



## QUARTER ONE 2025 DEBT MANAGEMENT STRATEGY BASED ON THE Q1-2025 EXPENDITURE IN ADVANCE OF APPROPRIATION

February 2025

### **A: INTRODUCTION**

1. Pursuant to Section 59 of the Public Financial Management Act, 2016 (Act 921), this Quarter One 2025 Debt Management Strategy has been prepared to meet the provisions of Article 180 of the 1992 Constitution and to support the critical expenditures indicated in the Vote on Account.
2. The purpose of this Strategy is to balance the short-term liquidity needs with the long-term debt sustainability objectives under Ghana's debt restructuring programme. This is also to enable the Government to manage its finances effectively during the first quarter of 2025.

### **B: Baseline Macroeconomic Assumptions for Quarter One 2025**

3. The debt strategy is based on the 2025 preliminary macroeconomic assumptions outlined in the Quarter-One 2025 Expenditure in Advance of Appropriation.
4. These assumptions would be revised as more detailed information becomes available upon the presentation of the 2025 Budget Statement and Economic Policy to Parliament.

### **C: Financing Strategy for Quarter One 2025**

5. To finance the Quarter One 2025 expenditure and manage the costs and risks in the debt portfolio, the Government will use a mix of financing sources.
6. From the domestic sources, focus will be on the continuation of the issuance of Treasury Bills to raise funds and build buffers for debt management purposes.
7. To implement the Quarter One 2025 Debt Strategy, the government will prepare and publish an Issuance Calendar based on the Expenditure in Advance of Appropriation for Q1-2025 to inform investors and market participants.
8. Note that the 2025 Annual Borrowing Plan and Issuance Calendar for subsequent quarters will be prepared and published after the 2025-2028 Medium-Term Debt Strategy (MTDS) is approved in line with the 2025 Budget Statement and Economic Policy.

### **D: Conclusion**

9. The Q1-2025 Debt Strategy provides a comprehensive framework for managing first quarter financing needs while maintaining debt sustainability.
10. This Strategy aims to ensure that systematic decision-making on external and domestic borrowing aligns with fiscal policy and first quarter 2025 expenditures.