

PDM NETWORK *Newsletter*

JANUARY 2009

Dear Partner, this *Newsletter* contains a list of the latest uploaded resources both in the documentation and in the event areas of the PDM Network website (www.publicdebtnet.org). The PDM Network has its main objective in the joint cooperation among its participants regarding the quantity and quality of information available on the website. So far, it is very appreciated a stronger collaboration in this field, **signalling to the Network Secretariat** any documents, news and events of interest at publicdebtnet.dt@tesoro.it.

New Documents

PAPERS

Paris Club: Intergovernmental Relations in Debt Restructuring (2008)
Cosio-Pascal Enrique - Task Force on Debt Restructuring and Sovereign Bankruptcy

This paper examines the emergence of the Paris Club and how its approach to debt workouts has evolved over time[...]

Strategic Considerations for First-Time Sovereign Bond Issuers (2008)
Das Udaibir S. - Papaioannou Michael G. - Polan Magdalena (IMF)

The recent round of debt relief has restored debt sustainability in many low-income countries (LICs). This, along with a continued search for yield and desire for portfolio diversification by investors, has increased the range of viable financing options[...]

Strategies for Countries with Favourable Fiscal Positions (2008)
Price Robert - Joumard Isabelle - André Christophe - Minegishi Makoto (OECD)

The financial crisis and economic downturn are going to weigh on fiscal positions in OECD countries over the short to medium-term, both through the operation of automatic stabilisers and the enactment of discretionary fiscal stimulus packages [...]

The Challenges of Monetary Policy in (2008)
Çulha Olcay - Çulha Ali - Gönenç Rauf (Central Bank of Turkey, OECD)

Monetary policy has been one of the main pillars of the post-2001 stabilization programme. Encouraged by its success, the central bank shifted from implicit to explicit inflation targeting in 2006 [...]

The Pricing of the Option Implicitly Granted by the Italian Treasury to the Primary Dealers in the Reserved Auction Reopening (2007)
Coluzzi Chiara (University "Tor Vergata")

The issuance of debt securities is the main source of finance for the Italian public deficit. The Italian Government security primary market avails itself of a primary dealership system [...]

Manual On Debt Risk Indicators (2007)
Cosio-Pascal Enrique

The objective of this manual is to give an inventory of major debt and debt risk indicators wide world utilised. The manual is intended for the consideration of the LAC Debt Group countries [...]

The Debt Management Office and the Effective Debt Management Functions: An Institutional and Operational Framework (2007)
Cosio-Pascal Enrique

This paper differs from other papers published on the subject at least in two aspects. The first one is the political relevance that is given to the decision-making process, as far as responsibility for developing a global macroeconomic public debt management strategy is concerned. The second is that the approach is a functional analysis [...]

Auctioning Sovereign Bonds: A Global Cross-Section Investigation of the Price Mechanism (2007)

Brenner Menachem - Galai Dan - Sade Orly (Hebrew University of Jerusalem, New York University)

Many financial assets, especially government bonds, are issued by an auction. An important feature of the design is the auction pricing mechanism: Uniform vs. Discriminatory. Theoretical papers do not provide a definite answer regarding the dominance of one type of auction over the other [...]

Bidding Behavior in Austrian - Treasury Bond Auctions (2007)

Elsinger Helmut - Zulehner Christine (Oesterreichische Nationalbank, University of Vienna)

To issue Treasury securities by auctions is a common method in many countries all over the world. The auction mechanisms used vary across countries [...]

Uniform-Price Auctions with Adjustable Supply (2006)

McAdams David (MIT)

In the uniform-price auction with adjustable supply, the seller decides how much to sell after receiving the bids so as to maximize its ex post profit [...]

Public Debt and Its Determinants in Market Access Countries - Results from 15 Country Case Studies (2005)

Budina Nina - Fiess Norbert (WB Team)

Public debt dynamics are a key determinant of a country's macroeconomic environment and private investment climate. The objective of this paper is to provide a better understanding of public debt dynamics for market access countries for the last 10 plus years [...]

Auctions for Government Securities: A Laboratory Comparison of Uniform, Discriminatory and Spanish Designs (2002)

Abbink Klaus - Brandts Jordi - Pezanis-Christou Paul (University of Nottingham, Institut d'Anàlisi Econòmica CSIC - Spain)

The Bank of Spain uses a unique auction format to sell government bonds, which can be seen as a hybrid of a uniform and a discriminatory auction. For winning bids above the average winning bid, buyers are charged the average winning bid, otherwise they pay their respective bids [...]

OTHER WEB RESOURCES

Government bond market in light of the recent turmoil

Thomsen Jens - National Bank of Denmark from "European Government Bond Summit" in Brussels October 2008"

Market Stresses Testing Managers of Public Debt

Polan Magdalena - Holland Allison from "IMF Survey Magazine"

Analytical model of French State debt strategies

Renne Jean-Paul - Sagnes Nicolas from "Diagnostics Prévisions et Analyses Économiques"

Credit Default Swaps: the Key to Financial Reform

Perry Mahrling from "Columbia University"

Financial Market Trends

Various authors from "OECD website"

Debt Watch Caribbean Newsletter

Michele Robinson from "Michele Robinson website"

NETWORK NEWS

Evaluation Criteria of Specialists in Government Bonds 2009

from "Italian Treasury website"

Database of Providers of Training on Public Debt Management

from "World Bank website"

Annual Reports & Guidelines

Italian Department of Treasury
Guidelines for Public Debt Management
2009 (2008)

Spanish Treasury Public
Strategies 2009 (2009)

Papua New Guinea Department of Treasury
Medium Term Debt Strategy: 2008-2012
(2008)

Ministry of Public Finance Romanian
Government
The Government Debt Management
Strategy for 2008 – 2010 (2008)

Eurosystem Bank of Italy
Public Finance Statistics in the European
Union (2008)

Events, Courses

UPCOMING

NEW

27 March – 31 March 2009; Medellín, Colombia
The Fiftieth Annual Meeting of the Board of
Governors of the Inter-American
Development Bank and the Twenty-fourth
Annual Meeting of the Board of Governors
of the Inter-American Investment
Corporation

15 April – 17 April 2009; Montevideo, Uruguay
V Annual Meeting of the Group of Latin
American and the Caribbean Debt
Management Specialists

PREVIOUSLY SIGNALLED

1 March 2009 - 14 March 2009; Accra, Ghana
Regional Course on Middle Office Operations &
Risk Modeling

7 April 2009 – 11 April 2009; South Africa
Workshop on Domestic Debt & Auctioning
Module of CS-DRMS 2000+

20 April 2009 - 24 April 2009; Lagos, Nigeria
Regional Workshop on Domestic Debt
Management and Money & Capital Market
Operations

22 June 2009 - 26 June 2009; Lagos, Nigeria
Seminars on Public Financial Management for
Effective Aid Management for Policymakers and
Parliamentarians

3 August 2009 - 7 August 2009; Lagos, Nigeria
Comprehensive CS-DRMS 2000+ User Training
Featuring latest version 1.3 & Security Auction
System

21 September 2009 - 2 October 2009; Banjul, The
Gambia
Post-HIPC Debt Sustainability Analysis for The
Gambia

12 October 2009 - 16 October 2009; Lagos, Nigeria
Debt Recording for Sub-national Debt
Management in Nigeria

The PDM Secretariat is grateful to Mr. Enrique Cosio-Pascal, Mrs. Michele Robinson and Mr. Riccardo Pacini for their resource contributions.

Communication Corner

E-MAIL NOTIFICATION SERVICE FOR PARTNERS

We are glad to remind that a *notification service* is provided on the Network website for Partners. By this service, they will receive an e-mail when a new document or event is uploaded onto the website in the category of their choice (i.e. primary market, secondary market, or other categories or macro-categories). To activate the service Partners should access in the private are of the website and choose the "GO" button in the "Mailing List" box. They can click on the categories they are interested in and, after clicking again on "subscribe" they will receive an email whenever a new document is uploaded in the preferred category. For any assistance contact the PDM Secretariat at Publicdebtnet.dt@tesoro.it

Participating Institutions in PDM Network

OECD: Australian OFM, Austrian DMA, Belgian DMA, Belgian Central Bank, Canadian Foreign Affairs and International Trade, Czech Central Bank, Czech MoF, Danish DMO, Danish Central Bank, Dutch Central Bank, Dutch DMA, Dutch MoF, Finnish Treasury, Finnish MoF, French Central Bank, French DMA, French MoF, German Central Bank, German MoF, German FA, Greek DMA, Greek MoF, Hungarian DMA, Hungarian MoF, Icelandic DMA, Irish NTMA, Irish MoF, Italian Central Bank, Italian MoF, Italian Development Co-operation Office, Japanese MoF, Japanese Central Bank, Luxembourg MoF, Mexican MoF, New Zealander DMO, Norwegian MoF, Polish MoF, Polish Central Bank, Portuguese Central Bank, Portuguese DMA, Slovak MoF, Slovak DMA, Spanish Central Bank, Spanish MoF, Swedish DMO, Swedish MoF, Swiss State Secretary for Economic Affairs SECO, Turkish Treasury, US GAO, , UK Central Bank, UK DMO, UK Treasury.

Non OECD: Albanian MoF, Angolan National Bank, Brazilian MoF, Brazilian Central Bank, Bulgarian MoF, Chilean Central Bank, Chinese MoF, Colombian MHCP, Cyprian Central Bank, Cyprian MoF, Dubai DMO, Dubai Government, Egyptian MoF, Estonian MoF, Ethiopian MoF, Ghanaian Central Bank, Ghanaian MoF, Hong Kong Monetary Auth., Indian Reserve Bank, Indian NIPF, Israeli MoF, Israeli Central Bank, Kenyan MoF, Latvian DMO, Lebanese MoF, Lesotho MoF, Lithuanian MoF, Macedonian MoF, Malawian Reserve Bank, Maltese Treasury, Maltese Central Bank, Moldovan MoF, Moroccan MoF, Nigerian DMO, Pakistani MoF, Papua New Guinean Treasury, Romanian MoF, Romanian Central Bank, Rwandan MoF, Singaporean MoF, Slovenian MoF, Solomon Islands MoF, South African National Treasury, Sri Lanka Central Bank, Ugandan Central Bank, Uruguayan MoF.

Multilateral Institutions: OECD, European Commission, ADB, African Development Bank Group, Asian Development Bank Institute, Commonwealth Secretariat, European Central Bank, European Bank EBRD, Inter-American Development Bank, IFC, International Monetary Fund, MEFMI, WAIFEM, World Bank, UNCTAD.

Universities: University of Brussels, University of Cambridge, University of California, University of Milan, University of Molise, University of Padua, University of Rome "La Sapienza", CRIEP (Italy), University of Rome "Tor Vergata".

Others : Center of Excellence in Finance, Devfin Advisers AB, Finance for Development-FMO, ICMA, ISEDA, KFW Bankengruppe, Japan Bank for International Cooperation, Michele Robinson Consult, Oxford Policy Management, Pragma Corporation, Public Debt Finance, Reykjavik Academy, Storkey & Co. Ltd. ,

Some Figures...

On 31st January 2009, the number of documents available on the PDM Network website is 544.