

Report on Public Debt

of the Province of Buenos Aires

AS OF JUNE 30, 2023

Authorities

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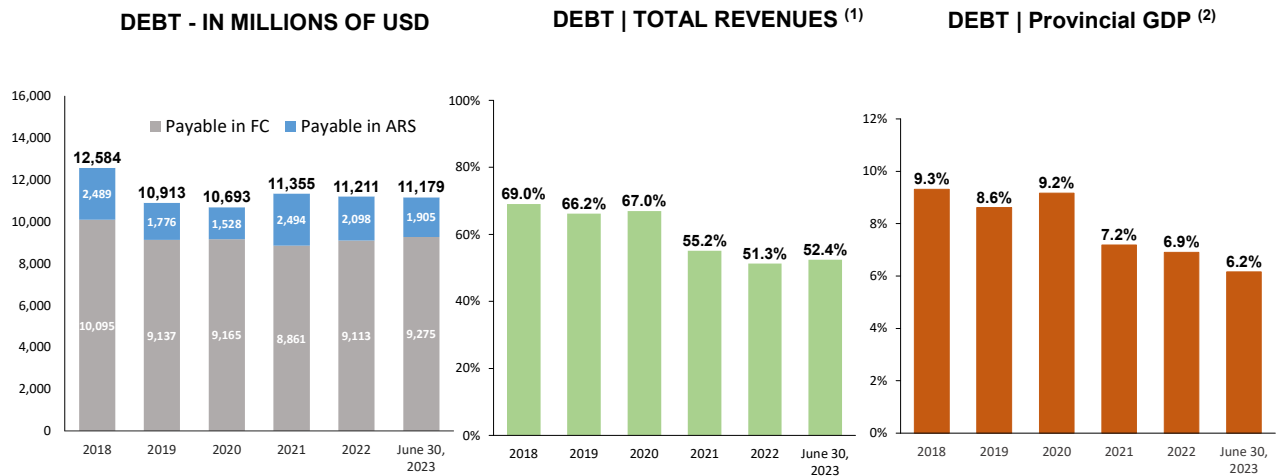
Abbreviations used in the Report

CER	Reference Stabilization Coefficient.
DPE	Provincial Bureau of Statistics.
OECD	Organization for Economic Cooperation and Development.
PBA	Province of Buenos Aires.
PBG	Provincial Gross Domestic Product.
ARS	Pesos (Argentine National Currency).
USD	American Dollars.
CHF	Swiss Francs.
JPY	Japanese Yens.
EUR	Euros.

Executive Summary

As of June 30, 2023 PBA's public debt amounted to ARS 2,870 billion, equivalent to USD 11.2 billion at the exchange rate of the Q2 2023. All these amounts are compared with a stock of ARS 2,299 billion (equivalent to USD 11 billion) as of March 31, 2023. Measured in dollars, the public debt stock was increased rose by USD 178 million as compred with the debt stock as of March 31, 2023.

Chart N°1



Notes:

(1): Total Revenues 2018-2022: Data from the General Accounting Office of the Province.

Total Revenues 2023: Calculated from the total revenues recorded in 2023 in the Integrated Management System and Financial Management (S/GAF in Spanish)

(2): GDP 2018-2021: GDP at current prices (base year 2004) released by the Provincial Bureau of Statistics.

GDP 2022-2023: Own estimate.

Source: Provincial Office of Debt and Public Credit – Under secretariat of Finance.

PBA's public debt is composed of Bonds in Foreign Law (70.6%), Bonds in Local Law (16.8%), loans from multilateral credit agencies (11.2%), OECD loans (1.1%) and the Federal Government (0.3%)

As of June 30, 2023, 76.8% of PBA's public debt was denominated in USD (payable in USD), 10.4% denominated in USD payable in ARS (under local law), 6.7% was denominated in ARS (including a portion of 3.2% in ARS + CER), 5.6% in Euro and 0.5% in other currencies.

As for the maturity profile, as of June 30, 2023, the bulk was concentrated in medium to long-term maturities (92.4%) and short-term maturities (7.6%).

1. Public Debt of the Province of Buenos Aires as of June 30, 2023

Table N°1 describes the items that make up the debt stock:

1.1. Debt Stock

Table N°1

PROVINCE OF BUENOS AIRES					
Debt Stock ⁽¹⁾ as of June 30, 2022, as of Mar 31, 2023 and June 30, 2023					
in millions of ARS					
Concept	Jun 30, 22 (a)	Mar 31, 23 (b)	June 30, 23 (c)	Quarterly Variation (c)-(b)	Annual Variation (c)-(a)
1. Debts in Foreign Currency	1,110,426.2	1,908,756.5	2,380,803.7	472,047.2	1,270,377.5
Loans from Multilateral Credit Agencies	109,033.6	232,614.1	321,968.0	89,353.9	212,934.4
OECD Loans	16,064.9	27,033.5	32,496.3	5,462.9	16,431.4
Bonds under Foreign Law denominated in EUR	64,573.8	111,599.4	137,820.9	26,221.5	73,247.1
NEW BONDS					
EUR 2037 A	31,082.7	53,718.6	66,340.4	12,621.8	35,257.7
EUR 2037 B	15,268.2	26,387.2	32,587.1	6,199.9	17,318.9
EUR 2037 C	18,222.9	31,493.6	38,893.4	7,399.8	20,670.5
Bonds under Foreign Law denominated in USD	893,259.4	1,490,858.0	1,831,028.4	340,170.4	937,769.0
NEW BONDS					
USD 2037 A	776,695.2	1,296,311.3	1,592,091.9	295,780.5	815,396.6
USD 2037 B	97,383.2	162,533.4	199,618.7	37,085.4	102,235.6
USD 2037 C	19,181.0	32,013.3	39,317.8	7,304.5	20,136.8
Untendered Holdings	27,494.5	46,651.6	57,490.0	10,838.5	29,995.5
2. Bonds under local law denominated in USD payable in ARS	145,292.9	242,495.1	297,825.4	55,330.3	152,532.6
Public Debt Securities in USD - Due 11/18/27	35,343.7	58,988.9	72,448.5	13,459.6	37,104.8
Public Debt Securities in USD - Due 11/18/28	35,493.8	59,239.5	72,756.3	13,516.7	37,262.4
Public Debt Securities in USD - Due 11/18/29	36,708.3	61,266.5	75,245.8	13,979.2	38,537.4
Public Debt Securities in USD - Due 11/18/30	37,747.0	63,000.1	77,374.9	14,374.8	39,627.9
3. Debts in Pesos	86,010.7	107,346.4	101,391.1	-5,955.3	15,380.4
Loans from the federal government	11,305.6	1,780.1	1,971.3	191.3	-9,334.3
Trust Funds + Other loans	11,305.6	1,780.1	1,971.3	191.3	-9,334.3
Bonds under local law	74,705.1	105,566.3	99,419.8	-6,146.6	24,714.7
Short-term Treasury Bills	1,710.0	15,965.9	-	-15,965.9	-1,710.0
Bonds of the Province of Bs. As. Due 03/14/23	2,263.3	-	-	-	-2,263.3
Bonds of the Province of Bs. As. Due 01/10/24	2,374.7	1,357.7	1,018.6	-339.0	-1,356.0
Bonds of the Province of Bs. As. Due 12/23/24	2,000.0	2,000.0	2,000.0	-	-
Local Bond due 2024	16,423.8	16,423.8	16,423.8	-	-
Local Bond due 2025	30,000.0	30,000.0	30,000.0	-	-
Debt Cancellation Bond issue date 09/07/20	3,739.3	-	-	-	-3,739.3
Debt Cancellation Bond issue date 10/11/22	-	4,478.6	4,478.6	-	4,478.6
Debt Cancellation Bond issue date 02/27/23	-	9,655.3	9,655.3	-	9,655.3
Conversion Bond	16,194.0	25,685.0	25,685.0	-	9,491.0
Debt Cancellation Bond issue date 04/18/23	-	-	10,158.3	10,158.3	10,158.3
4. Debts in Pesos, indexed by CER	12,428.0	40,645.1	89,692.1	49,047.0	77,264.1
PyMES Bonds (Law N° 12.421)	3,660.6	6,152.6	7,692.1	1,539.5	4,031.5
Provincial Development Fiduciary Fund Agreement	8,767.4	7,415.3	6,180.5	-1,234.8	-2,586.9
Short-term Treasury Bills	-	-	41,967.2	41,967.2	41,967.2
CER Bond due Sep 30, 2024	-	27,077.3	33,852.5	6,775.2	33,852.5
TOTAL DEBT expressed in ARS	1,354,157.8	2,299,243.1	2,869,712.3	570,469.2	1,515,554.6
TOTAL DEBT expressed in USD	10,813.4	11,000.6	11,179.2	178.6	365.9
Exchange Rates	06/30/2022	03/31/2023	06/30/2023		
ARS/USD	125.23	209.01	256.70		
ARS/JPY	0.92	1.57	1.78		
ARS/CHF	131.24	228.53	286.94		
ARS/EUR	131.25	226.84	280.14		
CER	51.20	86.61	108.28		

(1) Does not include due and unpaid interest.

Source: Provincial Office of Debt and Public Credit - Under-secretariat of Finance.

1.2. Causes of public debt variation – Q2 2023

As of June 30, 2023, the Province's debt increased by ARS 570 billion, a 24.8% increase as compared with the stock as of March 31, 2023.

The following table describes the effects that, with increases and reductions, generated a debt stock net increase between March 31, 2023 and June 30, 2023.

Table N°2

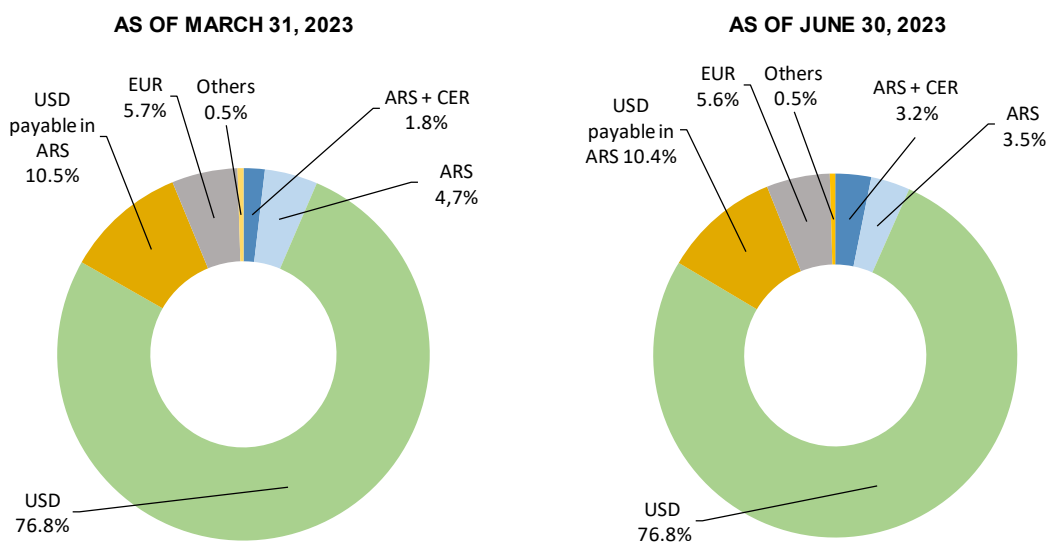
PROVINCE OF BUENOS AIRES	
Causes of Variation March 2023 vs June 2023	
in millions	
	Variation
Debt increases	593,950
Exchange Rate Effect ⁽¹⁾	494,393
Issuances in the Local Capital Market	48,440
Multilateral Disbursements	37,162
CER Effect	13,955
Debt Decreases	-23,481
Amortization of debts issued in the Local Capital Market	-16,305
Amortization of debts with Multilateral Organisms	-4,178
Amortization of debts with the federal government	-2,999
Debt Stock Total Variation	570,469

(1) Includes the ARS devaluation against USD, EUR, JPY and CHF.

Source: Provincial Office of debt and Public Credit - Under-secretariat of Finance.

1.3. Composition by Currency

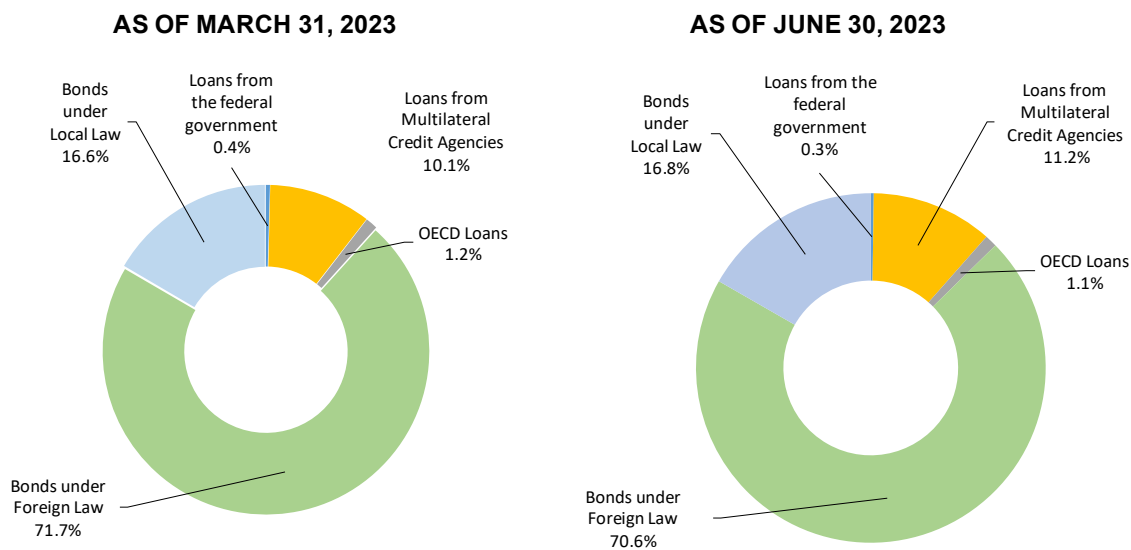
Chart N°2



Source: Provincial Office of Debt and Public Credit- Under-secretariat of Finance.

1.4. Composition by Instrument Type

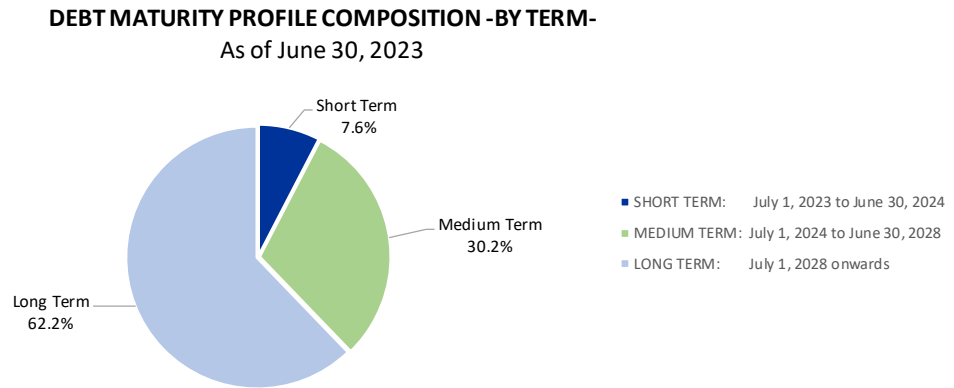
Chart N°3



Source: Provincial Office of Debt and Public Credit – Under-secretariat of Finance

2. Debt Maturity Profile

Chart N°4

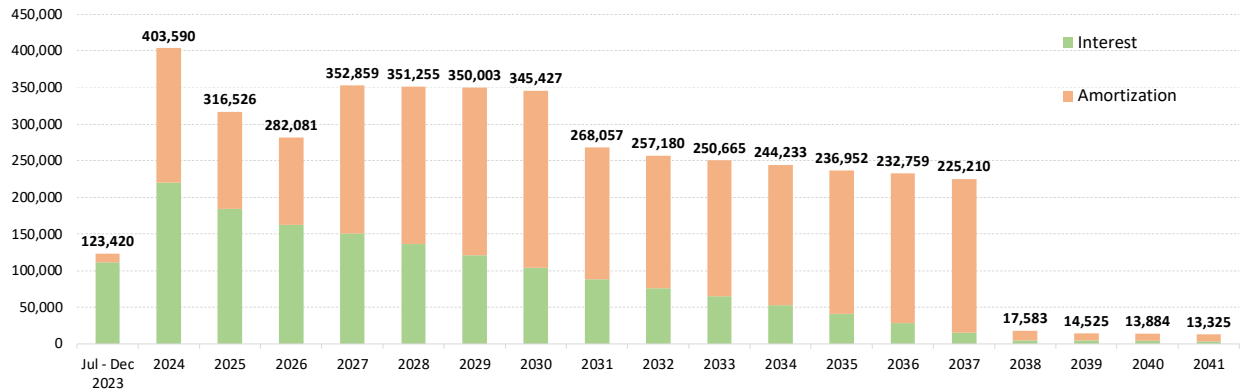


Source: Provincial Office of Debt and Public Credit – Under-secretariat of Finance.

PUBLIC DEBT MATURITY PROFILE AS OF JUNE 30, 2023 ⁽¹⁾

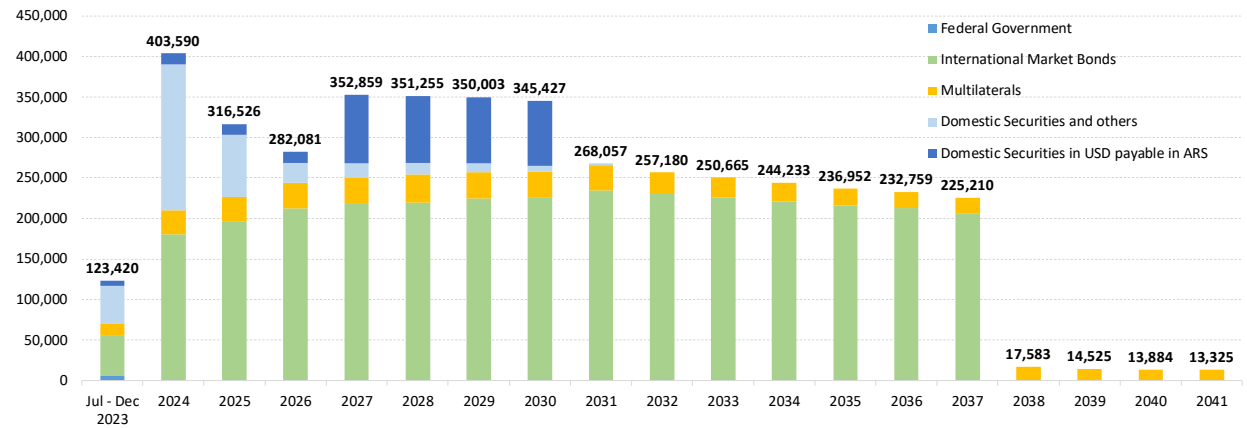
By Service Type
in millions of pesos

Chart N°5



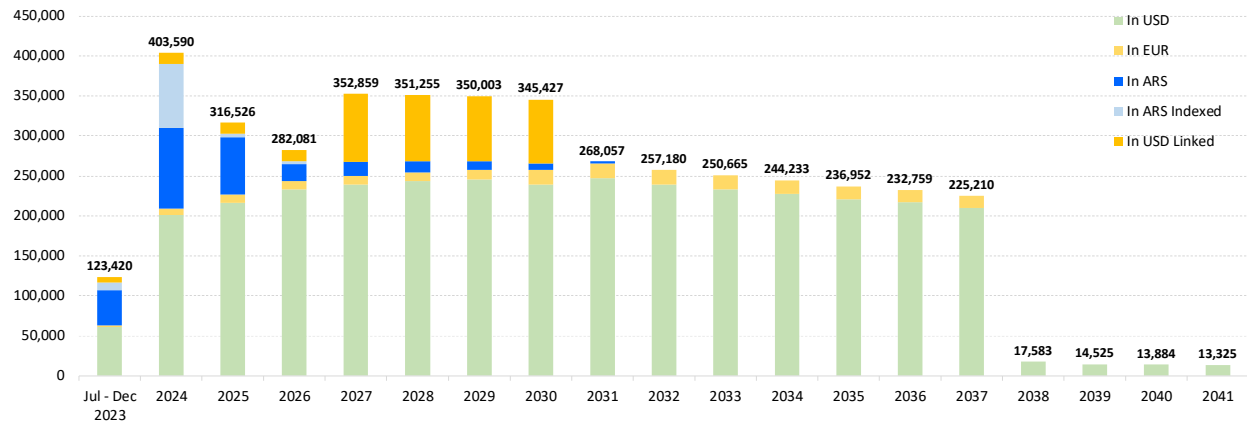
By Instrument Type
in millions of pesos

Chart N°6



By Currency Type
in millions of pesos

Chart N°7



(1): Calculated at the Exchange rates as of June 30, 2023 and taking into account the last variable rates paid, when applicable.
Source: Provincial Office of Debt and Public Credit – Under-secretariat of Finance.

PROVINCE OF BUENOS AIRES

Debt Indicators

	2018	2019	2020	2021	2022	Q2 2023 ⁽¹⁾
Debt Indicators						
Total Public Debt / Total Revenues	69.0%	66.2%	67.0%	55.2%	51.3%	52.4%
Total Public Debt / Provincial GDP	9.3%	8.6%	9.2%	7.2%	6.9%	6.2%
Average Life -including interest- (in years)	3.5	3.3	2.9	7.3	6.9	7.6
Amortización - roll-over Indicator (t+1) / Total Public Debt (t)	14.5%	19.0%	25.0%	7.6%	5.0%	3.9%
Debt in Foreign Currency / Exports (measured in USD)	47.4%	39.7%	47.2%	31.6%	27.6%	31.7%
Service Indicators						
Total Services paid / Total Revenues	11.7%	16.0%	5.8%	4.1%	4.4%	5.1%
Total Interest paid / Total Revenues	6.0%	8.0%	3.1%	2.1%	2.4%	2.5%
Services in Foreign Currency / Exports (measured in USD)	7.1%	8.7%	2.5%	0.7%	1.1%	1.9%
Composition by Interest Rate						
% at Fixed Rate	79.6%	82.1%	82.8%	83.9%	85.7%	85.1%
% at Variable Rate	20.4%	17.9%	17.2%	16.1%	14.3%	14.9%
Composition by Currency						
PUBLIC DEBT STOCK						
% in ARS -includes ARS+CER-	19.8%	16.3%	14.3%	11.7%	8.4%	6.7%
% in USD payable in ARS				10.2%	10.3%	10.4%
% in USD	66.9%	70.7%	71.2%	71.7%	75.3%	76.8%
% in EUR	12.8%	12.5%	13.9%	5.8%	5.5%	5.6%
% in other foreign currencies	0.5%	0.6%	0.6%	0.5%	0.5%	0.5%
DEBT SERVICES						
% in ARS	50.5%	49.1%	60.9%	79.0%	74.1%	69.8%
% in USD	41.2%	42.8%	36.8%	19.9%	25.0%	29.0%
% in EUR	8.3%	8.1%	2.3%	1.1%	0.9%	1.1%
Composition by Instrument						
% of loans from the Federal Government	3.4%	5.1%	3.9%	3.1%	1.0%	0.3%
% Bonds under Foreign Law	69.1%	68.0%	68.2%	69.8%	70.3%	70.6%
% Bonds under Local Law	22.3%	20.4%	20.1%	18.9%	17.7%	16.8%
% of loans from Multilateral Credit Agencies	4.1%	5.2%	6.4%	7.1%	9.8%	11.2%
% of OECD Loans	1.1%	1.3%	1.3%	1.2%	1.2%	1.1%
Debt adjusted by inflation (% over total public debt)						
	0.2%	0.6%	1.2%	1.0%	0.7%	3.2%
Composition by Debt Type						
Loans	8.6%	11.6%	11.6%	11.4%	12.0%	12.6%
Bonds	91.4%	88.4%	88.4%	88.6%	88.0%	87.4%
Debt Composition by Jurisdiction						
Local Law	25.7%	25.5%	24.1%	22.0%	18.7%	17.0%
Foreign Law	74.3%	74.5%	75.9%	78.0%	81.3%	83.0%
Weighted Average Interest Rate (% annual over TOTAL DEBT)						
USD	7.9%	8.0%	7.5%	2.7%	3.8%	5.1%
ARS	39.8%	44.9%	29.4%	34.0%	68.9%	75.9%
EUR	4.5%	4.6%	4.6%	1.4%	2.5%	3.6%
Bonds and Treasury Bills Weighted Average Interest Rate						
USD	8.3%	8.5%	8.0%	2.8%	3.9%	5.1%
ARS	42.1%	56.5%	32.8%	37.8%	73.7%	77.3%
EUR	4.3%	4.5%	4.6%	1.4%	2.5%	3.6%
Memorandum Items						
Public Debt Stock Variation Rate -measured in ARS-	86.4%	37.8%	37.7%	29.6%	70.3%	44.5%
Public Debt Stock Variation Rate - measured in USD-	-7.8%	-13.3%	-2.0%	6.2%	-1.3%	-0.3%
Total Revenue Annual Variation Rate	29.8%	43.7%	36.0%	57.4%	83.1%	41.3%
Provincial GDP Annual Nominal Variation Rate (Base 2004=100)	40.4%	49.0%	29.5%	65.2%	78.5%	60.8%
ARS/USD	37.70	59.89	84.15	102.72	177.16	256.70
ARS/EUR	43.17	67.23	102.86	116.95	189.69	280.14
CER Annual Increase Rate	47.2%	51.6%	36.3%	51.6%	90.2%	111.5%

¹When applicable, calculation is made on what happened during the last twelve months.

Source: Provincial Office of Debt and Public Credit. Under-secretariat of Finance.