Figure 1.28. Frontier Debt Vulnerabilities

Debt-management capacity has not kept up with increasing reliance on international debt.

1. CPIA Debt-Management Capacity Score
   - Middle East and North Africa (excluding high income)
   - Sub-Saharan Africa (excluding high income)
   - East Asia and Pacific (excluding high income)
   - Latin America and Caribbean (excluding high income)
   - Europe and Central Asia (excluding high income)

2. Frontier Debt International Bond Issuance (Billions of US dollars)
   - BB
   - B+
   - B
   - B–

3. Share of Frontier Issuers by Secondary Market Yield (Percent)
   - 9+
   - 7.5–9
   - 6–7.5
   - <6

Issuance needs are expected to remain high in 2019 ...

... but at higher borrowing costs.

Sources: Bond Radar; JPMorgan Chase & Co; World Bank; and IMF staff calculations.

Note: In panel 1, debt policy rating assesses whether the debt-management strategy is conducive to minimizing budgetary risks and ensuring long-term debt sustainability. CPIA = Country Policy and Institutional Assessment; YTD = year to date.