00	18 930.00	11 070.00	30 000.00
Average price of the bids approved per BGN 100 (%)	100.22	100.36	100.20	100.29	95.45	98.19	96.46
Interest rate	7.00	7.00	7.00	7.00	7.50	7.50	7.50
Bid-to-cover ratio	2.17	2.77	1.44	2.13	1.79	4.93	3.61
Average annual yield (%)	6.95	6.91	6.95	6.93	8.37	7.84	8.17

(continued)

(continued)

Issue No.	First opening	BG2030002112² Second opening	Third opening	Fourth opening	Total for the issue	First opening	BG2040002219⁴ Second opening	Total for the issue
Auction date	07.01.2002	11.02.2002	08.04.2002	07.05.2002		14.01.2002	21.01.2002	
Issue date	09.01.2002	09.01.2002	09.01.2002	09.01.2002	09.01.2002	16.01.2002	16.01.2002	16.01.2002
Maturity date	09.01.2007	09.01.2007	09.01.2007	09.01.2007	09.01.2007	16.01.2009	16.01.2009	16.01.2009
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	30 000.00	60 000.00
Total nominal value of the bids received (thousand BGN)	62 850.00	72 470.00	47 080.00	36 250.00	218 650.00	106 295.00	99 331.00	205 626.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	20 000.00	25 000.00	20 000.00	90 000.00	30 000.00	50 000.00	80 000.00*
Average price of the bids approved per BGN 100 (%)	100.71	101.98	102.01	102.07	101.66	100.47	101.46	101.09
Interest rate	7.00	7.00	7.00	7.00	7.00	7.50	7.50	7.50
Bid-to-cover ratio	2.51	3.62	1.88	1.81	2.43	3.54	3.31	3.43
Average annual yield (%)	6.83	6.53	6.52	6.51	6.60	7.41	7.23	7.30

(continued)

(continued)

Issue No.	First opening	BG2040102217³ Second opening	Third opening	Total for the issue	First opening	BG2030102110⁴ Second opening	Total for the issue
Auction date	18.02.2002	18.03.2002	13.05.2002		11.03.2002	10.06.2002	
Issue date	20.02.2002	20.02.2002	20.02.2002	20.02.2002	13.03.2002	13.03.2002	13.03.2002
Maturity date	20.05.2009	20.05.2009	20.05.2009	20.05.2009	13.03.2005	13.03.2005	13.03.2005
Nominal value of the offer (thousand BGN)	30 000.00	25 000.00	35 000.00	90 000.00	25 000.00	25 000.00	50 000.00
Total nominal value of the bids received (thousand BGN)	63 350.00	58 812.00	58 300.00	180 462.00	72 750.00	44 151.00	116 901.00
Total nominal value of the bids approved (thousand BGN)	30 000.00	25 000.00	35 000.00	90 000.00	25 000.00	25 000.00	50 000.00
Average price of the bids approved per BGN 100 (%)	99.05	99.77	99.44	99.40	101.62	101.68	101.65
Interest rate	7.00	7.00	7.00	7.00	6.50	6.50	6.50
Bid-to-cover ratio	2.11	2.35	1.67	2.01	2.91	1.77	2.34
Average annual yield (%)	7.17	7.04	7.10	7.10	5.90	5.88	5.89

(continued)

(continued)

Issue No.	BG2040202215 ²				BG2030202118 ²				Total for the issue	Fourth opening	Total for the issue
	First opening	Second opening	Third opening	Fourth opening	First opening	Second opening	Third opening	Fourth opening			
Auction date	15.04.2002	22.04.2002	17.06.2002	22.07.2002	08.07.2002	12.08.2002	07.10.2002	11.11.2002			
Issue date	17.04.2002	17.04.2002	17.04.2002	17.04.2002	10.07.2002	10.07.2002	10.07.2002	10.07.2002			
Maturity date	17.04.2012	17.04.2012	17.04.2012	17.04.2012	10.07.2007	10.07.2007	10.07.2007	10.07.2007			
Nominal value of the offer (thousand BGN)	15 000.00	25 000.00	25 000.00	25 000.00	25 000.00	20 000.00	25 000.00	20 000.00			
Total nominal value of the bids received (thousand BGN)	72 080.00	59 589.60	42 338.50	28 859.30	38 080.00	19 100.00	49 950.00	67 184.70			
Total nominal value of the bids approved (thousand BGN)	15 000.00	25 000.00	25 000.00	19 920.00	25 000.00	14 750.00	25 000.00	20 000.00			
Average price of the bids approved per BGN 100 (%)	98.14	96.77	95.92	93.76	99.81	98.45	98.78	99.52			
Interest rate	7.50	7.50	7.50	7.50	6.50	6.50	6.50	6.50			
Bid-to-cover ratio	4.81	2.38	1.69	1.15	1.52	0.96	2.00	3.36			
Average annual yield (%)	7.77	7.97	8.10	8.44	6.55	6.87	6.79	6.61			

(continued)

(continued)

Issue No.	First opening	Second opening	Third opening	Fourth opening	Total for the issue	First opening	Second opening	Third opening	Total for the issue
			BG2040302213²				BG2030302116³		
Auction date	15.07.2002	19.08.2002	14.10.2002	18.11.2002	17.07.2002	29.07.2002	28.10.2002	25.11.2002	31.07.2002
Issue date	17.07.2002	17.07.2002	17.07.2002	17.07.2002	17.07.2009	31.07.2005	31.07.2005	31.07.2005	31.07.2005
Maturity date	17.07.2009	17.07.2009	17.07.2009	17.07.2009	17.07.2009	31.07.2005	31.07.2005	31.07.2005	31.07.2005
Nominal value of the offer (thousand BGN)	20 000.00	15 000.00	20 000.00	15 000.00	70 000.00	25 000.00	25 000.00	33 100.00	83 100.00
Total nominal value of the bids received (thousand BGN)	29 863.50	24 239.00	48 880.30	86 964.00	189 946.80	24 200.00	44 150.00	92 265.70	160 615.70
Total nominal value of the bids approved (thousand BGN)	20 000.00	15 000.00	20 000.00	15 000.00	70 000.00	16 900.00	25 000.00	33 100.00	75 000.00
Average price of the bids approved per BGN 100 (%)	98.39	96.38	96.63	99.09	97.61	98.83	98.67	99.57	99.10
Interest rate	7.00	7.00	7.00	7.00	7.00	5.75	5.75	5.75	5.75
Bid-to-cover ratio	1.49	1.62	2.44	5.80	2.71	0.97	1.77	2.79	1.93
Average annual yield (%)	7.30	7.68	7.63	7.17	7.44	6.18	6.24	5.91	6.08

(continued)

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Issue No.	BG2030402114 ⁴		BG2040003217 ⁴		BG20300003110 ³			Total for the issue
	First opening	Second opening	Total for the issue	First opening	Second opening	Third opening		
Auction date	09.09.2002	09.12.2002	06.01.2003	31.03.2003	13.01.2003	10.02.2003	02.06.2003	
Issue date	11.09.2002	11.09.2002	08.01.2003	08.01.2003	15.01.2003	15.01.2003	15.01.2003	15.01.2003
Maturity date	11.09.2005	11.09.2005	08.01.2013	08.01.2013	15.01.2008	15.01.2008	15.01.2008	15.01.2008
Nominal value of the offer (thousand BGN)	25 000.00	25 000.00	30 000.00	20 000.00	30 000.00	25 000.00	20 000.00	75 000.00
Total nominal value of the bids received (thousand BGN)	33 700.00	66 700.00	94 289.80	56 355.00	87 720.00	50 900.00	49 450.00	188 070.00
Total nominal value of the bids approved (thousand BGN)	25 000.00	25 000.00	30 000.00	20 000.00	30 000.00	25 000.00	20 000.00	75 000.00
Average price of the bids approved per BGN 100 (%)	99.13	100.80	104.08	105.18	100.42	100.55	100.40	100.46
Interest rate	6.00	6.00	7.50	7.50	5.625	5.625	5.625	5.625
Bid-to-cover ratio	1.35	2.67	3.14	2.82	2.92	2.04	2.47	2.51
Average annual yield (%)	6.32	5.71	6.93	6.78	5.53	5.50	5.53	5.52

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Issue No.	BG2030103118 ⁴			BG2040103215 ¹					
	First opening	Second opening	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		03.02.2003	14.04.2003	07.05.2003	21.07.2003	20.10.2003	
Issue date	22.01.2003	22.01.2003	22.01.2003	05.02.2003	05.02.2003	05.02.2003	05.02.2003	05.02.2003	05.02.2003
Maturity date	22.01.2006	22.01.2006	22.01.2006	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)	25 000.00	25 000.00	50 000.00	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)	62 650.00	42 850.00	105 500.00	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)	25 000.00	25 000.00	50 000.00	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 (%)	101.57	101.01	101.29	100.42	98.90	98.06	101.92	102.27	100.42
Interest rate	5.50	5.50	5.50	5.875	5.875	5.875	5.875	5.875	5.875
Bid-to-cover ratio	2.51	1.71	2.11	3.89	2.48	1.74	3.08	2.27	2.63
Average annual yield (%)	4.93	5.13	5.03	5.80	6.07	6.22	5.54	5.48	5.80

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(continued)

Issue No.	BG2040203213**		BG2040303211⁴		Total for the issue	Total for the issue
	First opening	Second opening	First opening	Second opening		Total for the issue
Auction date	18.02.2003	10.03.2003	30.06.2003	29.09.2003		
Issue date	24.02.2003	24.02.2003	02.07.2003	02.07.2003		02.07.2003
Maturity date	24.05.2010	24.05.2010	02.07.2013	02.07.2013		02.07.2013
Nominal value of the offer (thousand BGN)	50 000.00	25 000.00	20 000.00	30 000.00		50 000.00
Total nominal value of the bids received (thousand BGN)	139 990.00	76 475.00	69 350.00	78 753.00		148 103.00
Total nominal value of the bids approved (thousand BGN)	50 000.00	55 000.00	20 000.00	30 000.00		50 000.00
Average price of the bids approved per BGN 100 (%)	100.99	100.55	98.82	97.71		98.15
Interest rate	5.75	5.75	5.75	5.75		5.75
Bid-to-cover ratio	2.80	3.06	3.47	2.63		2.96
Average annual yield (%)	5.58	5.65	5.91	6.06		6.00

(continued)

(continued)

Issue No.	First opening	Second opening	Third opening	Fourth opening	Total for the issue	First opening	Total for the issue	BG2040403219** Total for the issue
Auction date	07.07.2003	04.08.2003	08.09.2003	12.11.2003		03.11.2003		
Issue date	09.07.2003	09.07.2003	09.07.2003	09.07.2003	09.07.2003	12.11.2003	09.07.2003	12.11.2003
Maturity date	09.07.2008	09.07.2008	09.07.2008	09.07.2008	09.07.2008	11.10.2018	09.07.2008	11.10.2018
Nominal value of the offer (thousand BGN)	25 000.00	15 000.00	20 000.00	20 000.00	80 000.00	20 000.00	80 000.00	20 000.00
Total nominal value of the bids received (thousand BGN)	47 300.00	37 150.00	43 600.00	56 500.00	184 550.00	73 628.54	184 550.00	73 628.54
Total nominal value of the bids approved (thousand BGN)	25 000.00	15 000.00	20 000.00	20 000.00	80 000.00	20 000.00	80 000.00	20 000.00
Average price of the bids approved per BGN 100 (%)	99.12	98.33	98.25	99.22	98.78	94.81	98.78	94.81
Interest rate	4.75	4.75	4.75	4.75	4.75	6.00	4.75	6.00
Bid-to-cover ratio	1.89	2.48	2.18	2.83	2.31	3.68	2.31	3.68
Average annual yield (%)	4.95	5.13	5.15	4.93	5.03	6.55	5.03	6.55

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

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

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

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

* According to the resolution approved by the Ministry of Finance on 21 January 2002, the total volume of this issue was increased to BGN 80,000,000.

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

***¹ In 2003 reverse repurchases totaled BGN 49,171.1 thousand.

Deposit Insurance Government Securities

Issue No.	BG2044397227	BG2047397224	BG2047597229	BG2047697227
Issue date	18.08.1997	22.10.1997	22.10.1997	05.11.1997
Maturity date	09.08.2004	13.10.2004	13.10.2004	27.10.2004
Principal (thousand BGN)	4225.97	466.10	1518.62	2069.96
Interest rate	BIR	BIR	BIR	BIR
Interest payments	semiannual	semiannual	semiannual	semiannual
Repayments	equal annual	equal annual	equal annual	equal annual
Maturity (in years)	7	7	7	7

In compliance with Article 8 and Article 9, para. 1, item 1 of the Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Petitioned the Institution of Bankruptcy Proceedings (State Gazette, issue 46 of 29 May 1996; amended, issue 90 of 24 October 1996, effective as of 24 October 1996), the Ministry of Finance issues lev deposit insurance government securities. These are issued under the following conditions:

- 7-year redemption term;
- interest – BIR for the respective period, payable semiannually;
- redemption schedule – equal annual installments.

The Law on Bank Deposit Guaranty (published in the State Gazette, issue 49 of 29 April of 1998) repeals the Law on State Protection of Deposits and Accounts with Commercial Banks in Respect Whereof the BNB Has Petitioned the Institution of Bankruptcy Proceedings. The repealed law is applicable to deposits and accounts with banks which had been declared insolvent before the enforcement of the Law on Bank Deposit Guaranty, as well as to the special fund for state protection of deposits and accounts and deposit insurance government securities service.

Principals of deposit insurance government securities are based on actual data as of 30 November 2003.

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 2,201.39	BGN 1,780.57	BGN 6,459.39	USD 167,697.90	BGN 739.28	EUR 132,270.87
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 2003.

ISSUING POLICY OF THE MINISTRY OF FINANCE FOR 2004

Given fast changing conditions in debt instrument markets and the issuer's desire to pursue a flexible and adequate issuing policy, the Ministry of Finance decided to abolish the practice of announcing annual calendars of government debt issues setting specific auction dates and offered amounts. To this end, only a general framework of scheduled debt issues in the domestic market will be announced for 2004 and a particular monthly calendar will be provided no later than 30 days in advance.

In 2004 the Ministry of Finance will offer for sale at auctions government securities totaling between BGN 650 million and BGN 750 million nominal value. Newly issued government securities will be within the range of three months to fifteen years.

Short-term government securities will include three- and twelve-month discount treasury bills. As regards three-month government securities, the current practice of offering one monthly issue amounting to BGN 12 million will be preserved. In the case of twelve-month treasury bills, two issues of BGN 20 million each will be placed.

In 2004 the Ministry of Finance will continue to issue interest-bearing tap treasury bonds. However, within the year only one issue with the respective maturity will be sold.

Medium-term treasury bonds will be represented by three- and five-year government securities with issues' amounts exceeding BGN 100 million.

Long-term treasury bonds will involve seven-, ten- and fifteen-year government securities. Lev-denominated issues will not exceed BGN 80 million. Regarding fifteen-year government securities in particular, the Ministry of Finance will offer for sale up to EUR 100 million of the remaining amount of issue No. BG2040403219 dated 12 November 2003, denominated in euro and amounting to EUR 200 million.

Auction Calendar of Government Securities Issues for January 2004

Auction date	Issue date	Maturity date	Issue term	Scheduled volume (BGN)	Total nominal value (BGN)
05.01.2004*	07.01.2004	07.01.2009	5-year	20 000 000	up to 100 000 000
12.01.2004	14.01.2004	14.01.2005	1-year	20 000 000	20 000 000
19.01.2004*	12.11.2003	11.10.2018	15-year <i>lev equivalent</i>	50 000 000 EUR 97 791 500	up to 200 000 000 EUR
26.01.2004	28.01.2004	28.04.2004	3-month	12 000 000	
TOTAL, incl.:				149 791 500	
bills				32 000 000	
bonds				117 791 500	

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

* Tap issue.

By end-November 2003 domestic debt totaled BGN 2,248,352.7 thousand. The share of budget deficit financing government securities was 75.5% in overall debt and that of government securities issued for structural reform, 24.5% (Chart 13).

By end-November government securities issued for budget deficit financing accounted for BGN 1,696,732.2 thousand. Issued government securities totaled BGN 840,030.9 thousand, including BGN 20,637.5 thousand sold directly to individuals. Securities repaid in November accounted for BGN 605,568.8 thousand, including short-term treasury bills of BGN 188,048.9 thousand. As a result of effected operations the share of all government securities in the maturity structure of government securities issued for budget deficit financing decreased with the exception of the share of the newly issued fifteen-year government securities which reached 2.19% (Chart 14). The average-weighted maturity of government securities issued for budget deficit financing reached five years and eleven months. By end-November government securities issued for structural reform reached BGN 551,620.5 thousand. In the review period USD-denominated ZUNK bonds of USD 37.3 thousand were used for repayment of obligations to the state under ZUNK.

Debt movements in November led to a change in debt forex structure (Chart 15). The share of government securities in euro increased from 21.2% to 22.3% respectively at the expense of government securities denominated in levs and US dollars which fell to 65.5% and 12.2% respectively. Debt maturity structure also changed. Short-term and long-term government securities decreased to 4.1% and 59.9% respectively at the expense of medium-term securities which increased to 36% (Chart 16). Government securities with fixed interest coupons comprised 75.5% and government securities with floating interest coupons, 24.5%.

Since early-2003 repaid interest and discounts have totaled BGN 117,938.2 thousand. Interest and discounts on government securities for budget deficit financing of BGN 102,422.9 thousand, or 86.8% of overall repaid interest and discounts, were repaid in November (Chart 19). Expenditure on five-year government bonds occupied the largest share, 39.4%, followed by seven-year bonds, 19.5%, and three-year bonds, 19.4%.

Domestic Debt

(thousand BGN/thousand EUR/thousand USD)

Structure	Amount as of 31 Dec. 2002	Change in 2003		Amount as of 30 Nov. 2003
		increase	decrease	
I. DEBT ON GOVERNMENT SECURITIES ISSUED FOR BUDGET DEFICIT FINANCING				
1. Government securities issued in 1998	4 090.9		4 090.9	-
5-year	4 090.9		4 090.9	-
2. Government securities issued in 1999	2 659.7		-	2 659.7
5-year	2 659.7		-	2 659.7
3. Government securities issued in 2000	179 719.4		151 653.8	28 065.6
3-year	139 929.7		139 929.7	0.0
5-year	39 789.7		11 724.1	28 065.6
4. Government securities issued in 2001	480 853.1		259 997.0	220 856.1
4.1. Medium-term	451 915.5		259 997.0	191 918.5
2-year	211 958.6		211 325.9	632.7
5-year	239 956.9		48 671.1	191 285.8
4.2. Long-term	28 937.6		-	28 937.6
7-year	28 937.6		-	28 937.6
5. Government securities issued in 2002	794 946.9		94 203.0	700 743.9
5.1. Short-term	111 748.7		92 684.4	19 064.3
3-month	35 676.8		35 676.8	-
12-month	76 071.8		57 007.5	19 064.3
5.2. Medium-term	363 847.6		1 518.6	362 328.9
2-year	15 709.9		1 518.6	14 191.3
3-year	174 103.5		-	174 103.5
5-year	174 034.2		-	174 034.2
5.3. Long-term	319 350.6		-	319 350.6
7-year	237 780.3		-	237 780.3
10-year	81 570.3		-	81 570.3
6. Government securities issued in 2003	-	840 030.9	95 624.0	744 406.9
6.1. Short-term	-	169 451.6	95 364.6	74 087.0
3-month		131 128.4	95 364.6	35 763.8
12-month		38 323.2		38 323.2
6.2. Medium-term	-	224 659.8	259.5	224 400.3
3-year		70 637.5	259.5	70 378.0
5-year		154 022.3		154 022.3
6.3. Long-term	-	445 919.5	-	445 919.5
7-year		309 753.6		309 753.6
EUR-denominated (lev equivalent)		205 362.2		205 362.2
10-year		99 078.0		99 078.0
15-year		37 087.9		37 087.9
EUR-denominated (lev equivalent)		37 087.9		37 087.9
TOTAL (I)	1 462 270.1	840 030.9	605 568.8	1 696 732.2
II. DEBT ON GOVERNMENT SECURITIES ISSUED FOR STRUCTURAL REFORM				
A1. Long-term government bonds issued pursuant to CM Decree No. 244 of 1991	2 476.6		275.2	2 201.4

(continued)

(continued)

(thousand BGN/thousand EUR/thousand USD)

Structure	Amount as of 31 Dec. 2002	Change in 2003		Amount as of 30 Nov. 2003
		increase	decrease	
A2. Long-term government bonds issued pursuant to CM Decree No. 234 of 1992	1 907.7		127.2	1 780.6
A3. Long-term government bonds issued pursuant to Articles 4 and 5 of ZUNK of 1993				
in BGN	6 890.0		430.6	6 459.4
denominated in USD	195 836.5		28 138.6	167 697.9
lev equivalent	369 143.9			273 459.9
denominated in EUR	126 803.5	13 206.3	7 738.9	132 270.9
lev equivalent	248 006.0			258 699.3
A4. Long-term government bonds issued pursuant to CM Decree No. 3 of 1994	739.3			739.3
TOTAL (A)	629 163.5			543 339.9
B. Government securities in BGN issued pursuant to Articles 8 and 9 of LSPDACB of 1996	18 437.3			8 280.7
Government securities issued in 1996	1 876.0		1 876.0	-
Government securities issued in 1997	16 561.3		8 280.7	8 280.7
TOTAL (B)	18 437.3			8 280.7
TOTAL (II)	647 600.8			551 620.5
GOVERNMENT DEBT, TOTAL	2 109 870.8			2 248 352.7
III. DOMESTIC GOVERNMENT GUARANTEES	1 881.2			-
DOMESTIC DEBT, TOTAL	2 111 752.0			2 248 352.7

Notes:

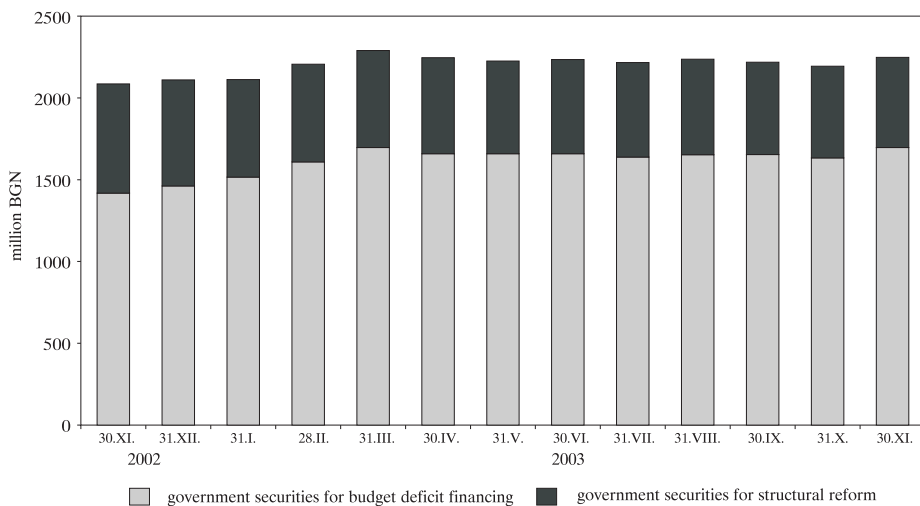
Domestic debt based on cash flows.

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 liabilities of the BNB to the IMF, on the other hand.

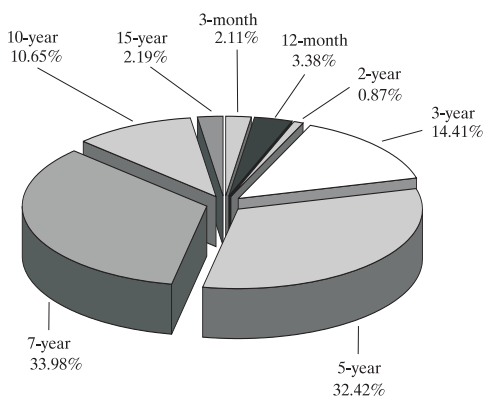
In the *Government Debt Management* bulletin, debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure in order to avoid any mistakes in using debt information.

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

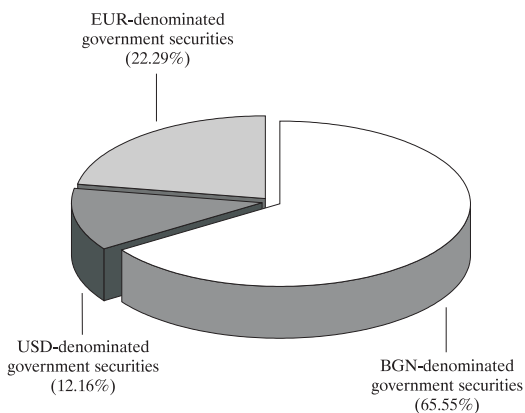


Outstanding Government Securities Issued for Budget Deficit Financing as of 30 November

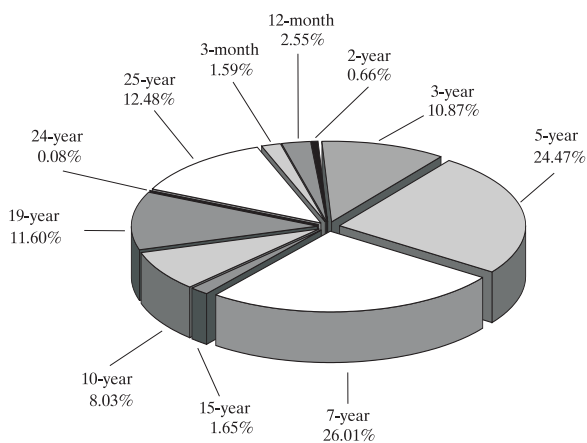


Note: The average-weighted maturity of government securities issued for budget deficit financing is five years and eleven months.

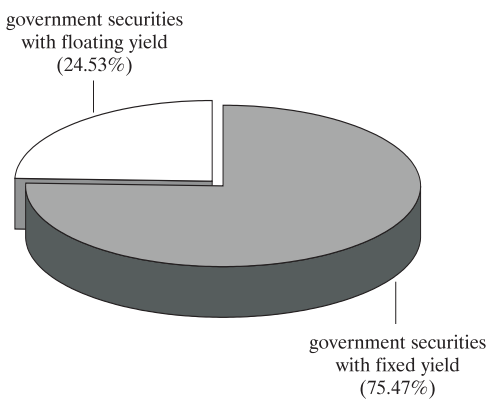
Forex Composition of Outstanding Government Securities as of 30 November



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 2003

(thousand BGN)

Structure	Amount of repaid interest (discount)
I. DEBT ON GOVERNMENT SECURITIES ISSUED FOR BUDGET DEFICIT FINANCING	
1. Government securities issued in 1998	1 098.6
5-year	1 098.6
2. Government securities issued in 1999	286.3
5-year	286.3
3. Government securities issued in 2000	12 337.6
3.1. Medium-term	12 337.6
3-year	8 148.1
5-year	4 189.5
4. Government securities issued in 2001	34 087.4
4.1. Medium-term*	34 087.4
2-year	9 880.1
5-year	21 957.3
7-year	2 250.0
5. Government securities issued in 2002	50 092.1
5.1. Short-term	3 315.6
3-month	323.2
12-month	2 992.5
5.2. Medium-term	23 224.9
2-year	858.1
3-year	10 558.0
5-year	11 808.8
5.3. Long-term	23 551.6
7-year	17 191.3
10-year	6 360.3
6. Government securities issued in 2003	4 520.9
6.1. Short-term	635.5
3-month	635.5
6.2. Medium-term	1 219.4
3-year	1 219.4
6.3. Long-term	2 665.9
5-year	1 006.5
7-year	574.8
EUR-denominated (lev equivalent)	-301.2
10-year	1 084.6
TOTAL (I)	102 422.9

(continued)

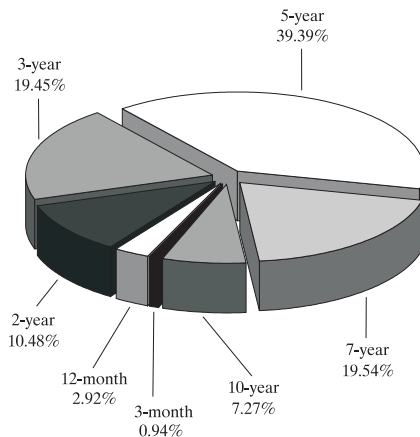
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(thousand BGN)

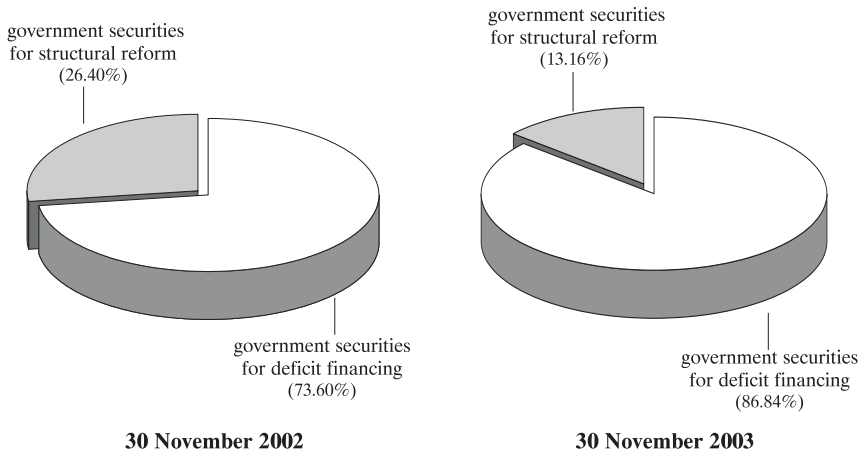
Structure	Amount of repaid interest (discount)
II. DEBT ON GOVERNMENT SECURITIES ISSUED AS A RESULT OF STRUCTURAL REFORM	
A. Debt on government securities issued to settle nonperforming credits of state-owned companies to banks	
1. Bonds issued pursuant to CM Decree No. 244 of 1991	99.3
2. Bonds issued pursuant to CM Decree No. 186 of 1992	61.4
3. Bonds issued pursuant to Articles 4 and 5 of ZUNK of 1993	14 836.4
lev bonds	241.2
USD-denominated bonds (in BGN at the current exchange rate)	6 466.6
EUR-denominated bonds (in BGN at the fixed exchange rate)	8 128.6
Total (A)	14 997.2
B. Debt on government securities issued pursuant to Articles 8 and 9 of LSPDACB of 1996	518.1
Total (B)	518.1
TOTAL (II)	15 515.3
EXPENDITURE ON GOVERNMENT DEBT, TOTAL	117 938.2
III. GOVERNMENT GUARANTEED DEBT	0.0
EXPENDITURE, TOTAL	117 938.2

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

Structure of Expenditure on Government Securities Issued for Budget Deficit Financing in November



Structure of Expenditure on Domestic Debt



Calendar of Payments on Government Securities in 2004

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
JANUARY					
01.01.2004	95 / 01.01.1992	275.17		39.26	314.44
01.01.2004	99 / 01.07.1993	0.00		22.86	22.86
01.01.2004	97 / 01.01.1994	17 821.02		1 800.34	19 621.35
01.01.2004	400 / 01.07.1999	16 168.71		3 159.59	19 328.29
02.01.2004	700 / 02.01.2002	778.07		25.50	803.57
02.01.2004	403 / 02.07.2003			1 445.36	1 445.36
03.01.2004	713 / 03.07.2002			23.16	23.16
08.01.2004	400 / 08.01.2003			1 890.41	1 890.41
08.01.2004	800 / 08.01.2003			37.84	37.84
09.01.2004	300 / 09.01.2002			3 175.89	3 175.89
09.01.2004	302 / 09.07.2003			2 387.98	2 387.98
09.01.2004	813 / 09.07.2003			13.87	13.87
10.01.2004	302 / 10.07.2002			2 769.43	2 769.43
15.01.2004	300 / 15.01.2003			2 126.71	2 126.71
16.01.2004	400 / 16.01.2002			3 024.66	3 024.66
16.01.2004	701 / 16.01.2002	728.34		25.70	754.04
16.01.2004	100 / 16.01.2003	19 170.84	829.16	0.00	20 000.00
17.01.2004	403 / 17.07.2002			2 463.39	2 463.39
17.01.2004	714 / 17.07.2002			15.13	15.13
22.01.2004	301 / 22.01.2003			1 386.30	1 386.30
22.01.2004	801 / 22.01.2003			23.48	23.48
23.01.2004	814 / 23.07.2003			16.27	16.27
24.01.2004	301 / 24.01.2001			1 285.14	1 285.14
25.01.2004	305 / 25.07.2001			2 111.48	2 111.48
29.01.2004	111 / 29.10.2003	11 920.67	79.33	0.00	12 000.00
30.01.2004	702 / 30.01.2002	624.57		22.04	646.61
31.01.2004	303 / 31.07.2002			2 168.03	2 168.03
31.01.2004	715 / 31.07.2002			17.25	17.25
January, total		67 487.39	908.49	31 477.04	99 872.92
FEBRUARY					
05.02.2004	401 / 05.02.2003			3 109.73	3 109.73
05.02.2004	802 / 05.02.2003			21.54	21.54
06.02.2004	815 / 06.08.2003			15.41	15.41
09.02.2004	443 / 18.08.1997			67.56	67.56
13.02.2004	703 / 13.02.2002	492.75		17.39	510.14
14.02.2004	716 / 14.08.2002			18.81	18.81
19.02.2004	803 / 19.02.2003			16.45	16.45
20.02.2004	816 / 20.08.2003			11.14	11.14
26.02.2004	112 / 26.11.2003	11 832.00	168.00	0.00	12 000.00

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
27.02.2004	704 / 27.02.2002	423.83		13.89	437.71
28.02.2004	717 / 28.08.2002			17.19	17.19
February, total		12 748.58	168.00	3 309.11	16 225.68
MARCH					
03.03.2004	817 / 03.09.2003			15.69	15.69
05.03.2004	804 / 05.03.2003			19.71	19.71
11.03.2004	304 / 11.09.2002			1 491.80	1 491.80
11.03.2004	718 / 11.09.2002			26.10	26.10
13.03.2004	301 / 13.03.2002			1 616.12	1 616.12
13.03.2004	705 / 13.03.2002	757.27		24.48	781.74
17.03.2004	818 / 17.09.2003			12.30	12.30
19.03.2004	805 / 19.03.2003			12.45	12.45
23.03.2004	113 / 23.12.2003	11 832.00	168.00		12 000.00
24.03.2004	306 / 31.03.1999	1 727.08	272.92	89.75	2 089.75
25.03.2004	719 / 25.09.2002			17.94	17.94
27.03.2004	706 / 27.03.2002	338.15		10.93	349.08
March, total		14 654.49	440.92	3 337.28	18 432.69
APRIL					
01.04.2004	98 / 01.10.1993			86.17	86.17
01.04.2004	819 / 01.10.2003			17.17	17.17
02.04.2004	806 / 02.04.2003			11.16	11.16
07.04.2004	309 / 11.10.2000			1 268.93	1 268.93
09.04.2004	720 / 09.10.2002			13.17	13.17
09.04.2004	104 / 09.04.2003	19 152.36	847.64	0.00	20 000.00
10.04.2004	707 / 10.04.2002	425.64		14.90	440.54
11.04.2004	404 / 12.11.2003			968.29	968.29
14.04.2004	473 / 22.10.1997			9.89	9.89
14.04.2004	475 / 22.10.1997			32.23	32.23
15.04.2004	820 / 15.10.2003			15.53	15.53
16.04.2004	807 / 16.04.2003			14.75	14.75
17.04.2004	402 / 17.04.2002			3 184.50	3 184.50
22.04.2004	309 / 29.04.1999	932.64	257.36	53.40	1 243.40
23.04.2004	721 / 23.10.2002			18.24	18.24
24.04.2004	307 / 24.10.2001			2 100.00	2 100.00
24.04.2004	708 / 24.04.2002	514.99		18.02	533.01
25.04.2004	303 / 25.04.2001			1 720.12	1 720.12
28.04.2004	476 / 05.11.1997			46.24	46.24
29.04.2004	821 / 29.10.2003			13.52	13.52
30.04.2004	400 / 31.10.2001			1 118.85	1 118.85
30.04.2004	808 / 30.04.2003			11.87	11.87
April, total		21 025.62	1 105.00	10 736.97	32 867.60

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
MAY					
06.05.2004	722 / 06.11.2002			13.68	13.68
08.05.2004	709 / 08.05.2002	507.52		17.67	525.18
12.05.2004	822 / 12.11.2003			9.95	9.95
14.05.2004	809 / 14.05.2003			13.95	13.95
20.05.2004	401 / 20.02.2002			3 132.79	3 132.79
20.05.2004	723 / 20.11.2002			16.69	16.69
22.05.2004	710 / 22.05.2002	465.36		16.20	481.56
24.05.2004	402 / 24.02.2003			14 687.61	14 687.61
26.05.2004	823 / 26.11.2003			10.94	10.94
28.05.2004	810 / 28.05.2003			14.67	14.67
May, total		972.88	0.00	17 934.15	18 907.02
JUNE					
04.06.2004	724 / 04.12.2002			18.93	18.93
05.06.2004	711 / 05.06.2002	584.61		20.46	605.07
10.06.2004	824 / 10.12.2003			11.00	11.00
11.06.2004	811 / 11.06.2003			14.41	14.41
19.06.2004	712 / 19.06.2002	664.46		23.26	687.72
25.06.2004	812 / 25.06.2003			18.66	18.66
June, total		1 249.07	0.00	106.72	1 355.79
JULY					
01.07.2004	95 / 01.01.1992			62.60	62.60
01.07.2004	99 / 01.07.1993	127.18	0.00	48.97	176.15
01.07.2004	97 / 01.01.1994			1 722.59	1 722.59
01.07.2004	400 / 01.07.1999			2 638.43	2 638.43
02.07.2004	403 / 02.07.2003			1 429.64	1 429.64
03.07.2004	713 / 03.07.2002	767.70		22.91	790.61
08.07.2004	400 / 08.01.2003			1 864.75	1 864.75
08.07.2004	800 / 08.01.2003			37.33	37.33
09.07.2004	300 / 09.01.2002			3 132.79	3 132.79
09.07.2004	302 / 09.07.2003			2 362.02	2 362.02
09.07.2004	813 / 09.07.2003			14.97	14.97
10.07.2004	302 / 10.07.2002			2 739.32	2 739.32
15.07.2004	300 / 15.01.2003			2 097.85	2 097.85
16.07.2004	400 / 16.01.2002			2 983.61	2 983.61
17.07.2004	403 / 17.07.2002			2 436.61	2 436.61
17.07.2004	714 / 17.07.2002	501.51		14.96	516.47
22.07.2004	301 / 22.01.2003			1 367.49	1 367.49
22.07.2004	801 / 22.01.2003			23.16	23.16
23.07.2004	814 / 23.07.2003			17.56	17.56
24.07.2004	301 / 24.01.2001			1 267.70	1 267.70

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
25.07.2004	305 / 25.07.2001			2 088.52	2 088.52
31.07.2004	303 / 31.07.2002			2 144.47	2 144.47
31.07.2004	715 / 31.07.2002	571.88		17.06	588.94
July, total		1 968.28	0.00	30 535.31	32 503.59
AUGUST					
05.08.2004	401 / 05.02.2003			3 067.52	3 067.52
05.08.2004	802 / 05.02.2003			23.02	23.02
06.08.2004	815 / 06.08.2003			16.62	16.62
09.08.2004	443 / 18.08.1997	4 225.97		115.90	4 341.86
14.08.2004	716 / 14.08.2002	623.72		18.61	642.33
19.08.2004	803 / 19.02.2003			16.22	16.22
20.08.2004	816 / 20.08.2003			12.02	12.02
28.08.2004	717 / 28.08.2002	526.18		18.32	544.50
August, total		5 375.87	0.00	3 288.23	8 664.10
SEPTEMBER					
03.09.2004	817 / 03.09.2003			17.31	17.31
05.09.2004	804 / 05.03.2003			19.98	19.98
11.09.2004	304 / 11.09.2002			1 508.20	1 508.20
11.09.2004	718 / 11.09.2002	807.44		28.41	835.86
13.09.2004	301 / 13.03.2002			1 638.36	1 638.36
17.09.2004	818 / 17.09.2003			13.56	13.56
19.09.2004	805 / 19.03.2003			12.62	12.62
25.09.2004	719 / 25.09.2002	601.30		18.14	619.43
September, total		1 408.74	0.00	3 256.58	4 665.32
OCTOBER					
01.10.2004	98 / 01.10.1993	430.63		130.80	561.43
01.10.2004	819 / 01.10.2003			18.73	18.73
02.10.2004	806 / 02.04.2003			11.19	11.19
06.10.2004	309 / 11.10.2000			1 268.93	1 268.93
09.10.2004	720 / 09.10.2002	439.08		13.17	452.25
11.10.2004	404 / 12.11.2003			1 173.50	1 173.50
13.10.2004	473 / 22.10.1997	466.10		12.78	478.89
13.10.2004	475 / 22.10.1997	1 518.62		41.65	1 560.27
15.10.2004	820 / 15.10.2003			16.94	16.94
16.10.2004	807 / 16.04.2003			16.02	16.02
17.10.2004	402 / 17.04.2002			3 193.22	3 193.22
23.10.2004	721 / 23.10.2002	561.28		19.64	580.93
24.10.2004	307 / 24.10.2001			2 100.00	2 100.00
25.10.2004	303 / 25.04.2001			1 724.83	1 724.83

(continued)

(continued)

(thousand BGN)

Payment	Issue	Principal	Discount	Interest	Total
27.10.2004	476 / 05.11.1997	2 069.96		56.77	2 126.72
29.10.2004	821 / 29.10.2003			14.88	14.88
30.10.2004	808 / 30.04.2003			12.89	12.89
31.10.2004	400 / 31.10.2001			1 131.15	1 131.15
October, total		5 485.67	0.00	10 957.11	16 442.78
NOVEMBER					
06.11.2004	722 / 06.11.2002	423.30	0.00	14.90	438.20
12.11.2004	822 / 12.11.2003			11.06	11.06
14.11.2004	809 / 14.05.2003			15.33	15.33
20.11.2004	401 / 20.02.2002			3 175.89	3 175.89
20.11.2004	723 / 20.11.2002	516.26		18.17	534.43
26.11.2004	823 / 26.11.2003			12.07	12.07
28.11.2004	810 / 28.05.2003			16.12	16.12
November, total		939.56	0.00	3 263.52	4 203.08
DECEMBER					
01.12.2004	96 / 01.12.1993	46.20		36.44	82.65
04.12.2004	724 / 04.12.2002	582.40		20.38	602.78
10.12.2004	824 / 10.12.2003			12.00	12.00
11.12.2004	811 / 11.06.2003			15.66	15.66
25.12.2004	812 / 25.06.2003			20.27	20.27
December, total		628.60	0.00	104.75	733.35
Total for 2004		133 944.74	2 622.42	118 306.77	254 873.93

Notes:

1. Calculations based on parameters from the 2004 State Budget Law.
2. Payments on the 2004 issues excluded from the calendar.

By end-November foreign debt totaled EUR 7,507.1 million. Government debt accounted for EUR 7,112.2 million and government guaranteed debt amounted to EUR 394.8 million.

In November new foreign financing amounted to BGN 31,798.4 thousand. Payments on the debt totaled BGN 25,267.4 thousand, of which BGN 12,826.4 thousand principal repayments and BGN 12,441 thousand interest. Predominant among them were repayments to the IMF (BGN 10,391.7 thousand) and on called government guarantees (BGN 1,532 thousand). Interest was repaid mainly to the IMF (BGN 10,493.7 thousand) and on government investment loans (BGN 1,441.8 thousand).

Since early-2003 received loans have totaled BGN 819,633.5 thousand, of which BGN 295,721.5 thousand receipts from the World Bank, BGN 256,649.9 thousand from the IMF and BGN 156,584.9 thousand on government investment loans. Payments on the debt have amounted to BGN 1,352,254.8 thousand, including BGN 735,541.1 principal repayments. The largest amounts were repaid on Brady bonds (BGN 178,820.1 thousand), to the IMF (BGN 137,874.4 thousand), to the Paris Club (BGN 121,589.3 thousand), on government guaranteed loans (BGN 78,231.9 thousand) and on government investment loans (BGN 63,862.7 thousand). By end-November net foreign financing totaled BGN 84,092.4 thousand.

Foreign debt structure underwent certain changes as a result of effected operations. Debt denominated in euro amounted to 34.7% and debt denominated in US dollars and other currencies comprised 49.4% and 15.9% respectively. A slight change was reported in debt interest structure. Proportion between the debt with floating interest coupons and fixed interest coupons reached 62.6% to 37.4%. The average-weighted residual term to maturity of the foreign debt was nine years and eleven months.

The percentage share of the debt on other bonds amounted to 27.8% and on Brady bonds to 26.5%. The share of the debt to the IMF slightly decreased and comprised 12.8%. Obligations to the World Bank occupied 11.9%, to the Paris Club, 2.9%, to the European Union, 4.7%, and on government guaranteed credits, 5.3%.

Foreign Debt

(million EUR)

Structure	as of 31.XII. 2002 r.	2003				
		as of 31.III.	as of 30.VI.	as of 30.IX.	as of 31.X.	as of 30.XI.
Government debt	7 623.6	7 425.9	7 367.2	7 239.7	7 248.1	7 112.2
I. Bonds	4 646.4	4 428.6	4 271.5	4 165.8	4 173.8	4 077.1
1. Brady bonds	2 398.7	2 237.8	2 133.6	2 048.8	2 054.1	1 990.3
2. Other bonds	2 247.7	2 190.8	2 137.9	2 117.0	2 119.8	2 086.7
II. Credits	2 977.3	2 997.3	3 095.7	3 073.9	3 074.3	3 035.2
1. Paris Club	284.5	242.2	240.3	220.0	220.3	219.5
2. World Bank	836.1	798.4	917.5	904.3	907.0	892.2
2.1. World Bank	716.9	687.2	814.1	797.8	798.7	787.6
2.2. JBIC (JEXIM)	119.2	111.2	103.3	106.5	108.2	104.5
3. G24	48.9	47.9	43.9	43.5	43.7	43.1
4. European Union	390.0	390.0	390.0	350.0	350.0	350.0
5. IMF	990.9	971.0	949.2	1 003.2	995.3	964.4
6. Other	129.2	129.2	127.8	127.8	127.8	127.8
7. Government investment loans	236.7	361.2	371.6	372.2	377.3	386.7
7.1. World Bank	69.0	72.4	76.9	79.1	81.0	82.3
7.2. European Investment Bank	122.5	186.5	191.0	190.8	187.7	199.1
7.3. EBRD	26.2	40.0	38.2	34.0	34.1	32.9
7.4. Other	19.0	62.4	65.4	68.2	74.5 *	72.3
8. Called government guarantees	61.0	57.4	55.5	53.0	53.0	51.4
8.1. World Bank	48.5	45.7	44.4	42.2	42.3	41.8
8.2. European Investment Bank	2.6	2.3	2.2	1.9	1.9	1.9
8.3. Other	9.9	9.4	9.0	8.8	8.8	7.8
Government guaranteed debt	530.5	388.2	397.7	399.7	401.2	394.8
1. World Bank	137.1	128.6	122.3	117.3	117.8 *	115.0
2. European Investment Bank	115.8	47.5	47.5	44.7	44.7	44.7
3. EBRD	60.7	41.1	38.5	41.8	41.6 *	40.9
4. Other	216.8	170.9	189.3	196.0	197.1 *	194.3
FOREIGN DEBT, TOTAL	8 154.1	7 814.1	7 764.9	7 639.4	7 649.3	7 507.1
FOREIGN DEBT, TOTAL (million USD)	8 460.6	8 513.4	8 872.9	8 901.4	8 890.0	9 004.0

Notes:

1. Foreign debt based on cash flows as of 1 January 2003.
2. Credits in *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 liabilities 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 2003.

* 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	707 889.1	657 309.2	590 902.5
I. Bonds	-	178 820.1	434 769.0
1. Brady bonds	-	178 820.1	107 644.3
2. Other bonds	-	-	327 124.6
II. Credits	707 889.1	478 489.1	156 133.6
1. Paris Club	-	121 589.3	19 828.8
2. World Bank	295 721.5	61 401.6	37 762.8
2.1. World Bank	295 721.5	45 024.3	33 882.7
2.2. JBIC (JEXIM)	-	16 377.3	3 880.1
3. G24	-	5 991.8	1 976.5
4. European Union	-	78 233.2	17 190.3
5. IMF	256 649.9	137 874.4	42 165.7
6. Other	-	-	2 103.8
7. Government investment loans	156 584.9	63 862.7	31 155.6
7.1. World Bank	30 394.9	2 697.5	3 129.3
7.2. European Investment Bank	93 696.5	44 510.5	22 033.8
7.3. EBRD	59.4	16 654.7	3 612.3
7.4. Other	32 434.2	-	2 380.3
8. Called government guarantees	-1 067.3	9 536.1	3 950.1
8.1. World Bank	-1 067.3	7 194.3	3 116.6
8.2. European Investment Bank	-	809.9	327.9
8.3. Other	-	1 532.0	505.5
Government guaranteed debt	111 744.4	78 231.9	25 811.2
1. World Bank	625.2	16 197.0	9 162.4
2. European Investment Bank	3 911.7	11 297.3	5 041.2
3. EBRD	15 162.4	9 107.4	1 971.5
4. Other	92 045.2	41 630.2	9 636.2
TOTAL	819 633.5	735 541.1	616 713.7

Notes:

1. Values in BGN 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.

Forex Composition of the Foreign Debt as of 30 November

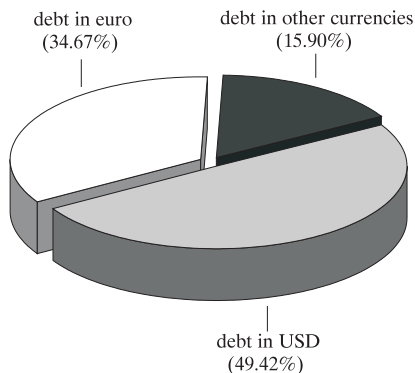


Chart 21

Interest Rate Structure of the Foreign Debt as of 30 November

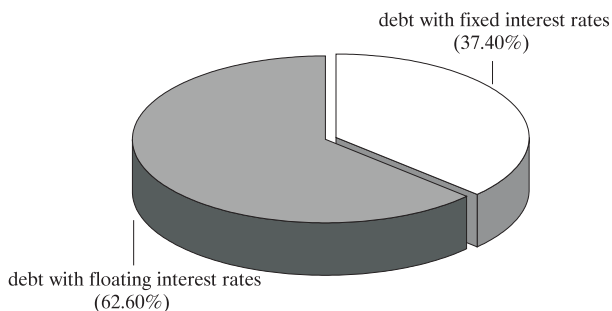
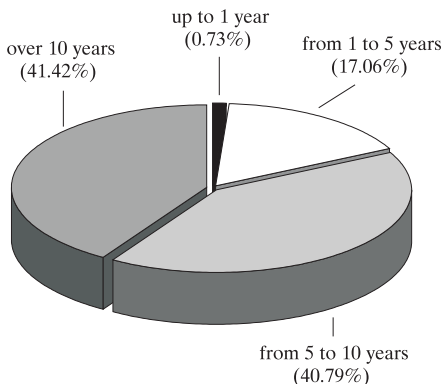


Chart 22

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 nine years and eleven months.

Payments on Foreign Debt in 2004

(thousand BGN)

Structure	January		February		March		April	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	111 286.4	268 276.3	46 031.7	25 457.8	77 106.2	53 948.3	29 446.8	1 590.7
I. Bonds	91 461.3	261 067.8	-	-	-	35 449.4	-	-
1. Brady bonds	91 461.3	44 177.3	-	-	-	35 449.4	-	-
2. Other bonds	-	216 890.5	-	-	-	-	-	-
II. Credits	19 825.1	7 208.5	46 031.7	25 457.8	77 106.2	18 498.9	29 446.8	1 590.7
1. Paris Club	-	-	-	-	46 847.0	8 018.8	-	-
2. World Bank	-	-	27 745.0	8 856.1	825.0	4 287.6	-	-
2.1. World Bank	-	-	18 990.0	7 846.0	825.0	4 287.6	-	-
2.2. JBC (JEXIM)	-	-	8 755.0	1 010.1	-	-	-	-
3. G24	-	103.8	-	137.8	782.4	104.9	-	314.7
4. European Union	-	-	-	2 752.5	-	1 461.1	-	-
5. IMF	-	-	10 235.2	10 820.7	20 470.4	-	22 745.5	-
6. Other	-	-	-	-	-	-	-	-
7. Government investment loans	18 460.6	6 864.6	5 221.8	1 700.7	8 181.3	4 626.6	6 701.3	1 276.0
7.1. World Bank	-	-	-	-	976.3	658.0	-	-
7.2. European Investment Bank	11 010.3	4 250.5	2 569.1	1 455.6	7 205.0	3 910.2	6 701.3	1 184.2
7.3. EBRD	7 450.3	1 209.0	-	-	-	-	-	-
7.4. Other	-	1 405.2	-	-	-	58.4	-	91.7
8. Called government guarantees	1 364.4	240.1	2 652.8	245.0	-	-	-	-
8.1. World Bank	957.2	96.9	2 829.6	1 190.1	-	-	-	-
8.2. European Investment Bank	407.2	143.2	-	-	-	-	-	-
8.3. Other	-	-	-	-	-	-	-	-
Government guaranteed debt	-	433.5	7 007.1	3 094.2	5 855.7	2 393.3	4 086.6	913.6
1. World Bank	-	-	7 007.1	2 330.4	-	-	-	21.3
2. European Investment Bank	-	-	-	199.7	5 648.7	2 186.1	-	-
3. EBRD	-	-	-	-	-	79.6	2 887.1	563.0
4. Other	-	433.5	-	564.1	207.0	127.7	1 199.5	329.3
TOTAL	111 286.4	268 709.8	53 038.8	28 552.0	82 961.8	56 341.6	33 533.4	2 504.2

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 2003.

(continued)

(thousand BGN)

Structure	May		June		July		August	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	22 236.3	14 126.5	40 699.7	28 032.6	148 392.8	148 525.3	56 254.2	27 360.0
I. Bonds	-	-	-	-	128 549.4	141 141.9	-	-
1. Brady bonds	-	-	-	-	128 549.4	46 803.5	-	-
2. Other bonds	-	-	-	-	-	94 338.4	-	-
II. Credits	22 236.3	14 126.5	40 699.7	28 032.6	19 843.4	7 383.4	56 254.2	27 360.0
1. Paris Club	-	-	-	94.8	-	-	-	-
2. World Bank	-	-	18 305.1	18 460.0	-	-	28 474.0	8 187.7
2.1. World Bank	-	-	15 131.4	16 191.8	-	-	19 719.0	7 392.8
2.2. JBIC (JEXIM)	-	-	3 173.7	2 268.2	-	-	8 755.0	794.9
3. G24	-	-	782.4	511.4	-	-	-	139.8
4. European Union	-	-	-	3 891.6	-	-	-	2 841.9
5. IMF	19 628.9	12 084.9	20 470.4	-	-	-	19 628.9	12 609.3
6. Other	-	-	-	1 713.4	-	-	-	-
7. Government investment loans	2 607.4	2 041.6	1 141.7	3 361.4	18 460.6	7 153.2	5 221.8	2 412.2
7.1. World Bank	-	-	1 141.7	2 134.5	-	-	-	-
7.2. European Investment Bank	1 629.9	1 785.8	-	1 112.5	11 010.3	3 880.6	2 569.1	1 877.5
7.3. EBRD	977.5	152.4	-	-	7 450.3	1 065.0	-	-
7.4. Other	-	103.5	-	114.3	-	2 207.7	-	-
8. Called government guarantees	-	-	-	-	1 382.8	230.1	2 652.8	534.7
8.1. World Bank	-	-	-	-	975.6	101.3	2 929.5	1 169.2
8.2. European Investment Bank	-	-	-	-	407.2	128.8	2 929.5	1 169.2
8.3. Other	-	-	-	-	-	-	-	-
Government guaranteed debt	-	6 640.7	7 699.7	5 058.3	-	470.2	7 279.5	3 110.2
1. World Bank	-	-	3 566.5	3 374.6	-	-	7 279.5	2 222.1
2. European Investment Bank	-	-	656.2	109.6	-	-	-	-
3. EBRD	-	-	3 477.0	307.0	-	-	-	313.9
4. Other	-	6 640.7	-	1 267.1	-	470.2	-	574.2
TOTAL	22 236.3	20 767.2	48 399.4	33 090.9	148 392.8	148 995.5	63 533.7	30 470.2

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 2003.

(continued)

(thousand BGN)

Structure	September		October		November		December	
	principal	interest	principal	interest	principal	interest	principal	interest
Government debt	78 567.8	20 175.6	24 568.9	1 668.5	31 546.8	15 867.7	55 028.4	31 593.8
I. Bonds	-	-	-	-	-	-	-	-
1. Brady bonds	-	-	-	-	-	-	-	-
2. Other bonds	-	-	-	-	-	-	-	-
II. Credits	78 567.8	20 175.6	24 568.9	1 668.5	31 546.8	15 867.7	55 028.4	31 593.8
1. Paris Club	46 836.0	6 960.5	-	-	-	-	-	0.9
2. World Bank	825.0	5 674.4	-	-	-	-	22 360.8	19 548.0
2.1. World Bank	825.0	5 674.4	-	-	-	-	19 149.0	17 305.5
2.2. JBIC (JEXIM)	-	-	-	-	-	-	3 211.7	2 242.5
3. G24	782.4	92.8	-	319.1	-	-	782.4	543.6
4. European Union	-	1 540.3	-	-	-	-	-	4 006.7
5. IMF	20 470.4	-	17 867.6	-	27 261.3	12 359.0	30 705.7	-
6. Other	-	-	-	-	-	-	-	1 884.2
7. Government investment loans	9 654.0	5 907.6	6 701.3	1 349.4	2 607.4	3 005.2	1 179.5	5 610.4
7.1. World Bank	1 009.0	668.3	-	-	-	-	1 179.5	3 196.7
7.2. European Investment Bank	7 205.0	5 147.5	6 701.3	1 015.1	1 629.9	2 731.7	-	2 290.0
7.3. EBRD	-	91.8	-	-	977.5	159.0	-	-
7.4. Other	1 440.0	-	-	334.3	-	114.5	-	123.6
8. Called government guarantees	-	-	-	-	1 678.1	503.4	-	-
8.1. World Bank	-	-	-	-	-	-	-	-
8.2. European Investment Bank	-	-	-	-	-	-	-	-
8.3. Other	-	-	-	-	1 678.1	503.4	-	-
Government guaranteed debt	5 855.7	2 534.4	4 086.6	998.9	-	2 737.3	7 829.9	9 212.0
1. World Bank	-	-	-	73.5	-	-	3 696.6	3 805.1
2. European Investment Bank	5 648.7	2 011.5	-	-	-	-	656.2	104.7
3. EBRD	-	97.1	2 887.1	612.5	-	-	3 477.0	243.9
4. Other	207.0	425.8	1 199.5	312.9	-	2 737.3	-	5 058.3
TOTAL	84 423.5	22 710.0	28 655.5	2 667.3	31 546.8	18 605.0	62 858.2	40 805.8

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 2003.

(continued)	Structure	Total		(thousand BGN)
		principal	interest	
	Government debt	721 165.9	636 623.1	1 357 789.0
I.	Bonds	220 010.7	437 659.2	657 669.9
	1. Brady bonds	220 010.7	90 980.9	310 991.6
	2. Other bonds	-	346 678.3	346 678.3
II.	Credits	501 155.2	198 964.0	700 119.1
	1. Paris Club	93 683.0	15 075.1	108 758.1
	2. World Bank	98 534.8	65 013.7	163 548.5
	2.1. World Bank	74 639.4	58 698.0	133 337.4
	2.2. JBIC (JEXIM)	23 895.4	6 315.7	30 211.1
	3. G24	3 129.7	2 267.9	5 397.7
	4. European Union	-	16 494.0	16 494.0
	5. IMF	209 484.4	47 873.8	257 358.2
	6. Other	-	3 597.7	3 597.7
	7. Government investment loans	86 138.9	45 308.9	131 447.8
	7.1. World Bank	4 306.5	6 657.5	10 964.0
	7.2. European Investment Bank	58 231.2	30 641.4	88 872.6
	7.3. EBRD	16 855.7	2 677.0	19 532.7
	7.4. Other	6 745.5	5 333.0	12 078.5
	8. Called government guarantees	10 184.3	3 332.9	13 517.2
	8.1. World Bank	7 691.9	2 557.5	10 249.4
	8.2. European Investment Bank	814.4	272.0	1 086.4
	8.3. Other	1 678.1	503.4	2 181.5
	Government guaranteed debt	49 700.8	37 596.4	87 297.2
	1. World Bank	21 549.7	11 827.0	33 376.7
	2. European Investment Bank	12 609.8	4 411.8	17 021.6
	3. EBRD	12 728.3	2 416.6	15 145.0
	4. Other	2 813.0	18 941.0	21 753.9
	TOTAL	770 866.7	674 219.5	1 445 086.2

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 2003.

By end-November government and government guaranteed debt totaled EUR 8,656.6 million, including domestic debt of EUR 1,149.6 million and foreign debt of EUR 7,507.1 million. The decrease in absolute terms was EUR 114.5 million on the previous month mainly due to USD/EUR exchange rate fluctuations and repayments made in November.

By end-November value of the key macroeconomic indicator identifying the *debt to GDP* ratio was 48%, down 0.6% on October 2003. The value of this indicator measured by the *domestic debt to GDP* ratio and the *foreign debt to GDP* ratio accounted for 6.4% and 41.6% respectively.

Domestic debt occupied 13.3% in debt structure and foreign debt, 86.7% (Chart 23). The upward trend in the share of domestic debt was sustained reflecting the policy intended to overcome the disequilibrium between domestic and foreign debts of Bulgaria.

Forex debt composition underwent certain changes on the previous month. By end-November the share of the debt in US dollars stayed relatively high, amounting to 44.5%. In the review period debt in euro reached 33%, debt in levs increased to 8.7% and debt in other currencies decreased to 13.8% (Chart 24).

Debt on other bonds (global bonds used to replace a portion of the Brady debt, and eurobonds) occupied the largest share in debt structure by type of creditor, 24.1%, followed by the London Club (Brady bonds), 23%, domestic debt (government securities), 13.3%, debt to the IMF, 11.1%, and debt to the World Bank, 10.3% (Chart 25).

By end-November debt interest structure reflected slight fluctuations: debt with fixed interest was 42.5%, while debt with floating interest comprised 57.5% (Chart 26).

Since early 2003 payments effected on government and government guaranteed debt have totaled BGN 2,123 million, including domestic debt payments of BGN 770.8 million and foreign debt payments of BGN 1,352.3 million (Chart 27). In November payments to the IMF, on called government guarantees, comprised the most significant share, while the main repayments related to domestic debt involved government securities issued for budget deficit financing.

By end-November payments in levs (BGN 770.8 million) accounted for the biggest share in the forex composition of debt payments, followed by payments in US dollars (recalculated in levs: BGN 575.9 million) and in euro (BGN 474.4 million, Chart 28).

Government and Government Guaranteed Debt

(million EUR)

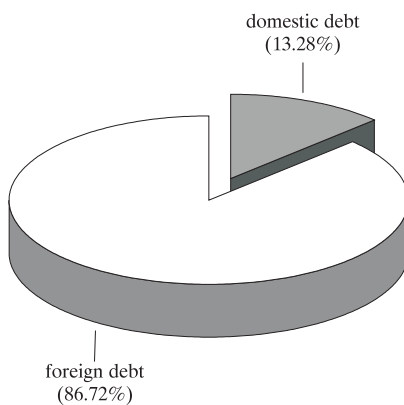
Structure	as of 31.XII. 2002	2003				
		as of 31.III.	as of 30.VI.	as of 30.IX.	as of 31.X.	as of 30.XI.
Domestic debt	1 079.7	1 172.1	1 142.5	1 134.1	1 121.9	1 149.6
I. Government debt	1 078.8	1 171.5	1 142.5	1 134.1	1 121.9	1 149.6
1. Government securities issued for budget deficit financing	747.6	868.0	848.1	845.6	835.3	867.5
2. Government securities issued for structural reform	331.1	303.4	294.4	288.5	286.5	282.0
II. Government guaranteed debt	1.0	0.6	0.0	0.0	0.0	0.0
Foreign debt	8 154.1	7 814.0	7 764.9	7 639.4	7 649.3	7 507.1
I. Government debt	7 623.6	7 425.8	7 367.2	7 239.7	7 248.1	7 112.2
1. Bonds	4 646.4	4 428.6	4 271.5	4 165.8	4 173.8	4 077.1
2. Credits	2 977.3	2 997.2	3 095.7	3 073.9	3 074.3*	3 035.2
Government investment loans	236.7	361.2	371.6	372.2	377.3*	386.7
Called government guarantees	61.0	57.4	55.5	53.0	53.0	51.4
II. Government guaranteed debt	530.5	388.2	397.7	399.7	401.2*	394.8
Debt, total	9 233.8	8 986.1	8 907.4	8 773.5	8 771.1	8 656.6
Debt/GDP (%)	55.6	49.8	49.4	48.7	48.6	48.0
Domestic debt/GDP (%)	6.5	6.5	6.3	6.3	6.2	6.4
Foreign debt/GDP (%)	49.1	43.3	43.0	42.4	42.4	41.6

Notes:

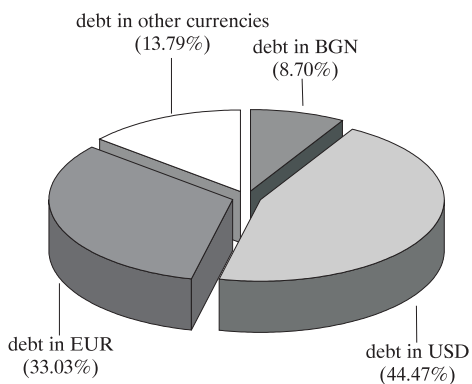
1. Debt based on cash flows. Foreign debt based on cash flows as of 1 January 2003.
2. Revised GDP projection for 2003: BGN 35,285.5 million. GDP for 2002: BGN 32,466 million.
3. The IMF extends its tranches to the central bank which then on-lends them to the government under Article 45 of the Law on 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 liabilities of the BNB to the IMF, on the other hand.
In the present issue of *Government Debt Management* bulletin, debt to the IMF is included in the foreign debt structure and excluded from domestic debt structure.
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 2003.

* Revised data.

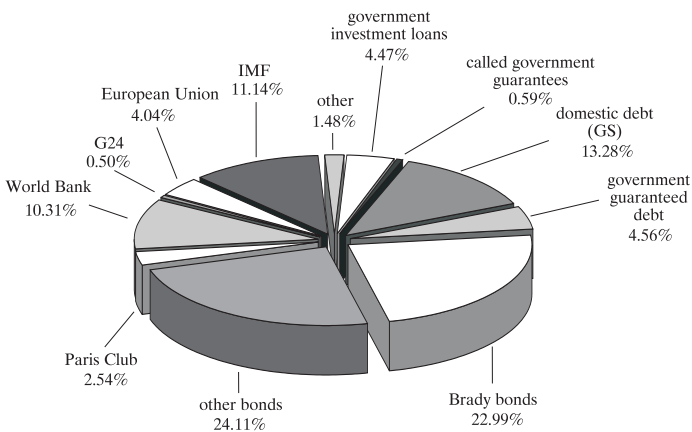
Debt Structure as of 30 November



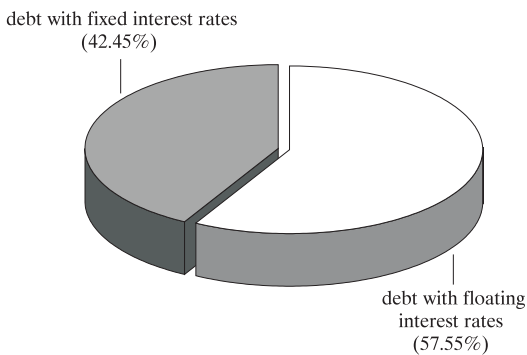
Debt Forex Structure as of 30 November



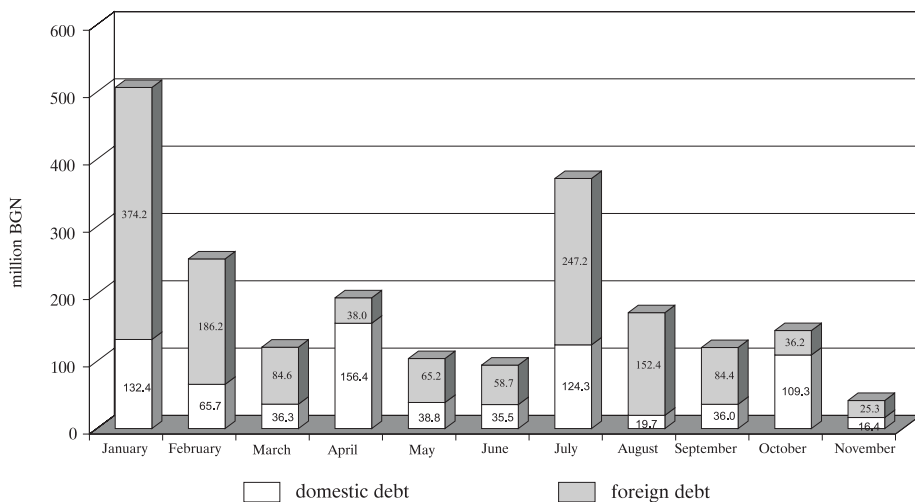
Debt Structure by Creditor as of 30 November



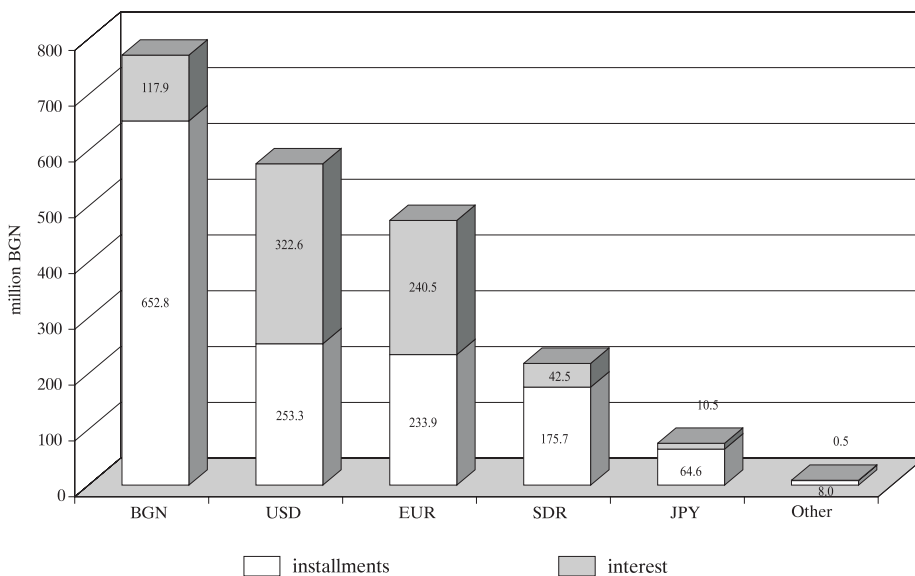
Debt Interest Structure as of 30 November



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	2002		2003			
	31.XII.	31.III.	30.VI.	31.VII.	31.VIII.	30.IX.
Government securities issued for budget deficit financing	0.1	0.1	0.1	2 540.5	2 540.5	2 540.5
– in EUR	-	-	-	-	-	-
Government securities issued for structural reform	71 326.7	66 800.6	65 011.8	65 058.2	65 232.1	61 007.2
– in USD	7 368.0	6 604.2	4 815.4	4 861.7	5 035.7	4 722.4
– in EUR	63 958.7	60 196.4	60 196.4	60 196.4	60 196.4	56 284.8
Total	71 326.8	66 800.7	65 011.9	67 598.7	67 772.7	63 547.7

Government Securities Issued in International Market and Held by Residents

(million USD)

Government securities type	2002		2003			
	31.XII.	31.III.	30.VI.	31.VII.	31.VIII.	30.IX.
Brady bonds	69.4	76.8	78.2	81.2	82.8	86.1
Eurobonds	74.4	70.5	68.3	70.4	71.6	77.3
Global bonds	189.2	217.2	210.6	214.3	220.1	215.1
– in EUR	136.3	151.5	152.4	150.6	145.8	148.7
– in USD	52.9	65.7	58.2	63.7	74.3	66.5
Total	332.9	364.4	357.1	365.9	374.5	378.5

* Revised data.

MUNICIPAL DEBT AND SOCIAL SECURITY FUNDS

Municipal Debt and Municipal Guarantees

Structure	(thousand BGN)					
	2002 as of 31.XII.	2003 as of 31.VII.		2003 as of 31.VIII.		as of 31.X.
I. Domestic municipal debt and municipal guarantees	44 597.65	32 738.52	36 717.56	40 039.15	41 724.08	43 218.62
I.1. Municipal debt	42 342.55	31 295.02	35 304.07	38 626.48	40 311.41	41 806.77
I.1.1. Government securities issues (at nominal value as of corresponding period)	9 164.70	9 164.70	10 484.70	10 484.70	10 484.70	10 484.70
I.2. Loans from banks and other financial institutions	9 122.33	9 664.69	11 633.00	15 471.79	16 854.46	18 712.12
I.3. Loans from the republican budget	11 169.60	2 772.50	3 086.34	2 875.73	2 852.94	3 036.28
I.4. Loans from extrabudgetary accounts and funds	9 611.36	6 632.59	7 337.29	7 068.68	7 007.82	6 318.63
I.5. Loans from other municipalities	-	-	-	-	-	-
I.6. Called municipal guarantees	-	-	-	-	-	-
I.7. Other	3 274.56	3 060.54	2 762.75	2 725.58	3 111.50	3 243.27*
2. Municipal guarantees	2 255.10	1 443.51	1 413.49	1 412.67	1 412.67	1 411.85
II. Foreign municipal debt and municipal guarantees	1 848.84	2 998.50	3 473.56	3 627.95	3 823.63	7 023.63
I.1. Municipal debt	1 848.84	2 998.50	3 473.56	3 627.95	3 823.63	7 023.63
I.1.1. Loans from banks and other financial institutions	1 848.84	2 998.50	3 473.56	3 627.95	3 823.63	7 023.63
2. Municipal guarantees	-	-	-	-	-	-
Municipal debt and municipal guarantees, total	46 446.49	35 737.03	40 191.12	43 667.10	45 547.70	50 242.25
Municipal debt and municipal guarantees, total	46 446.49	35 737.03	40 191.12	43 667.10	45 547.70	50 242.25

Notes:

1. The loan extended by the Council of Europe Development Bank (CEB) under the *Building and Rehabilitation of Houses for Rom Families* project (utilized by the Sofia Municipality) is excluded from *II. Foreign municipal debt and municipal guarantees, 1. Municipal debt, 1.1. Loans from banks and other financial institutions*, since it is reported under *Chapter Four (Government and Government Guaranteed Debt), Foreign Debt, 1. Government debt, 2. Credits*.

2. The loan extended by the Japan Bank for International Cooperation (JBIC) to the Sofia Municipality under the Loan Agreement is reported under *II. Foreign municipal debt and municipal guarantees, 1. Municipal debt, 1.1. Loans from banks and other financial institutions* as a foreign 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 under *Chapter Four (Government and Government Guaranteed Debt), Foreign Debt, II. Government guaranteed debt*.

3. 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	2002 as of 31.XII.	2003		
	as of 31.III.	as of 30.VI.	as of 30.IX.	as of 30.XI.
Domestic debt	37 482.3	37 382.6	36 432.6	36 401.5
I. National Insurance Institute	37 482.3	37 382.6	36 432.6	36 401.5
1. Other ¹	37 482.3	37 382.6	36 432.6	36 401.5
2. National Health Insurance Fund	-	-	-	-
3. Teachers' Pension Fund	-	-	-	-
Foreign debt	-	-	-	-

¹ The loan was extended by the Ministry of Finance to the National Insurance Institute under a subloan agreement concluded on the basis 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.

* Revised data.

CONSOLIDATED DEBT

Consolidated Debt Amount

Structure	2002		2003					
	as of 31.XII.	as of 30.VI.	as of 31.III.	as of 30.VI.	as of 31.VII.	as of 30.IX.	as of 31.X.	
I. Consolidated government debt	8 724.9	8 614.8	8 614.8	8 529.5	8 551.9	8 685.5	8 398.8	8 394.9
1. Central government debt	8 702.3	8 597.3	8 597.3	8 509.7	8 530.3	8 685.5	8 373.8	8 370.0
2. Social security funds debt	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
3. Municipal debt	22.6	17.5	17.5	19.8	21.6	0.0	25.0*	24.9
II. Government guaranteed debt	531.5	388.8	388.8	397.7	401.0	409.1	399.7	401.2
III. Municipal guarantees	1.2	0.7	0.7	0.7	0.7	0.7	0.7	0.7
Debt, total (I+II+III)	9 257.5	9 004.3	9 004.3	8 927.9	8 953.5	9 095.3	8 799.2	8 796.8
Debt/GDP (%)	55.77	49.91	49.91	49.49	49.63	50.41	48.77	48.76

Notes:

1. Government debt based on cash flows. Foreign debt based on cash flows as of 1 January 2003.

2. GDP projection for 2003: BGN 35,285.5 million. GDP for 2002: BGN 32,466 million.

3. 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.

4. 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 liabilities 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.

5. 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*.

6. The loan extended by the Council of Europe Development Bank (CEB) under the *Building and Rehabilitation of Houses for Rom Families* project (utilized by the Sofia Municipality) is excluded from 3. *Municipal debt* and is reported under 1. *Central government debt*.

7. The loan extended by the Japan Bank for International Cooperation (JBIC) to the Sofia Municipality under the Loan Agreement is reported under 1. *Consolidated government debt*. 3. *Municipal debt* as a foreign 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 under II. *Government guaranteed debt*.

* Revised data.

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