

PDM NETWORK *Newsletter*

DECEMBER 2008

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

Emerging Market Spreads in the Recent Financial Turmoil (2008)

Ciarlone Alessio, Piselli Paolo, Trebeschi Giorgio

This work examines how much of the variation in emerging market economies' (EMEs) spreads can be ascribed to 'country-specific' factors rather than to 'common' factors, once the existence of an interaction between the state of macroeconomic fundamentals and global financial conditions is properly taken into account [...]

A Beta Based Framework for (Lower) Bond Risk Premia (2008)

Nobili Stefano, Palazzo Gerardo

The authors use a no-arbitrage essentially affine three-factor model to estimate term premia in US and German ten-year government bond yields. In line with the existing literature, they find that estimated premia have followed a downward trend since the 1980s: from 4.9 per cent in 1981 to 0.7 per cent in 2006 for the US bond and from 3.3 to 0.5 per cent for the German [...]

Tips from TIPS: the informational content of Treasury Inflation-Protected Security price (2008)

D'Amico Stefania, Kim Don H., Wei Min

The authors examine the informational content of TIPS yields from the viewpoint of a general 3-factor no-arbitrage term structure model of inflation and interest rates. The empirical results indicate that TIPS yields contained a "liquidity premium" that was until recently quite large (~1%) [...]

Debt Sustainability in Emerging Markets: A Critical (2008)

Akyüz Yilmaz

This paper critically assesses the standard IMF analytical framework for debt sustainability in emerging markets. It focuses on complementarities and trade-offs between fiscal and external sustainability, and interactions and feedbacks among policy and endogenous variables affecting debt ratios [...]

Who Saw Sovereign Crises Debt Coming? (2008)

Nieto Parra Sebastián

This paper studies sovereign debt crises during the period 1993-2006 through the prism of the primary sovereign bond market. Two conclusions emerge. First, investment banks price sovereign default risk well before crises occur and before investors detect default risk [...]

Emerging markets spreads and global financial conditions (2007)

Ciarlone Alessio, Piselli Paolo, Trebeschi Giorgio

In this article, it is analysed how much of the reduction in emerging markets spreads can be ascribed to specific factors - linked to the improvement in the 'fundamentals' of a given country - rather than to common factors - linked to global liquidity conditions and agents' degree of risk aversion [...]

Guidance on Using Substantive Tests in Audits of Public Debt (2006)
Public Debt Committee Intosai

This guide is based on documents presented and discussed at PDC meetings in past two years [...]

A Simulation Model for the Analysis of the UK's Sovereign Debt Strategy (2006)

Pick Andreas, Anthony Myrvin

This paper describes a simulation model that staff at the United Kingdom Debt Management Office are developing that may be used in the future for the analysis of the composition of the UK's government bond issuance [...]

Annual Reports & Guidelines

Department of the Treasury of United States
Bureau of the Public Debt Strategic Plan 2009-2014 (2008)

Ministry of Finance of the Czech Republic
Debt and Financial Assets Management Department
Funding and Debt Management Strategy for 2009 (2008)

Ministry of Finance The Government and the Government Offices of Sweden
Guidelines for central government debt management 2009 (2008)

Nigeria Debt Management Office
Report of the Annual National Debt Sustainability Analysis (DSA) (2008)

Events

Upcoming

19 January 2009 - 23 January 2009; London
Workshop on Debt Management and Public Finance

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

Past events

12 May 2008 - 14 May 2008; Tokyo, Japan
Government Borrowers Forum

In the website there are some of the **presentations** at the Government Borrowers Forum (GBF) hosted by the Japanese Ministry of Finance in Tokyo on May 12-14, 2008.

Participating Institutions in PDM Network

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

Non OECD: Albanian MoF, Brazilian MoF, Brazilian Central Bank, Bulgarian MoF, Chilean Central Bank, Chinese MoF, Colombian MHCP, Cyprian Central Bank, Dubai DMO, Dubai Government, Egyptian MoF, Estonian MoF, Ghanaian Central Bank, Ghanaian MoF, Hong Kong Monetary Auth., Indian Reserve Bank, Indian NIPF, Kenyan MoF, Latvian DMO, Lebanese MoF, Lesotho MoF, Lithuanian MoF, Former Yugoslav Republic of Macedonia 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, Slovenian CEF, Solomon Islander MoF, South African National Treasury, Sri Lankan 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, WAIFEM, World Bank, UNCTAD.

Universities: 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 : Devfin Advisers AB, ICMA, ISEDA, KFW Bankengruppe, Michele Robinson Consult, Finance for Development-FMO, Oxford Policy Management, Public Debt Finance, Storkey & Co. Ltd..

Some Figures...

On 31st December 2008, the number of documents available on the PDM Network website is 519.