DEBT MANAGEMENT UNIT
MINISTRY OF FINANCE
FEDERAL GOVERNMENT OF SOMALIA

Quartley Public Debt Bulletin
(Quarter IV, 2025)

Debt Management Department
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Contents

1. Quarter 4, 2025. Progress in Debt Management issues:

In this quarter, from October to December 2025, the Government of Somalia remained committed in implementing its debt relief strategy and engaging with its remaining bilateral and multilateral creditors to secure the appropriate debt relief within the frameworks of the Paris Club Agreed Minutes of March 2024 and the Enhanced HIPC Initiative.

Status of Negotiations:

Since the last quarter, the Debt Management Department (DMD) has continued its efforts to conclude debt relief agreements aimed at settling the outstanding arrears with the remaining non-Paris Club bilateral creditors and only multilateral creditor, as well as Spain's outstanding debt in accordance with the Paris Club Protocol of March 13, 2024 and the enhanced Heavily Indebted Poor Countries (HIPC) framework. The ongoing engagement and discussions with various creditors have yielded significant progress.

2. Somalia's stock and flow data, QIV, 2025

Stock of debt at end of Quarter IV, 2025:

Somalia's current debt portfolio consists solely of external debt, which is categorized into multilateral and bilateral creditors, except with a single loan from a commercial lender in Serbia. The largest group of creditors for Somalia is comprised of bilateral creditors.

The total debt portfolio amounted to USD 1.48 billion at the end of the fourth quarter of 2025. Of the existing debt portfolio, multilateral creditors accounted for 43 percent of the total at USD 634.45 million. The largest creditors in this category are the Arab Fund for Economic and Social Development (AFESD), Arab Monetary Fund (AMF), and International Monetary Fund (IMF), in that order debt to bilateral creditors amounted to USD 845.10 million, with non-Paris Club creditors accounting for almost 95 percent of bilateral debt. The main non-Paris Club creditors include mainly Arab creditors such as the Abu Dhabi Fund, Government of Iraq, Kuwait Fund and the Saudi Fund. The ONLY remaining creditor of the Paris Club group is Spain, with negotiations progressing and an agreement anticipated to be finalized shortly. The commercial loan to a Serbian company amounted to USD 2.73 million.

Somalia's debt portfolio is still characterized by a sizeable amount of debt in arrears. There are remaining arrears mainly with non-Paris Club and one multilateral creditor which represented approximately 34 percent of the total outstanding debt of the country. The Government is committed to engaging its non-Paris Club and remaining multilateral creditors in order to secure comparable debt relief treatment and the Common Reduction Factor outlined in the HIPC Decision Point Document. There is one claim considered commercial debt which was originally contracted with a State-Owned Enterprise (SOE) in the former Yugoslavia. The Central Bank of Serbia, however, notified the Debt Management Department of Ministry of Finance of Somalia that it is in the hands of a commercial company. A comprehensive overview of the debt stock as of the end of Quarter IV, 2025, is presented in Table 1, while Table 2 outlines the arrears stock at the same date.

It is important to note that the data presented in this bulletin pertains exclusively to the Federal Government's external Debt. At present, Somalia has not issued domestic securities, undertaken domestic borrowing, or provided any government guarantees.

Table 1. Somalia Stock of debt at the end of QIV, 2025.

T-022				
Period: Calendar Quarter (01/10/2025 - 31/12/2025)Currency Units: Millions of US Dollars				
Creditor Category / Creditor Name	**2025 - Q4**			
	Face Value	**Interest Arrears**	**Other Fee Arrears**	**Total Stock**
Commercial				
Government of Serbia	1.51	1.22	-	2.73
SUBTOTAL	**1.51**	**1.22**	**-**	**2.73**
Multilateral				
Arab Fund for Economic and Social Dev.	75.18	131.07	0.05	206.30
Arab Monetary Fund	201.97	-	-	201.97
Int. Fund for Agricultural Development	1.69	-	-	1.69
International Monetary Fund	160.23	-	-	160.23
Islamic Development Bank	27.87	-	-	27.87
OPEC Fund for Int. Dev.	36.39	-	-	36.39
SUBTOTAL	**503.33**	**131.07**	**0.05**	**634.45**
Non-Paris Club				
Abu Dhabi Fund for Developement	267.81	-	-	267.81
Government of Algeria	0.90	0.66	-	1.56
Government of Bulgaria	5.53	6.08	-	11.61
Government Of Iraq	31.22	80.68	115.22	227.12
Government of Libya	11.75	35.22	-	46.97
Government of Romania	2.27	0.25	-	2.52
Kuwait Fund for Econ. Dev	123.88	-	-	123.88
Saudi Fund for Development	117.31	-	-	117.31
SUBTOTAL	**560.67**	**122.89**	**115.22**	**798.78**
Paris Club				
Government of Russia	5.42	-	-	5.42
Government of Spain	40.90	-	-	40.90
SUBTOTAL	**46.32**	**-**	**-**	**46.32**
GRAND TOTAL	**1,111.83**	**255.18**	**115.27**	**1,482.28**

Source: *DMD, Ministry of Finance, FGS.*

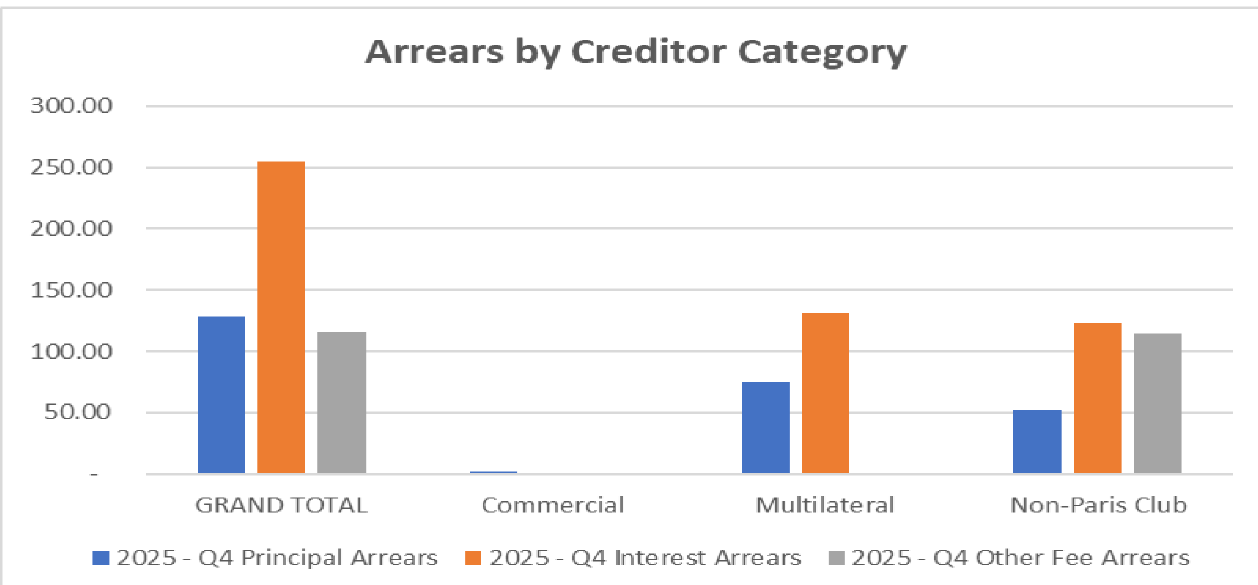
Table 2. Somalia, Stock of arrears at the end of QIV, 2025

Period: Calendar Quarter (01/10/2025 - 31/12/2025)Currency Units: Millions of US Dollars

Creditor Category	2025 - Q4			
	Principal Arrears	Interest Arrears	Other Fee Arrears	Total Arrears Debt
GRAND TOTAL	**128.37**	**255.19**	**115.27**	**498.83**
Commercial	1.51	1.22	-	2.73
Multilateral	75.18	131.07	0.05	206.30
Non-Paris Club	51.68	122.90	115.22	289.80

Source: *DMD, Ministry of Finance, FGS.*

Figure 1. Somalia, Arrears by creditor category



Source: *DMD, Ministry of Finance, FGS.*

Timely debt servicing and arrears prevention during QIV, 2025:

The Ministry ensured that all scheduled payments in QIV, 2025 were made on time, with no arrears incurred. The government remains resolute in its commitment to meeting debt obligations as they become due. Table 3 details the debt service payments for the fourth quarter of 2025 categorized by creditor (in millions of USD).

Table 3. Somalia, debt service payment in QIV, 2025, by creditor. (In millions USD).

Total Debt Service Paid By Creditor (Sep-Dec, 2025)				In USD million
	Principal	Interest	Other fees	Total
Total Debt Service (October-December, 2024)	**0.32**	**2.46**		**2.78**
Kuwait Fund for Development	-	0.91	-	0.91
Saudi Fund for Development	-	1.55	-	1.55
Islamic Development Bank (IsDB)	0.07	-	-	0.07
Russia (Blocked Funds)	-	-	-	-
Russia (Short-term debt)	-	-		-
OPEC Fund for International Development	-	-	-	-
Arab Monetary Fund	0.25	-	-	0.25
IMF SDR Charges	-	-		-

Source: *DMD, Ministry of Finance, FGS.*

Table 4: Somalia, scheduled monthly debt service for the next 12-months, by creditor.

Creditor Category / Creditor Name	Monthly Debt Service Due (in million US Dollars)																							
	Jan-26		Feb-26		Mar-26		Apr-26		May-26		Jun-26		Jul-26		Aug-26		Sep-26		Oct-26		Nov-26		Dec-26	
GRAND TOTAL	**1.62**		**0.71**		**-**		**8.45**		**0.96**		**1.87**		**1.68**		**0.70**		**-**		**-**		**0.96**		**0.11**	
SUB TOTAL	**0.06**	**1.55**	**0.63**	**0.08**	**-**	**-**	**8.32**	**0.13**	**0.96**	**-**	**0.11**	**1.76**	**0.12**	**1.56**	**0.63**	**0.07**	**-**	**-**	**-**	**-**	**0.96**	**-**	**0.11**	**0.00**
	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.
Multilateral	**0.06**	**0.00**	**-**	**-**	**-**	**-**	**-**	**0.00**	**0.96**	**-**	**0.11**	**0.00**	**0.12**	**0.00**	**-**	**-**	**-**	**-**	**-**	**-**	**0.96**	**-**	**0.11**	**0.00**
Arab Monetary Fund	-		-		-		-		-		0.13		-		-		-		-		-		0.13	
Int. Fund for Agricultural Development	0.06	0.00	-	-	-	-	-	-	-	-	0.11	0.00	0.12	0.00	-	-	-	-	-	-	-	-	0.11	0.00
International Monetary Fund (ECF arrangement)	-		-	-	-	-	-	0.00	0.96	-	-	-	-	-	-	-	-	-	-	-	0.96	-	-	-
Islamic Development Bank	-	-	-	-	-	-	-	-	-	-	0.07	-	-	-	-		-	-	-	-	-	-	0.07	-
OPEC Fund for Int. Dev.	-	-	-	0.09	-	-	-	-	-	-	-	-	-	-	-	0.09	-	-	-	-	-	-	-	-
Non Paris Club	**-**	**1.55**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1.76**	**-**	**1.56**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Abu Dhabi Fund for Developement	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Kuwait Fund for Econ. Dev	-	-	-	-	-	-	-	-	-	-	-	1.76	-	-	-	-	-	-	-	-	-	-	-	0.91
Saudi Fund for Development	-	1.55	-	-	-	-	-	-	-	-	-	-	-	1.56	-	-	-	-	-	-	-	-	-	-
Paris Club	**-**	**-**	**0.63**	**0.08**	**-**	**-**	**8.32**	**0.13**	**-**	**-**	**-**	**-**	**-**	**-**	**0.63**	**0.07**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Government of Russia	-	-	0.63	0.08	-	-	0.14	0.01	-	-	-	-	-	-	0.63	0.07	-	-	-	-	-	-	-	-
Government of Spain	-	-	-	-	-	-	8.18	0.12	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: *DMD, Ministry of Finance, FGS.*

3. Risks of the Debt Portfolio

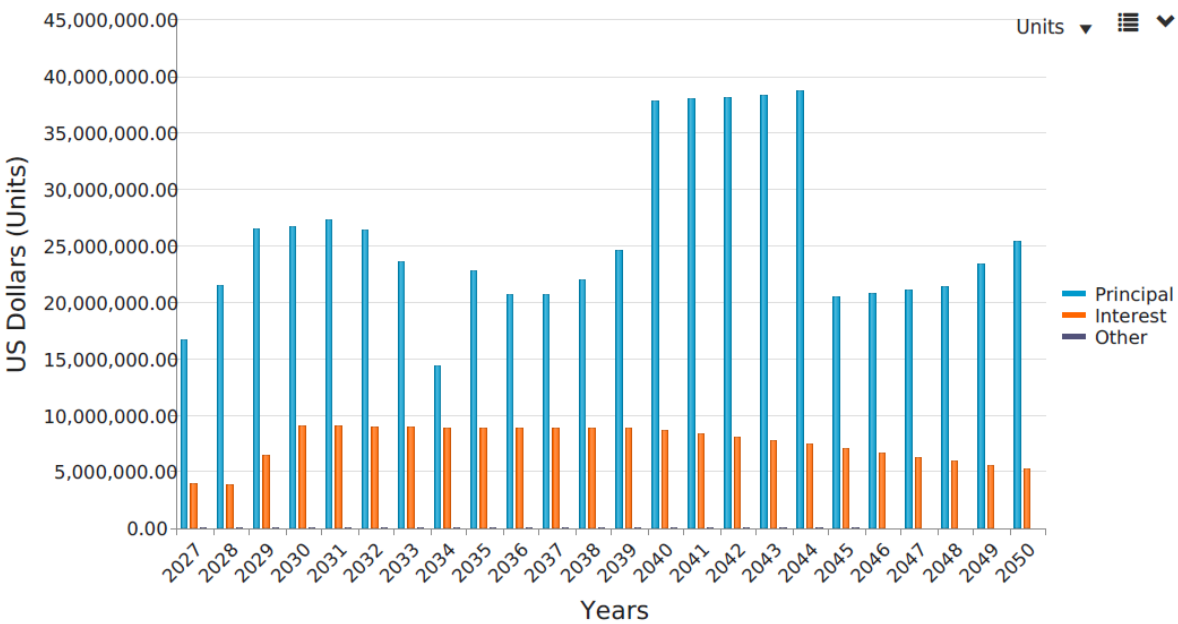
a. Interest rate risk indicators

Most of Somalia's outstanding current debt portfolio has been contracted with fixed interest rate and denominated in foreign currency. However, when taking into account the existing stock of arrears, there are few loans that were originally contracted with variable interest rates. Debt with variable interest rate is limited to loans from Iraq and Libya amounting to USD 11.75 million. Out of the total Face Value of debt, including arrears, only 1 percent had been contracted with variable interest rates:

b. Refinancing risk

The total amortization payments scheduled within one year is limited to multilateral and official creditors. The following profile illustrates a concentration of payments occurring between 2027 and 2050, due to the scheduled repayment of restructured debt agreements with creditors. It is important to highlight that the repayment profile has increased from 2027 to 2033 due to the inclusion of debt service obligations to Spain, for which negotiations are still in progress as efforts persist to finalize the bilateral agreement in accordance with the Paris Club Agreed Minutes of March 2024, alongside a Poverty Reduction and Growth Trust (PRGT) loan from the International Monetary Fund (IMF) that was made available to the government for budgetary support. Furthermore, the increase in high debt servicing for the periods from 2035 to 2044 is associated with the AMF normalization of payments. With an average maturity period of 19.5 years, Somalia's debt portfolio exhibits a low refinancing risk.

Fig. 2: Somalia repayment profile. 2027 – 2050. Million USD

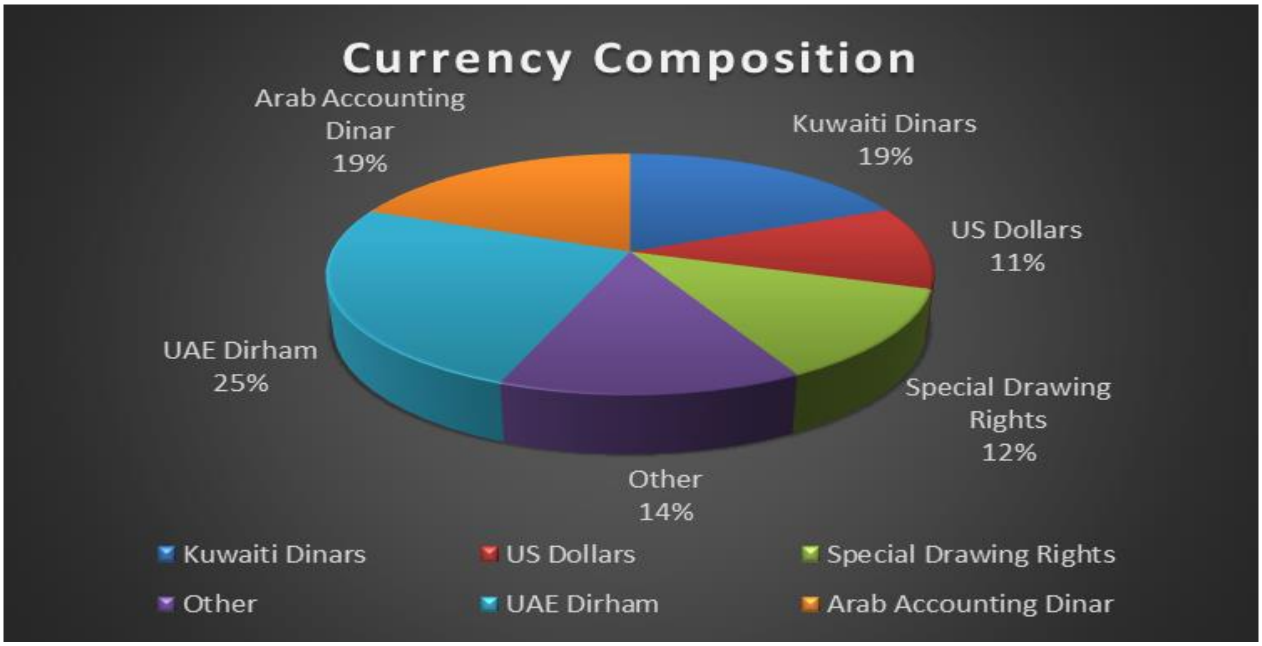


Source: *DMD, Ministry of Finance, FGS.*

c. Foreign exchange rate risk

As mentioned in the previous section, all of Somalia's debts are denominated in foreign currency. The breakdown of debt by currency shows that 25 percent is in Arab Emirates Dirham (AED), followed by 19 percent in Kuwaiti dinars, 19 percent in Arab Accounting Dinar (AAD), 12 percent in Special Drawing Rights (SDRs), 11 percent in USD, and 14 percent other currencies.

Figure 3: Somalia, total debt stock at the end of QIV, 2025 by currency.



Source: *DMD, Ministry of Finance, FGS.*

d. Summary of Somalia's cost and risk indicators at end of 2025[1]

Table 5 below provides an overview of existing cost and risk indicators for Somalia's debt portfolio as of end of 2025. The indicators show a relatively long ATM (and ATR as all the current debt is in fixed interest rates) of over 19 years with a small percentage falling due in the next year (1.6 percent of total debt).

Table 5: Summary of cost and risk indicators at the end of 2025

[1] Includes all restructured debts. Excludes existing debt in arrears.

Risk Indicators		Total debt
Refinancing risk	ATM (years)	19.0
	Debt maturing in 1yr (% of total)	1.6%
Interest rate risk	ATR (years)	19.0
	Debt refixing in 1yr (% of total)	1.6%
	Fixed rate debt (% of total)	100.0%
FX risk	FX debt (% of total debt)	100.0%

Source: *DMD, Ministry of Finance, FGS.*

e. Debt ratios

Projected debt service ratios in terms of revenues (including grants) and exports of goods and services show similar ranges. Table 6 below shows the projected debt service ratios.

Table 6. Somalia, Debt service ratios 2026-2030, (In USD millions).

(All amounts in $US, otherwise noted)	2026		2027		2028		2029		2030	
IFIs & Multilateral	***P***	***I***	***P***	***I***	***P***	***I***	***P***	***I***	***P***	***I***
International Monetary Fund (IMF)	1.92	0.00	3.83	0.00	8.63	0.00	20.75	0.00	23.83	0.00
International Fund for Agricultural Development (IFAD)	0.40	0.02	0.45	0.01	0.45	0.01	0.33	0.00	-	-
OPEC Fund for International Development (OFID)	-	0.18	-	0.18	-	0.18	-	0.18	-	0.18
Islamic Development Bank (IsDB)	0.14	-	0.14	-	0.14	-	0.17	-	0.21	-
Arab Mpnetray Fund (AMF)	0.25	-	0.25	-	0.25	-	0.25	-	0.25	-
Paris Club Creditors										
Government of Russia (Blocked Funds & Short-term Debt)	1.34	0.14	1.34	0.11	1.34	0.07	1.25	0.03	-	-
Government of Spain	8.00	0.16	8.00	0.12	8.00	0.08	-	-	-	-
Non-Paris Club Creditors										
Saudi Fund for Development	-	3.10	-	3.10	-	3.10	-	3.10	-	3.10
Kuwait Fund for Arab Economic Development	-	2.67	-	2.67	-	2.67	-	1.82		1.82
Abu Dhabi Fund for Development	-	-	-	-	-	-	-	4.77	-	7.41
Principal & Interest	12.04	6.28	14.02	6.19	18.81	6.11	22.75	9.91	24.29	12.52
Total debt service		***18.32***		***20.21***		***24.92***		***32.66***		***36.81***
Projected debt Stock		***1,514.65***		***1,496.33***		***1,476.11***		***1,451.19***		***1,418.53***
Debt Service as percentage of Revenues		*3.6%*		*3.4%*		*3.6%*		*4.1%*		*4.0%*
Debt Service % of Export of Goods & Service		*0.6%*		*0.6%*		*0.7%*		*0.0%*		*0.9%*
Debt Stock as percentage of GDP		*10.7%*		*9.9%*		*9.1%*		*8.3%*		*7.6%*
Memo items:										
Revenues 1/		*511.09*		*601.60*		*697.16*		*802.06*		*917.77*
Exports of goods & services 2/		*2,995.57*		*3,248.64*		*3,534.43*		*3,853.36*		*4,176.79*
GDP 3/		*14,197.00*		*15,040.00*		*16,213.00*		*17,436.00*		*18,730.00*

Source:
1/ MF Country report data, December 2025, Ref:25/335
2/ MF Country report data, December 2025, Ref:25/335
3/ MF Country report data, December 2025, Ref:25/335

Source: *DMD, Ministry of Finance, FGS.*

4. Upcoming Activities for Q1, 2026

The Government remains firmly committed to implementing a comprehensive strategy to engage with non-Paris Club members and remaining multilateral creditors to secure the full debt relief envisioned under the HIPC Initiative. To advance this objective, the Debt Management Unit (DMU) has prepared targeted plans to initiate and facilitate discussions with a broad range of creditors. These engagements will serve as critical platforms for consensus-building and for identifying the most effective modalities to deliver the outstanding HIPC debt relief.

This proactive and coordinated approach underscores the Government's strong dedication to resolving its debt challenges through constructive and sustained dialogue with international partners. Through active participation in these engagements, Somalia aims to secure comprehensive debt relief that will reinforce its economic recovery and support its long-term development priorities.

Abbreviations

ADF	Abu Dhabi Fund for Development
AfDB	African Development Bank
AFESD	Arab Fund for Economic and Social Development
AMF	Arab Monetary Fund
CP	Completion Point
CS-DRMS	Commonwealth Secretariat Debt Recording and Management System
DMU	Debt Management Unit
DOD	Disbursed Outstanding Debt
DP	Decision Point
ECF	Extended Credit Facility
FV	Face Value – outstanding stock of debt, including principal arrears
GDP	Gross Domestic Product
HIPC	Heavily Indebted Poor Countries
IDA	International Development Association
IFAD	International Fund for Agricultural Development
IMF	International Monetary Fund
IsDB	Islamic Development Bank
KFAED	Kuwait Fund for Arab Economic Development
OFID	OPEC Fund for International Development
MOF	Ministry of Finance
PC	Paris Club
PPG	Public & Publicly Guaranteed Debt
SFD	Saudi Fund for Development
SOE	State Owned Enterprise
UK	United Kingdom
USA	United States of America
USD	United States Dollar
WB	The World Bank