

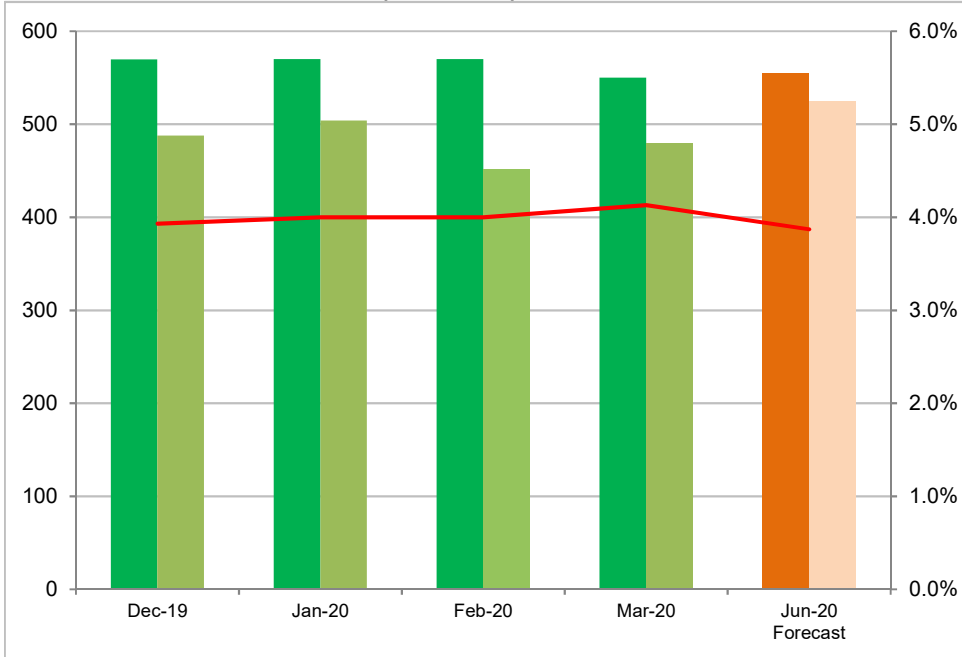
Treasury Report

Policy Compliance

As at 31 March 2020

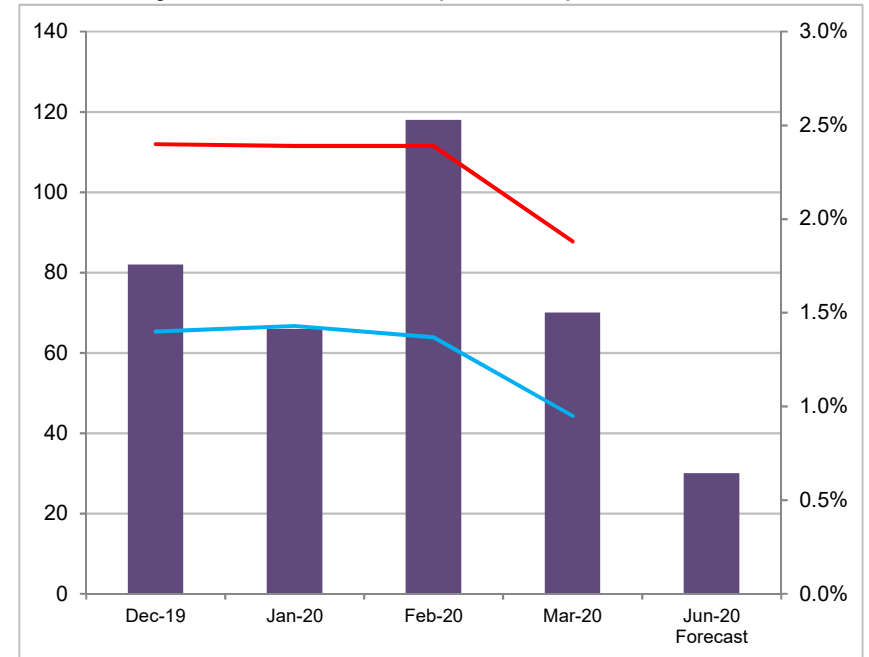


Gross and Net External Debt (\$ Millions)



■ Gross External Debt Actual
 ■ Gross External Debt Forecast
 — Average Interest
■ Net External Debt Actual
 ■ Net External Debt Forecast

Money Market Investments (\$ Millions)



■ Average Money Market Investments Actual
 — Money Market Average Interest Rate Actual
— Money Market Average Interest Rate Benchmark

Comments

Gross debt as at 31 March 2020 is \$549.9m and net debt at \$479.9m. New debt of \$162.1m has been added over the last eight months, of which \$2.4m is under the HIF and \$70m of debt has been repaid.

Money market investments and bank balances are at \$70.0m (February 2020 at \$118.0m). Both interest rate and debt maturity levels are within recommended levels. \$386.0m of total debt (70%) are at fixed interest rates on 31 March 2020.

The Official Cash Rate (“OCR”) was decreased to 0.25% on 16 March 2020, a reduction of 0.75%. This significant OCR reduction has been done to provide monetary stimulus to manage negative economic implications of the COVID-19 virus. The Government is also providing various financial

Financial Limits

	Limit	30 June 2020 Forecast
• Net Debt to Operating Revenue	250%	210.7%
• Net Interest Expense to Operating Revenue	20%	7.6%
• Net Interest Expense to Rates Revenue	25%	11.4%