

# Section 5

## GOVERNMENT DEBT & DEBT PROFILE

|                                                                    |    |
|--------------------------------------------------------------------|----|
| Table (15) Summary of Public Domestic Debt-----                    | 35 |
| Table (16) Budget Sector Domestic Debt-----                        | 36 |
| Table (17) General Government Domestic Debt-----                   | 37 |
| Table (18) Domestic Public Debt-----                               | 38 |
| Table (19) Gross External Debt-----                                | 39 |
| Table (20) Debt Service Profile-----                               | 40 |
| Table (21) Government Securities Issuances-----                    | 41 |
| Table (22) Government Securities Quarterly Issuances Calendar----- | 41 |
| Table (23) Yield to Maturity (YTM) on Government Bonds-----        | 42 |

Table ( 15 ) : Summary of Public Domestic Debt  
At Different Consolidation Levels <sup>1/</sup>

(LE Millions)

|                                                             | Annual Profile     |                   |                   |                   |                     | Quarterly Profile |                   |                   |                     |
|-------------------------------------------------------------|--------------------|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-------------------|---------------------|
|                                                             | Jun-06             | Jun-07            | Jun-08            | Jun-09            | Jun-10 <sup>*</sup> | Mar-10            | Sep-10            | Dec-10            | Mar-11 <sup>*</sup> |
| <b>Gross Domestic Budget Sector Debt</b> <sup>2/</sup>      | 554,837<br>(2.0)   | 591,001<br>(6.5)  | 599,603<br>(1.5)  | 699,667<br>(16.7) | 808,384<br>(15.5)   | 810,036<br>(17.8) | 863,792<br>(14.9) | 889,154<br>(14.4) | 932,626<br>(15.1)   |
| <b>Budget Sector Deposits</b>                               | 109,948<br>(-28.3) | 112,829<br>(2.6)  | 120,904<br>(7.2)  | 137,341<br>(13.6) | 144,566<br>(5.3)    | 142,787<br>(6.1)  | 145,013<br>(3.7)  | 150,286<br>(5.3)  | 153,743<br>(7.7)    |
| <b>Net Domestic Budget Sector Debt</b>                      | 444,889<br>(13.9)  | 478,172<br>(7.5)  | 478,699<br>(0.1)  | 562,326<br>(17.5) | 663,818<br>(18.0)   | 667,249<br>(20.6) | 718,779<br>(17.5) | 738,868<br>(16.4) | 778,883<br>(16.7)   |
| <b>Gross General Government Domestic Debt</b> <sup>3/</sup> | 449,456<br>(-0.3)  | 486,241<br>(8.2)  | 512,982<br>(5.5)  | 615,849<br>(20.1) | 733,387<br>(19.1)   | 725,995<br>(21.7) | 780,621<br>(17.3) | 806,106<br>(15.9) | 847,921<br>(16.8)   |
| <b>General Government Deposits</b>                          | 117,247<br>(-32.5) | 116,964<br>(-0.2) | 131,043<br>(12.0) | 148,811<br>(13.6) | 158,531<br>(6.5)    | 153,837<br>(5.9)  | 159,030<br>(4.9)  | 162,595<br>(2.2)  | 164,261<br>(6.8)    |
| <b>Net Domestic General Government Debt</b>                 | 332,209<br>(19.8)  | 369,277<br>(11.2) | 381,939<br>(3.4)  | 467,038<br>(22.3) | 574,856<br>(23.1)   | 572,158<br>(26.8) | 621,591<br>(20.9) | 643,511<br>(19.9) | 683,660<br>(19.5)   |
| <b>Gross Domestic Public Debt</b> <sup>4/</sup>             | 470,264<br>(0.3)   | 493,879<br>(5.0)  | 537,533<br>(8.8)  | 643,628<br>(19.7) | 769,783<br>(19.6)   | 754,747<br>(21.0) | 816,773<br>(18.3) | 847,031<br>(16.9) | 890,682<br>(18.0)   |
| <b>Public Sector Deposits</b> <sup>5/</sup>                 | 137,332<br>(-26.7) | 130,605<br>(-4.9) | 150,501<br>(15.2) | 167,733<br>(11.4) | 170,171<br>(1.5)    | 172,490<br>(6.7)  | 173,335<br>(5.0)  | 180,149<br>(2.8)  | 186,108<br>(7.9)    |
| <b>Net Domestic Public Debt</b>                             | 332,932<br>(18.2)  | 363,274<br>(9.1)  | 387,032<br>(6.5)  | 475,895<br>(23.0) | 599,612<br>(26.0)   | 582,257<br>(26.1) | 643,438<br>(22.5) | 666,882<br>(21.5) | 704,574<br>(21.0)   |
| <b>Memorandum Items: (As Percent of GDP) <sup>6/</sup></b>  |                    |                   |                   |                   |                     |                   |                   |                   |                     |
| Gross Domestic Budget Sector Debt                           | 89.8%              | 79.4%             | 67.0%             | 67.1%             | 67.0%               | 67.1%             | 62.9%             | 64.8%             | 67.9%               |
| Net Domestic Budget Sector Debt                             | 72.0%              | 64.2%             | 53.5%             | 54.0%             | 55.0%               | 55.3%             | 52.4%             | 53.8%             | 56.7%               |
| Gross Domestic General Government Debt                      | 72.8%              | 65.3%             | 57.3%             | 59.1%             | 60.8%               | 60.2%             | 56.9%             | 58.7%             | 61.8%               |
| Net Domestic General Government Debt                        | 53.8%              | 49.6%             | 42.7%             | 44.8%             | 47.6%               | 47.4%             | 45.3%             | 46.9%             | 49.8%               |
| Gross Domestic Public Debt                                  | 76.1%              | 66.3%             | 60.0%             | 61.8%             | 63.8%               | 62.5%             | 59.5%             | 61.7%             | 64.9%               |
| Net Domestic Public Debt                                    | 53.9%              | 48.8%             | 43.2%             | 45.7%             | 49.7%               | 48.3%             | 46.9%             | 48.6%             | 51.3%               |

Source: Ministry of Finance - Central Bank of Egypt.

( ) Annual percentage change

<sup>\*</sup> Preliminary, subject to revision.

<sup>1/</sup> Domestic debt figures were revised in consistency with international standards of classification. Debt figures depict consolidated stocks at three different levels of compilation; the Budget Sector, the General Government, and the Public Sector. The Budget sector debt stock encompasses outstanding stocks of Central Administration, Local Governments, and Public Service Authorities. The General Government debt stock includes the consolidated debt stocks of the Budget sector, the NIB, and SIF. The Public sector debt stock corresponds to the consolidated debt of the General Government and Economic Authorities.

<sup>2/</sup> Outstanding domestic debt stocks due on Central Administration, Local Governments, and Public Service Authorities.

<sup>3/</sup> Consolidated domestic debt of the Budget sector, NIB, and SIF. This level of compilation entails the deduction of Budget Sector borrowings from NIB, MOF securities held by the SIF and NIB, the SIF bonds, and NIB borrowings from SIF.

<sup>4/</sup> Consolidated domestic debt due on the General Government and Economic Authorities. This level of compilation excludes outstanding debt of Economic Authorities to NIB as well as Budget Sector borrowing from Economic Authorities.

<sup>5/</sup> Total deposits of General Government and Economic Authorities (net of SIF deposits and Budget Sector borrowing from Economic Authorities).

<sup>6/</sup> According to the Ministry of Economic Development, GDP (at market prices) for 2011/2012 is projected to reach LE 1570 billion compared to a revised figure of LE 1373 billion expected in 2010/2011.

Table ( 16 ) : Budget Sector Domestic Debt: <sup>1/</sup>

## Detailed Profile

(LE Millions)

|                                                            | Annual Profile |                |                |                |                     | Quarterly Profile |                |                |                     |
|------------------------------------------------------------|----------------|----------------|----------------|----------------|---------------------|-------------------|----------------|----------------|---------------------|
|                                                            | Jun-06         | Jun-07         | Jun-08         | Jun-09         | Jun-10 <sup>*</sup> | Mar-10            | Sep-10         | Dec-10         | Mar-11 <sup>*</sup> |
| <b>Gross Domestic Budget Sector Debt</b>                   | <b>554,837</b> | <b>591,001</b> | <b>599,603</b> | <b>699,667</b> | <b>808,384</b>      | <b>810,036</b>    | <b>863,792</b> | <b>889,154</b> | <b>932,626</b>      |
| <b>Ministry of Finance Securities</b>                      | <b>349,958</b> | <b>562,897</b> | <b>568,848</b> | <b>681,837</b> | <b>779,232</b>      | <b>780,042</b>    | <b>812,417</b> | <b>847,922</b> | <b>879,156</b>      |
| Treasury bills                                             | 103,144        | 118,657        | 146,439        | 239,080        | 266,121             | 285,268           | 268,786        | 281,865        | 320,391             |
| Bills Reverse Repo                                         | -              | -              | -              | -              | -                   | -                 | -              | -              | -                   |
| Treasury bonds                                             | 58,000         | 57,000         | 78,500         | 92,500         | 159,767             | 141,767           | 181,267        | 203,267        | 206,767             |
| Treasury bonds and notes issued to CBE                     | 145,554        | 144,517        | 121,783        | 121,113        | 112,470             | 115,496           | 112,470        | 112,470        | 112,470             |
| Revaluation bonds                                          | 16,582         | 19,582         | -              | -              | 9,063               | 9,063             | 18,126         | 18,126         | 18,126              |
| Commercial Banks recapitalization bonds                    | 4,000          | 4,000          | 4,000          | 4,000          | 4,000               | 4,000             | 4,000          | 4,000          | 4,000               |
| GASC bonds                                                 | 1,881          | 1,881          | 595            | 595            | -                   | -                 | -              | -              | -                   |
| Bank restructuring bonds                                   | 12,014         | 11,886         | 11,126         | 11,677         | 11,883              | 11,487            | 11,882         | 12,112         | -                   |
| Insurance notes                                            | 2,000          | 2,000          | 2,000          | 2,000          | 2,000               | 2,000             | 2,000          | 2,000          | 2,000               |
| Eurobonds (held domestically)                              | 5,109          | 3,868          | 3,750          | 4,036          | 6,005               | 4,144             | 5,967          | 6,176          | 7,316               |
| Egyptian Notes Issued Abroad and Purchased Domestically    | -              | -              | -              | 3,773          | 3,807               | 3,752             | 3,797          | 3,781          | 3,953               |
| Housing bonds                                              | 122            | 119            | 117            | 115            | 114                 | 114               | 121            | 115            | 115                 |
| The 5 % Government bonds                                   | 1,552          | 1,588          | 1,636          | 1,700          | 1,765               | 1,703             | 1,764          | 1,773          | 1,781               |
| SIF Bonds <sup>2/</sup>                                    | -              | 197,799        | 198,902        | 201,248        | 202,237             | 201,248           | 202,237        | 202,237        | 202,237             |
| <b>Budget Sector Borrowings from NIB</b> <sup>3/</sup>     | <b>197,725</b> | <b>-</b>       | <b>-</b>       | <b>-</b>       | <b>-</b>            | <b>-</b>          | <b>-</b>       | <b>-</b>       | <b>-</b>            |
| <b>Facilities from SIF</b> <sup>4/</sup>                   | <b>2,065</b>   | <b>4,517</b>   | <b>2,343</b>   | <b>2,343</b>   | <b>2,343</b>        | <b>2,343</b>      | <b>2,343</b>   | <b>2,343</b>   | <b>2,343</b>        |
| <b>Budget Sector Bank Loans</b>                            | <b>5,089</b>   | <b>23,587</b>  | <b>28,412</b>  | <b>15,487</b>  | <b>26,809</b>       | <b>27,651</b>     | <b>47,532</b>  | <b>38,889</b>  | <b>49,127</b>       |
| Of Which Economic Authorities' Deposits in TSA             | 2,555          | 21,235         | 15,014         | 12,887         | 12,239              | 13,292            | 12,624         | 11,555         | 12,717              |
| <b>Budget Sector Deposits</b>                              | <b>109,948</b> | <b>112,829</b> | <b>120,904</b> | <b>137,341</b> | <b>144,566</b>      | <b>142,787</b>    | <b>145,013</b> | <b>150,286</b> | <b>153,743</b>      |
| <b>Net Domestic Budget Sector Debt</b>                     | <b>444,889</b> | <b>478,172</b> | <b>478,699</b> | <b>562,326</b> | <b>663,818</b>      | <b>667,249</b>    | <b>718,779</b> | <b>738,868</b> | <b>778,883</b>      |
| <b>Memorandum Items: (As Percent of GDP) <sup>5/</sup></b> |                |                |                |                |                     |                   |                |                |                     |
| Gross Domestic Budget Sector Debt                          | 89.8%          | 79.4%          | 67.0%          | 67.1%          | 67.0%               | 67.1%             | 62.9%          | 64.8%          | 67.9%               |
| Net Domestic Budget Sector Debt                            | 72.0%          | 64.2%          | 53.5%          | 54.0%          | 55.0%               | 55.3%             | 52.4%          | 53.8%          | 56.7%               |

Source: Ministry of Finance and Central Bank of Egypt

<sup>\*</sup> Preliminary, subject to revision.<sup>1/</sup> Outstanding domestic debt stock, due on Central Administration, Local Governments, and Public Service Authorities.<sup>2/</sup> In light of the enhanced transparency of the new fiscal policy framework, the outstanding debt on Treasury to SIF (through NIB) was registered as a direct liability on the first to the latter on July 1<sup>st</sup>, 2006. This was associated with the issuance of two treasury bonds in interest of SIF, worth L.E 197.725 billions. The third bond worth LE 74.5 million was issued at end of June 2007.<sup>3/</sup> Includes outstanding interest payments on Treasury to NIB.<sup>4/</sup> Part of SIF deposits that are used as loan facilities for the budget sector, currently recognized as part of budget sector domestic debt obligations.<sup>5/</sup> According to the Ministry of Economic Development, GDP (at market prices) for 2011/2012 is projected to reach LE 1570 billion compared to a revised figure of LE 1373 billion expected in 2010/2011.

Table ( 17 ) : General Government Domestic Debt: <sup>1/</sup>

## Detailed Profile

(LE Millions)

|                                                            | Annual Profile |                |                |                |                | Quarterly Profile |                |                |                |
|------------------------------------------------------------|----------------|----------------|----------------|----------------|----------------|-------------------|----------------|----------------|----------------|
|                                                            | Jun-06         | Jun-07         | Jun-08         | Jun-09         | Jun-10         | Mar-10            | Sep-10         | Dec-10         | Mar-11 *       |
| <b>Gross General Government Domestic Debt</b>              | <b>449,456</b> | <b>486,241</b> | <b>512,982</b> | <b>615,849</b> | <b>733,387</b> | <b>725,995</b>    | <b>780,621</b> | <b>806,106</b> | <b>847,921</b> |
| <b>Consolidated Budget Sector Debt</b>                     | <b>335,921</b> | <b>365,081</b> | <b>371,619</b> | <b>464,817</b> | <b>564,670</b> | <b>569,235</b>    | <b>611,587</b> | <b>636,426</b> | <b>677,782</b> |
| Gross Domestic Budget Sector Debt                          | 554,837        | 591,001        | 599,603        | 699,667        | 808,384        | 810,036           | 863,792        | 889,154        | 932,626        |
| Less:                                                      |                |                |                |                |                |                   |                |                |                |
| Budget Sector Borrowings from NIB <sup>2/</sup>            | 197,725        | -              | -              | -              | -              | -                 | -              | -              | -              |
| MOF securities held by NIB                                 | 6,088          | 6,231          | 8,528          | 9,977          | 13,665         | 14,269            | 15,764         | 16,332         | 16,487         |
| MOF securities held by SIF                                 | 13,038         | 17,373         | 18,211         | 21,282         | 25,469         | 22,941            | 31,861         | 31,816         | 33,777         |
| SIF Bonds <sup>2/</sup>                                    | -              | 197,799        | 198,902        | 201,248        | 202,237        | 201,248           | 202,237        | 202,237        | 202,237        |
| Facilities from SIF <sup>3/</sup>                          | 2,065          | 4,517          | 2,343          | 2,343          | 2,343          | 2,343             | 2,343          | 2,343          | 2,343          |
| <b>Consolidated NIB Debt</b>                               | <b>113,535</b> | <b>121,160</b> | <b>141,363</b> | <b>151,032</b> | <b>168,717</b> | <b>156,760</b>    | <b>169,034</b> | <b>169,680</b> | <b>170,139</b> |
| Gross Domestic Debt of NIB                                 | 354,972        | 169,162        | 193,071        | 205,565        | 227,714        | 211,293           | 228,031        | 169,680        | 229,136        |
| NIB borrowing from SIF <sup>2/</sup>                       | 241,437        | 48,002         | 51,708         | 54,533         | 58,997         | 54,533            | 58,997         | 58,997         | 58,997         |
| Investment Certificates                                    | 71,065         | 76,064         | 86,741         | 90,112         | 99,782         | 96,799            | 101,486        | 102,120        | 102,825        |
| Post Office savings                                        | 39,097         | 43,518         | 49,255         | 54,487         | 64,836         | 57,987            | 65,837         | 65,837         | 65,837         |
| Other                                                      | 3,373          | 1,578          | 5,367          | 6,433          | 4,099          | 1,974             | 1,711          | 1,723          | 1,477          |
| Less:                                                      |                |                |                |                |                |                   |                |                |                |
| NIB borrowing from SIF <sup>2/</sup>                       | 241,437        | 48,002         | 51,708         | 54,533         | 58,997         | 54,533            | 58,997         | 58,997         | 58,997         |
| <b>General Government Deposits</b>                         | <b>117,247</b> | <b>116,964</b> | <b>131,043</b> | <b>148,811</b> | <b>158,531</b> | <b>153,837</b>    | <b>159,030</b> | <b>162,595</b> | <b>164,261</b> |
| Budget Sector Deposits                                     | 109,948        | 112,829        | 120,904        | 137,341        | 144,566        | 142,787           | 145,013        | 150,286        | 153,743        |
| NIB Deposits                                               | 3,767          | 2,961          | 3,891          | 4,806          | 5,510          | 3,375             | 7,218          | 6,385          | 4,584          |
| SIF Deposits <sup>4/</sup>                                 | 3,532          | 1,174          | 6,248          | 6,664          | 8,455          | 7,675             | 6,799          | 5,924          | 5,934          |
| <b>Net Domestic General Government Debt</b>                | <b>332,209</b> | <b>369,277</b> | <b>381,939</b> | <b>467,038</b> | <b>574,856</b> | <b>572,158</b>    | <b>621,591</b> | <b>643,511</b> | <b>683,660</b> |
| <b>Memorandum Items: (As Percent of GDP) <sup>5/</sup></b> |                |                |                |                |                |                   |                |                |                |
| Gross Domestic General Government Debt                     | 72.8%          | 65.3%          | 57.3%          | 59.1%          | 60.8%          | 60.2%             | 56.9%          | 58.7%          | 61.8%          |
| Net Domestic General Government Debt                       | 53.8%          | 49.6%          | 42.7%          | 44.8%          | 47.6%          | 47.4%             | 45.3%          | 46.9%          | 49.8%          |

Source: Ministry of Finance and Central Bank of Egypt

- Data unavailable.

\* Preliminary, subject to revision.

<sup>1/</sup> Consolidated domestic debt of the Budget sector, NIB, and SIF. This level of compilation entails the deduction of Budget Sector borrowings from NIB, MOF securities held by the SIF and NIB, the SIF bonds, and NIB borrowings from SIF.

<sup>2/</sup> In light of the enhanced transparency of the new fiscal policy framework, the outstanding debt on Treasury to SIF (through NIB) was registered as a direct liability on the first to the latter on July 1<sup>st</sup>, 2006. This was associated by the issuance of two treasury bonds in interest of SIF, worth L.E 197.725 billions. The third bond worth LE 74.5 million was issued at end of June 2007.

<sup>3/</sup> Part of SIF deposits used as loan facilities for the budget sector, currently recognized as part of budget sector domestic debt obligations.

<sup>4/</sup> Data revised to exclude deposits used as loan facilities for budget sector starting June 2006.

<sup>5/</sup> According to the Ministry of Economic Development, GDP (at market prices) for 2011/2012 is projected to reach LE 1570 billion compared to a revised figure of LE 1373 billion expected in 2010/2011.

Table ( 18 ) : Domestic Public Debt: <sup>1/</sup>

## Detailed Profile

(LE Millions)

|                                                     | Annual Profile |                |                |                |                     | Quarterly Profile |                |                |                     |
|-----------------------------------------------------|----------------|----------------|----------------|----------------|---------------------|-------------------|----------------|----------------|---------------------|
|                                                     | Jun-06         | Jun-07         | Jun-08         | Jun-09         | Jun-10 <sup>*</sup> | Mar-10            | Sep-10         | Dec-10         | Mar-11 <sup>*</sup> |
| <b>Gross Domestic Public Debt</b>                   | <b>470,264</b> | <b>493,879</b> | <b>537,533</b> | <b>643,628</b> | <b>769,783</b>      | <b>754,747</b>    | <b>816,773</b> | <b>847,031</b> | <b>890,682</b>      |
| Gross General Government Domestic Debt              | 449,456        | 486,241        | 512,982        | 615,849        | 733,387             | 725,995           | 780,621        | 806,106        | 847,921             |
| Economic Authorities' Domestic Debt                 | 73,559         | 80,607         | 90,844         | 90,728         | 100,104             | 93,093            | 101,039        | 105,147        | 108,142             |
| Less:                                               |                |                |                |                |                     |                   |                |                |                     |
| Economic Authorities' Borrowings from NIB           | 50,196         | 51,734         | 51,279         | 50,062         | 51,469              | 51,049            | 52,263         | 52,667         | 52,664              |
| Economic Authorities' Deposits in TSA <sup>2/</sup> | 2,555          | 21,235         | 15,014         | 12,887         | 12,239              | 13,292            | 12,624         | 11,555         | 12,717              |
| <b>Public Sector Deposits</b>                       | <b>137,332</b> | <b>130,605</b> | <b>150,501</b> | <b>167,733</b> | <b>170,171</b>      | <b>172,490</b>    | <b>173,335</b> | <b>180,149</b> | <b>186,108</b>      |
| General Government Deposits                         | 117,247        | 116,964        | 131,043        | 148,811        | 158,531             | 153,837           | 159,030        | 162,595        | 164,261             |
| Net Deposits of Economic Authorities                | 20,085         | 13,641         | 19,458         | 18,922         | 11,640              | 18,653            | 14,305         | 17,554         | 21,847              |
| Economic Authorities Gross Deposits                 | 26,172         | 36,050         | 40,720         | 38,473         | 32,334              | 39,620            | 33,728         | 35,033         | 40,498              |
| Less:                                               |                |                |                |                |                     |                   |                |                |                     |
| SIF Deposits <sup>3/ 4/</sup>                       | 3,532          | 1,174          | 6,248          | 6,664          | 8,455               | 7,675             | 6,799          | 5,924          | 5,934               |
| Economic Authorities' Deposits in TSA <sup>2/</sup> | 2,555          | 21,235         | 15,014         | 12,887         | 12,239              | 13,292            | 12,624         | 11,555         | 12,717              |
| <b>Net Domestic Public Debt</b>                     | <b>332,932</b> | <b>363,274</b> | <b>387,032</b> | <b>475,895</b> | <b>599,612</b>      | <b>582,257</b>    | <b>643,438</b> | <b>666,882</b> | <b>704,574</b>      |
| <b>Memorandum Items: (As Percent of GDP) 5/</b>     |                |                |                |                |                     |                   |                |                |                     |
| Gross Domestic Public Debt                          | 76.1%          | 66.3%          | 60.0%          | 61.8%          | 63.8%               | 62.5%             | 59.5%          | 61.7%          | 64.9%               |
| Net Domestic Public Debt                            | 53.9%          | 48.8%          | 43.2%          | 45.7%          | 49.7%               | 48.3%             | 46.9%          | 48.6%          | 51.3%               |

Source: Ministry of Finance and Central Bank of Egypt

<sup>\*</sup> Preliminary, subject to revision.<sup>1/</sup> Consolidated domestic debt due on the General Government and Economic Authorities. This level of compilation excludes outstanding debt of Economic Authorities to NIB.<sup>2/</sup> This represents part of the Economic Authorities' deposits at TSA that is borrowed by the Budget sector in the form of loan facilities. Hence it represents an interrelated debt between the Budget and Economic Authorities and is therefore deducted on consolidation from both gross Public Sector debt and deposits of Economic Authorities.<sup>3/</sup> SIF deposits were previously included in General Government deposits, see Table (16).<sup>4/</sup> Data revised to exclude deposits used as loan facilities for budget sector starting June 2006.<sup>5/</sup> According to the Ministry of Economic Development, GDP (at market prices) for 2011/2012 is projected to reach LE 1570 billion compared to a revised figure of LE 1373 billion expected in 2010/2011.

Table ( 19 ): Gross External Debt

(US \$ Million)

|                                                       | Jun-05        | Jun-06        | Jun-07        | Jun-08        | Jun-09        | Jun-10        | Mar-11 <sup>*</sup> |
|-------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------------|
| <b>Gross External Debt</b>                            | <b>28,949</b> | <b>29,593</b> | <b>29,898</b> | <b>33,893</b> | <b>31,531</b> | <b>33,694</b> | <b>34,841</b>       |
|                                                       | -(3.1)        | (2.2)         | (1.0)         | (13.4)        | -(7.0)        | (6.9)         | (7.9)               |
| <b>Gross External Government Debt</b>                 | <b>18,231</b> | <b>18,865</b> | <b>19,492</b> | <b>21,641</b> | <b>25,818</b> | <b>26,249</b> | <b>26,755</b>       |
|                                                       | -(3.9)        | (3.5)         | (3.3)         | (11.0)        | (19.3)        | (1.7)         | (7.1)               |
| Bonds and Notes                                       | 614           | 1,862         | 1,570         | 2,652         | 1,926         | 3,080         | 2,866               |
| Loans                                                 | 17,617        | 17,003        | 17,922        | 18,989        | 23,892        | 23,170        | 23,889              |
| <b>Gross External Non- Government Debt</b>            | <b>10,718</b> | <b>10,728</b> | <b>10,406</b> | <b>12,252</b> | <b>5,713</b>  | <b>7,445</b>  | <b>8,087</b>        |
|                                                       | -(1.7)        | (0.1)         | -(3.0)        | (17.7)        | -(53.4)       | (30.3)        | (10.8)              |
| Monetary Authorities                                  | 983           | 664           | 316           | 290           | 212           | 1,260         | 1,503               |
| Banks                                                 | 2,011         | 2,120         | 1,954         | 2,542         | 1,797         | 1,964         | 1,855               |
| Other Sectors                                         | 7,724         | 7,944         | 8,136         | 9,420         | 3,705         | 4,221         | 4,729               |
| <b>Memorandum Items:</b>                              |               |               |               |               |               |               |                     |
| Gross External Debt / GDP                             | 31.1          | 27.6          | 22.8          | 20.1          | 16.9          | 15.9          | 15.1                |
| Gross External Government Debt/GDP                    | 19.6          | 17.6          | 14.9          | 12.9          | 13.8          | 12.4          | 11.6                |
| Non Government Debt / GDP                             | 11.5          | 10.0          | 7.9           | 7.3           | 3.1           | 3.5           | 3.5                 |
| Gross External Debt / Exports of Goods and Services   | 100.3         | 82.4          | 70.4          | 59.9          | 64.4          | 71.0          | 333.2               |
| Non Government Debt / Total External Debt             | 37.0          | 36.3          | 34.8          | 36.1          | 18.1          | 22.1          | 23.2                |
| Short Term Debt / Total External Debt                 | 6.4           | 5.5           | 4.8           | 7.4           | 6.8           | 8.8           | 8.8                 |
| Short term Debt / Net International Reserves          | 9.6           | 7.1           | 5.1           | 7.3           | 6.8           | 8.4           | 10.2                |
| Private Sector Debt / Total External Debt             | 0.4           | 0.3           | 0.3           | 0.1           | 0.3           | 0.2           | 0.1                 |
| External Debt Service / Current Account Receipts      | 7.9           | 7.3           | 5.9           | 3.9           | 5.3           | 4.5           | 7.6                 |
| External Debt Service / Exports of Goods and Services | 9.4           | 8.5           | 6.9           | 4.6           | 6.2           | 5.5           | 9.7                 |
| External Debt per Captia (US\$)                       | 402.6         | 401.7         | 398.5         | 450.0         | 418.6         | 399.2         | 412.8               |

GOVERNMENT DEBT  
&  
DEBT PROFILE

Source: Central Bank of Egypt and Ministry of Finance.

\* Preliminary.

( ) Annual growth rates.

1/ Based on CBE classification. CBE writes-off outstanding debt on government entities (both direct and indirect) to paris Club according to rescheduled dates of repayments. On the other hand, indebted government entities write-off these debts(dominated in EGP) once they are paid back to CBE and according to original schedule, which precedes rescheduled dates.

2/ CBE reclassified US\$ 4.3 billion as part of Central and Local Government debt, that was only reflected in its statistics starting September 2008. It is noteworthy that such reclassification has not had any impact on the total outstanding foreign debt.

**Table ( 20 ): Debt Service Profile (Domestic and Foreign)**

(LE Millions)

|                                                | 2003/04       | 2004/05       | 2005/06       | 2006/07       | 2007/08       | 2008/09       | 2009/10 (Pre-Actual) * | July-May 2010/11    |
|------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|------------------------|---------------------|
| <b>Total Government Debt Service</b>           | <b>44,822</b> | <b>45,433</b> | <b>59,552</b> | <b>54,725</b> | <b>60,004</b> | <b>71,123</b> | <b>98,856</b>          | <b>103,920</b>      |
|                                                | (20.1)        | (1.4)         | (31.1)        | -(8.1)        | (9.6)         | (18.5)        | (39.0)                 | (20.2)              |
| <b>Interest Payments</b>                       | <b>30,704</b> | <b>32,780</b> | <b>36,814</b> | <b>47,700</b> | <b>50,528</b> | <b>52,810</b> | <b>72,333</b>          | <b>72,701</b>       |
|                                                | (18.8)        | (6.8)         | (12.3)        | (29.6)        | (5.9)         | (4.5)         | (37.0)                 | (15.4)              |
| Domestic Debt                                  | 27,743        | 29,778        | 33,992        | 44,667        | 46,791        | 49,212        | 69,493                 | 69,552              |
| Foreign Debt                                   | 2,961         | 3,002         | 2,823         | 3,033         | 3,737         | 3,598         | 2,840                  | 3,149               |
| <b>Principal Payments</b>                      | <b>14,118</b> | <b>12,653</b> | <b>22,738</b> | <b>7,026</b>  | <b>9,476</b>  | <b>18,313</b> | <b>26,523</b>          | <b>31,219</b>       |
|                                                | (23.0)        | -(10.4)       | (79.7)        | -(69.1)       | (34.9)        | (93.3)        | (44.8)                 | (33.2)              |
| Domestic Debt                                  | 9,869         | 8,320         | 19,058        | 2,973         | 5,644         | 10,365        | 18,067                 | 22,631              |
| Foreign Debt                                   | 4,249         | 4,333         | 3,680         | 4,053         | 3,832         | 7,948         | 8,455                  | 8,588               |
| <b>Net Interest Payments</b>                   | <b>28,958</b> | <b>30,999</b> | <b>35,501</b> | <b>46,357</b> | <b>49,193</b> | <b>47,961</b> | <b>68,405</b>          | <b>71,842</b>       |
| <b>Domestic</b>                                | <b>25,997</b> | <b>27,997</b> | <b>32,679</b> | <b>43,324</b> | <b>45,456</b> | <b>44,364</b> | <b>65,565</b>          | <b>68,692</b>       |
| Interest Payments                              | 27,743        | 29,778        | 33,992        | 44,667        | 46,791        | 49,212        | 69,493                 | 69,552              |
| Interest Income                                | 1,746         | 1,780         | 1,313         | 1,343         | 1,335         | 4,849         | 3,928                  | 860                 |
| <b>Foreign</b>                                 | <b>2,961</b>  | <b>3,002</b>  | <b>2,823</b>  | <b>3,033</b>  | <b>3,737</b>  | <b>3,598</b>  | <b>2,840</b>           | <b>3,149</b>        |
| Interest Payments                              | 2,961         | 3,002         | 2,823         | 3,033         | 3,737         | 3,598         | 2,840                  | 3,149               |
| Interest Income                                | 0.0           | 0.0           | 0.0           | 0.0           | 0.0           | 0.0           | 0.0                    | 0.0                 |
| <b>Memorandum Items:</b>                       |               |               |               |               |               |               |                        |                     |
| <b>In Percent of GDP <sup>1/</sup></b>         |               |               |               |               |               |               |                        |                     |
| Total Interest Payments                        | 6.3%          | 6.1%          | 6.0%          | 6.4%          | 5.6%          | 5.1%          | 6.0%                   | <sup>2/</sup> 5.3%  |
| Total Principal Payments                       | 2.9%          | 2.3%          | 3.7%          | 0.9%          | 1.1%          | 1.8%          | 2.2%                   | <sup>2/</sup> 2.3%  |
| <b>In Percent of Period Total Expenditures</b> |               |               |               |               |               |               |                        |                     |
| Total Interest Payments                        | 21.0%         | 20.3%         | 17.7%         | 21.5%         | 17.9%         | 15.0%         | 19.8%                  | <sup>3/</sup> 23.1% |
| Total Principal Payments                       | 9.7%          | 7.8%          | 10.9%         | 3.2%          | 3.4%          | 5.2%          | 7.2%                   | <sup>3/</sup> 9.9%  |

Source: Ministry of Finance.

( ) Percent change over same period in previous year.

\* Preliminary. **It is noteworthy that preliminary fiscal data for the year 2010/2011 is still under preparation and will be published when finalized .**

1/ According to the Ministry of Economic Development, GDP (at market prices) for 2011/2012 is projected to reach LE 1570 billion compared to a revised figure of LE 1373 billion expected in 2010/2011.

2/ July-May 2010/11 ratios are in percent of full year 2010/11 GDP estimates.

3/ July-May 2010/11 ratios are in percent of July -May 2010/11 expenditure.

**Table ( 21 ) : Government Securities Issuances <sup>1/</sup>**  
**From 2005/2006 to July 2011/2012**

|                                          | 2005/06      | 2006/07      | 2007/08      | 2008/09      | 2009/10      | 2010/11<br>Preliminary | July 2011/12 <sup>2/</sup> |
|------------------------------------------|--------------|--------------|--------------|--------------|--------------|------------------------|----------------------------|
| <b>Issued</b>                            | <b>179.1</b> | <b>180.7</b> | <b>239.9</b> | <b>355.2</b> | <b>452.5</b> | <b>548.8</b>           | <b>39.5</b>                |
| T- Bills                                 | 146.1        | 174.7        | 210.4        | 332.2        | 377.3        | 491.8                  | 36.5                       |
| T- Bonds                                 | 33.0         | 6.0          | 29.5         | 23.0         | 75.2         | 57.0                   | 3.0                        |
| <b>Matured</b>                           | <b>124.9</b> | <b>166.2</b> | <b>184.6</b> | <b>248.5</b> | <b>358.3</b> | <b>411.8</b>           | <b>43.5</b>                |
| T- Bills                                 | 122.9        | 159.2        | 182.6        | 239.5        | 350.3        | 401.8                  | 40.0                       |
| T- Bonds                                 | 2.0          | 7.0          | 2.0          | 9.0          | 8.0          | 10.0                   | 3.5                        |
| <b>Net Issuances 3/</b>                  | <b>54.2</b>  | <b>14.5</b>  | <b>55.3</b>  | <b>106.7</b> | <b>94.2</b>  | <b>137.0</b>           | <b>-4.0</b>                |
| <b>Outstanding Stock (End of Period)</b> | <b>161.1</b> | <b>175.6</b> | <b>230.9</b> | <b>337.6</b> | <b>431.8</b> | <b>568.8</b>           | <b>564.8</b>               |
| T- Bills                                 | 103.1        | 118.6        | 146.4        | 239.1        | 266.1        | 356.1                  | 352.6                      |
| T- Bonds                                 | 58.0         | 57.0         | 84.5         | 98.5         | 165.7        | 212.7                  | 212.2 <sup>4/</sup>        |
| <b>Average Interest Rates: 5/</b>        |              |              |              |              |              |                        |                            |
| 91 Day T- Bills                          | 8.7          | 8.6          | 6.8          | 11.3         | 9.9          | 11.5                   | 11.9                       |
| 182 Day T- Bills                         | 8.8          | 8.9          | 7.4          | 11.6         | 10.2         | 11.8                   | 12.5                       |
| 273 Day T- Bills 6/                      | -            | -            | -            | -            | 10.5         | 11.4                   | 12.8                       |
| 364 Day T- Bills                         | 8.8          | 9.1          | 7.8          | 12.1         | 10.5         | 11.5                   | 12.8                       |

Source: Ministry of Finance.

1/ Securities nominated in Egyptian Pounds.

2/ Until end of 26 July 2011.

3/ Equivalent to total issued less total matured bills.

4/ Includes bonds issued abroad during July 2007 in Egyptian Pounds, worth LE 6 billions, maturing in July 2012.

5/ Average interest rates in the primary market.

6/ 273 Day T-Bills were introduced to the market for the first time during October 2008.

**Table ( 22 ) : Government Securities Quarterly Issuances Calendar**  
**July-September 2010/2011 to July-September 2011/2012**

|                                         | Jul-Sep<br>2010 | Oct-Dec<br>2010 | Jan-Mar<br>2011 | Apr-Jun<br>2011 | Jul-Sep 2011 <sup>1/</sup> |              |              |
|-----------------------------------------|-----------------|-----------------|-----------------|-----------------|----------------------------|--------------|--------------|
|                                         |                 |                 |                 |                 | July                       | August       | September    |
| <b>91 Days T- Bills</b>                 | 16000           | 20000           | 15000           | 20000           | 8000                       | 8500         | 6000         |
| <b>182 Days T- Bills</b>                | 26000           | 28500           | 33000           | 32000           | 9000                       | 10000        | 8500         |
| <b>273 Days T- Bills</b>                | 30000           | 30000           | 30000           | 29500           | 10500                      | 15500        | 12000        |
| <b>364 Days T- Bills</b>                | 30000           | 35000           | 32500           | 38500           | 14000                      | 10500        | 10500        |
| <b>Bonds (Maturity 2010)</b>            | -               | -               | -               | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2011)</b>            | -               | -               | -               | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2012)</b>            | -               | -               | -               | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2013)</b>            | 7500            | 8000            | 10500           | -               | 3000                       | 4500         | 4500         |
| <b>Bonds (Maturity 2014)</b>            | -               | -               | -               | 10000           | -                          | 5500         | 4500         |
| <b>Bonds (Maturity 2015)</b>            | 6000            | 8000            | 7500            | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2016)</b>            | -               | -               | -               | 5000            | -                          | -            | -            |
| <b>Bonds (Maturity 2017)</b>            | 2500            | 3000            | 3500            | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2018)</b>            | -               | -               | -               | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2019)</b>            | -               | -               | -               | -               | -                          | -            | -            |
| <b>Bonds (Maturity 2020)</b>            | 2,000           | 3000            | 3000            | -               | -                          | -            | -            |
| <b>Total Issuance (Bills and Bonds)</b> | <b>120000</b>   | <b>135500</b>   | <b>135000</b>   | <b>135000</b>   | <b>44500</b>               | <b>54500</b> | <b>46000</b> |

Source: Ministry of Finance.

- No Issuances.

1/ Includes LE 64.5 billion of 'reopening issues'.



Table ( 23 ): Yield to Maturity (YTM) on Government Bonds <sup>1/</sup>

|                                                | Jul-10 | Dec-10 | Jan-11 | Feb-11 <sup>2/</sup> | Mar-11 | Apr-11 | May-11 | Jun-11 | Jul-11 |
|------------------------------------------------|--------|--------|--------|----------------------|--------|--------|--------|--------|--------|
| <b>Yield to Maturity (Average) :</b>           |        |        |        |                      |        |        |        |        |        |
| T- Bonds: May - 2010                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Jul - 2010                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Aug - 2010                           | 8.4    | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Oct - 2010                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Feb - 2011                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Oct - 2011                           | 9.0    | 8.3    | 8.6    | --                   | --     | --     | --     | --     | 10.3   |
| T- Bonds: Jan- 2012                            | --     | --     | 11.1   | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Jul- 2012                            | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Aug- 2012                            | --     | --     | --     | --                   | --     | --     | --     | 10.7   | --     |
| T- Bonds: Sep - 2012                           | --     | --     | 9.1    | --                   | --     | --     | --     | 10.6   | 9.8    |
| T- Bonds: Jan - 2013                           | 11.4   | --     | --     | --                   | --     | --     | --     | --     | 9.8    |
| T- Bonds: Jul - 2013                           | 11.5   | 11.3   | 11.8   | --                   | --     | --     | 13.5   | 13.3   | 13.4   |
| T- Bonds: Sep - 2013                           | --     | --     | --     | --                   | --     | --     | --     | 11.4   | --     |
| T- Bonds: Nov - 2013                           | --     | --     | --     | --                   | --     | --     | 11.0   | 10.0   | 10.9   |
| T- Bonds: Feb - 2014                           | --     | --     | --     | --                   | --     | --     | --     | 9.8    | --     |
| T- Bonds: Apr - 2014                           | --     | --     | --     | --                   | --     | --     | --     | 10.5   | --     |
| T- Bonds: May - 2014                           | --     | --     | --     | --                   | --     | --     | --     | 9.0    | --     |
| T- Bonds: Sep- 2014                            | --     | --     | --     | --                   | --     | --     | --     | 13.3   | --     |
| T- Bonds: Nov - 2014                           | --     | --     | 11.5   | --                   | --     | --     | 11.3   | 11.0   | 11.2   |
| T- Bonds: May - 2015                           | --     | --     | --     | --                   | --     | --     | --     | 9.7    | --     |
| T- Bonds: Nov - 2015                           | --     | --     | --     | --                   | --     | --     | --     | --     | 9.3    |
| T- Bonds: Jan - 2016                           | --     | --     | --     | --                   | --     | --     | --     | 8.0    | --     |
| T- Bonds: Jul - 2016                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Feb - 2018                           | --     | --     | --     | --                   | --     | --     | --     | --     | --     |
| T- Bonds: Jan - 2025                           | --     | --     | --     | --                   | --     | --     | --     | 10.5   | --     |
| <b>Average Life of T-Bonds (years):</b>        | 3.5    | 3.42   | 3.37   | 3.32                 | 3.26   | 3.19   | 3.09   | 3.01   | 3.00   |
| <b>Overnight Interbank Rate:</b> <sup>3/</sup> | 8.27   | 8.26   | 8.26   | 8.74                 | 8.98   | 8.90   | 8.95   | 9.02   | 8.97   |

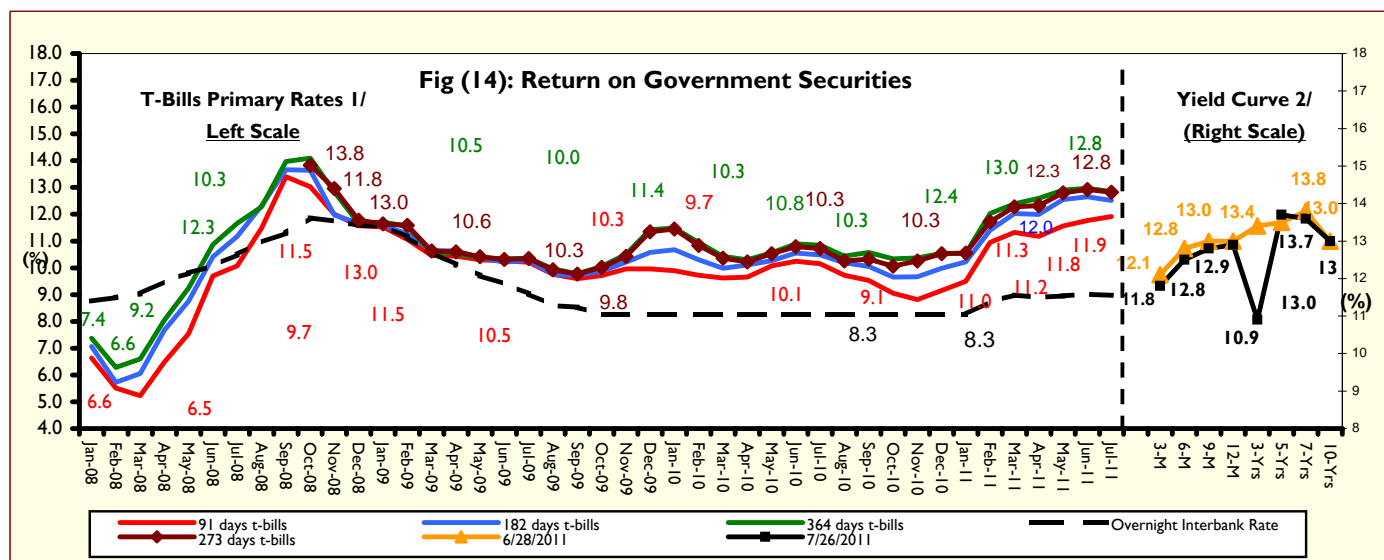
Source: Ministry of Finance and Central Bank of Egypt.

-- No trading.

1/ Includes bonds issued under primary dealers system only. Yield to maturity is calculated based on full prices in the secondary market.

2/ It is worth noting that there has been no trading on T -bonds during the months of February and March due to the closure of the Egyptian Stock Exchange .

3/ Average monthly rate.



Source: Ministry of Finance and Central Bank of Egypt.

1/ Monthly averages in Primary Market.

2/ Secondary market rates.