



REPUBLIC OF NAURU

GOVERNMENT LOAN FUND REPORT 2019-20

Section 8 of the *Government Loans Act 1972* requires a report to Parliament annually on all loans raised under Section 3 of the Act and not fully paid.

As at 18 October 2020, the Government had one outstanding loan. This loan was agreed with EXIM Bank, with support from ROC Taiwan.

In October 2018, the Government agreed to borrow USD5 million from EXIM Bank to support Ronphos purchase mining equipment. The loan is for ten years at an interest rate of LIBOR plus 1.5 per cent. The full proceeds of the loan were passed to Ronphos for the purchase of equipment.

ROC Taiwan provides additional donor support to Nauru to meet the annual principal and interest payments for the loan.

The table below provides a summary of the loan balance and repayments. The USD:AUD exchange rate assumption is \$1.4.

Exim Ronphos loan Payment Date	Balance USD	Principal payment USD	Interest payment USD	Total debt service USD	ROC Taiwan payment USD	GON payment USD
16/07/2019	5,000,000	250,000	93,294	343,294	343,294	-
16/01/2020	4,750,000	250,000	90,718	340,718	340,718	-
16/07/2020	4,500,000	250,000	76,543	326,543	326,543	-
16/01/2021	4,250,000	250,000	72,290	322,290		
16/07/2021	4,000,000	250,000	68,038	318,038		
16/01/2022	3,750,000	250,000	63,786	313,786		
16/07/2022	3,500,000	250,000	59,533	309,533		
16/01/2023	3,250,000	250,000	55,281	305,281		
16/07/2023	3,000,000	250,000	51,029	301,029		
16/01/2024	2,750,000	250,000	46,776	296,776		
16/07/2024	2,500,000	250,000	42,524	292,524		
16/01/2025	2,250,000	250,000	38,271	288,271		
16/07/2025	2,000,000	250,000	34,019	284,019		
16/01/2026	1,750,000	250,000	29,767	279,767		
16/07/2026	1,500,000	250,000	25,514	275,514		
16/01/2027	1,250,000	250,000	21,262	271,262		
16/07/2027	1,000,000	250,000	17,010	267,010		
16/01/2028	750,000	250,000	12,757	262,757		
16/07/2028	500,000	250,000	8,505	258,505		
16/01/2029	250,000	250,000	4,252	254,252		
Total		5,000,000	911,169	5,911,169	1,010,555	-
Total AUD	7,000,000	7,000,000	1,275,637	8,275,637	1,414,777	-

21 October 2020