



Australian Government

Australian Office of Financial Management

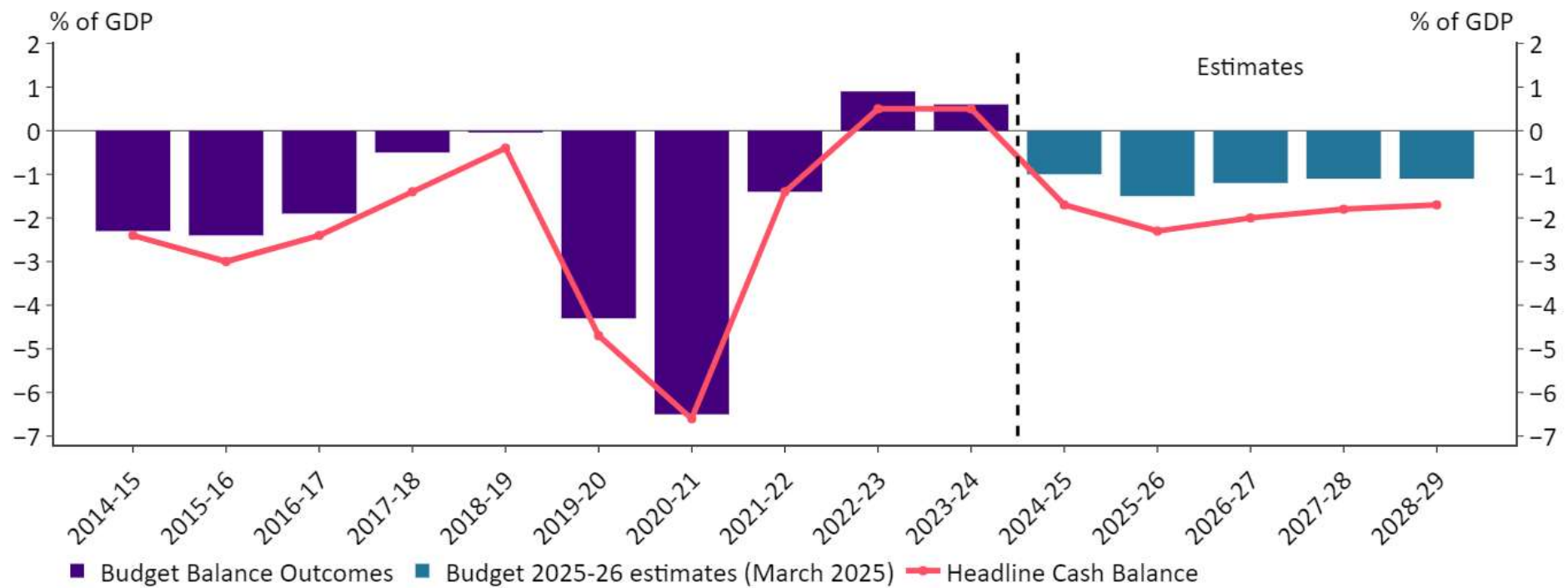
AOFM

6th Australian Government Fixed Income Forum Anna Hughes, CEO

Tokyo, 12 June 2025

Australia's budget balance

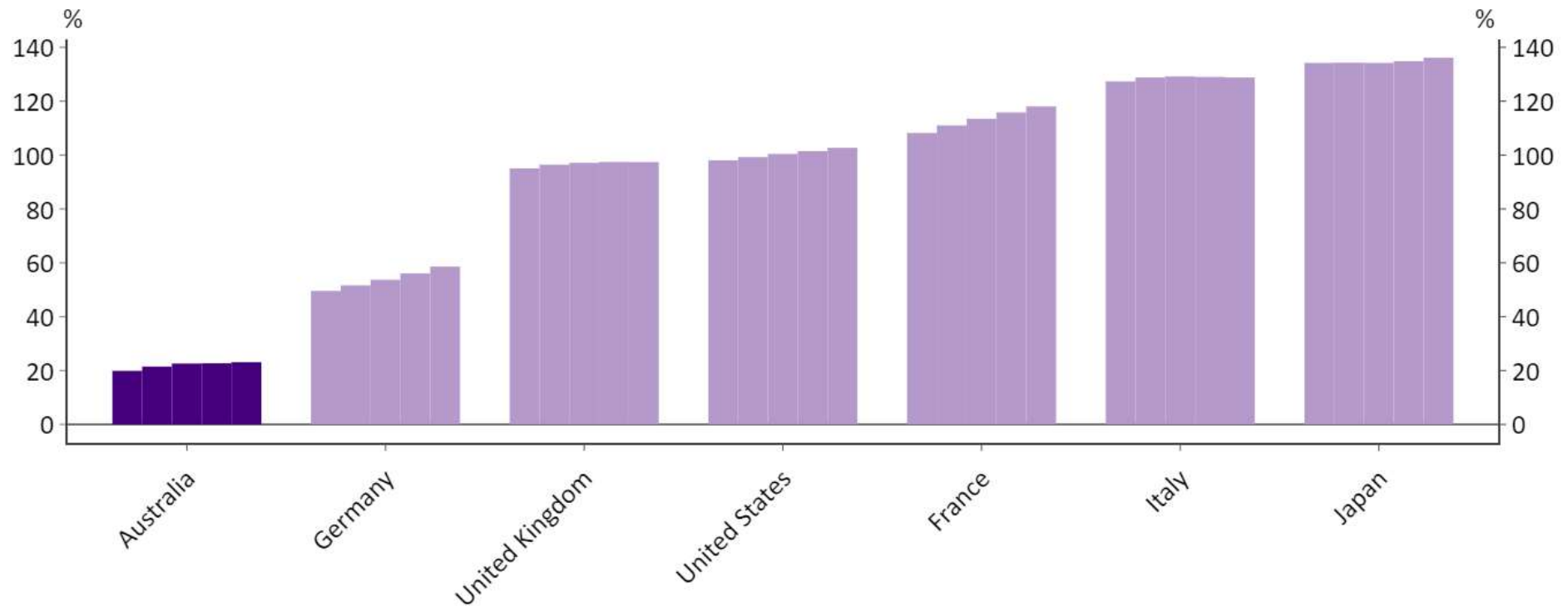
Underlying cash balance



Source: Treasury - Budget 2025-26.

Comparison of government net debt

2025 to 2029 (forecast)



Source: Treasury - Budget 2025-26, IMF Fiscal Monitor April 2025.

Australian Government Securities

Treasury Bonds

Amount Outstanding

\$848 billion

29 lines on issue

Gross Issuance 2025-26 (F)

Around \$150 billion

Treasury Indexed Bonds

Amount Outstanding

\$42 billion

7 lines on issue

Gross Issuance 2025-26 (F)

Around \$2 - \$3 billion

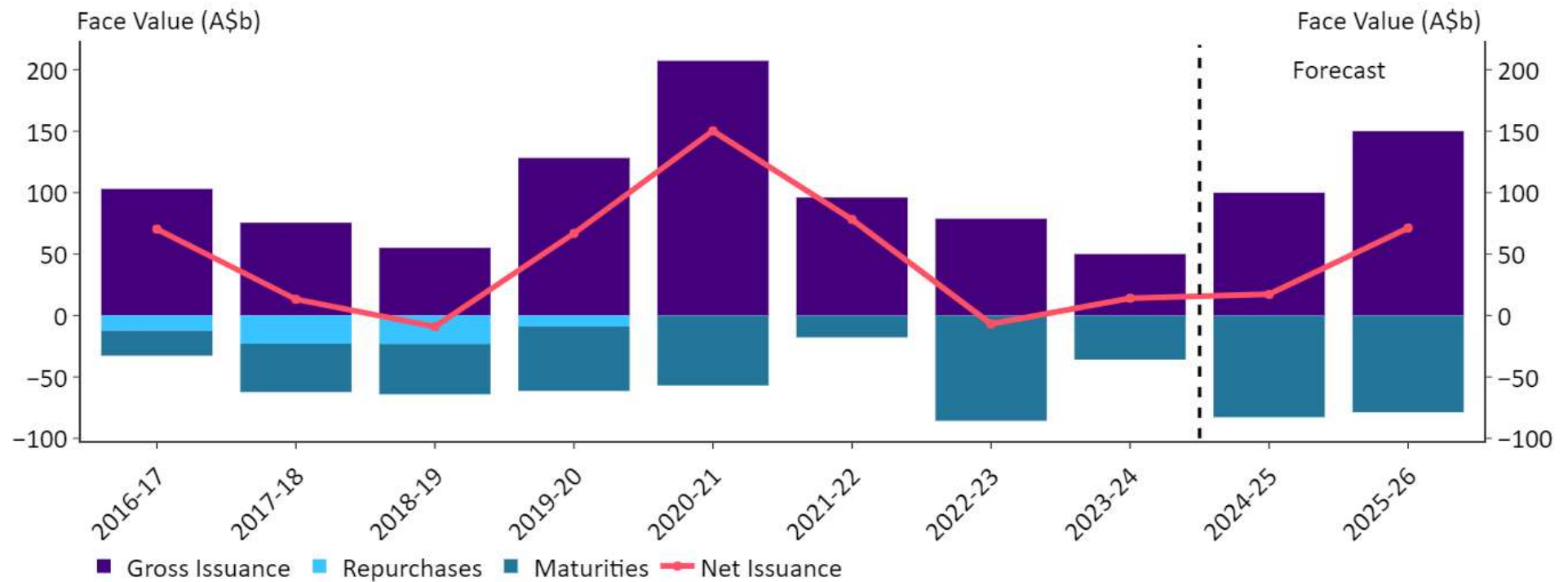
Treasury Notes

Amount Outstanding

\$41.5 billion

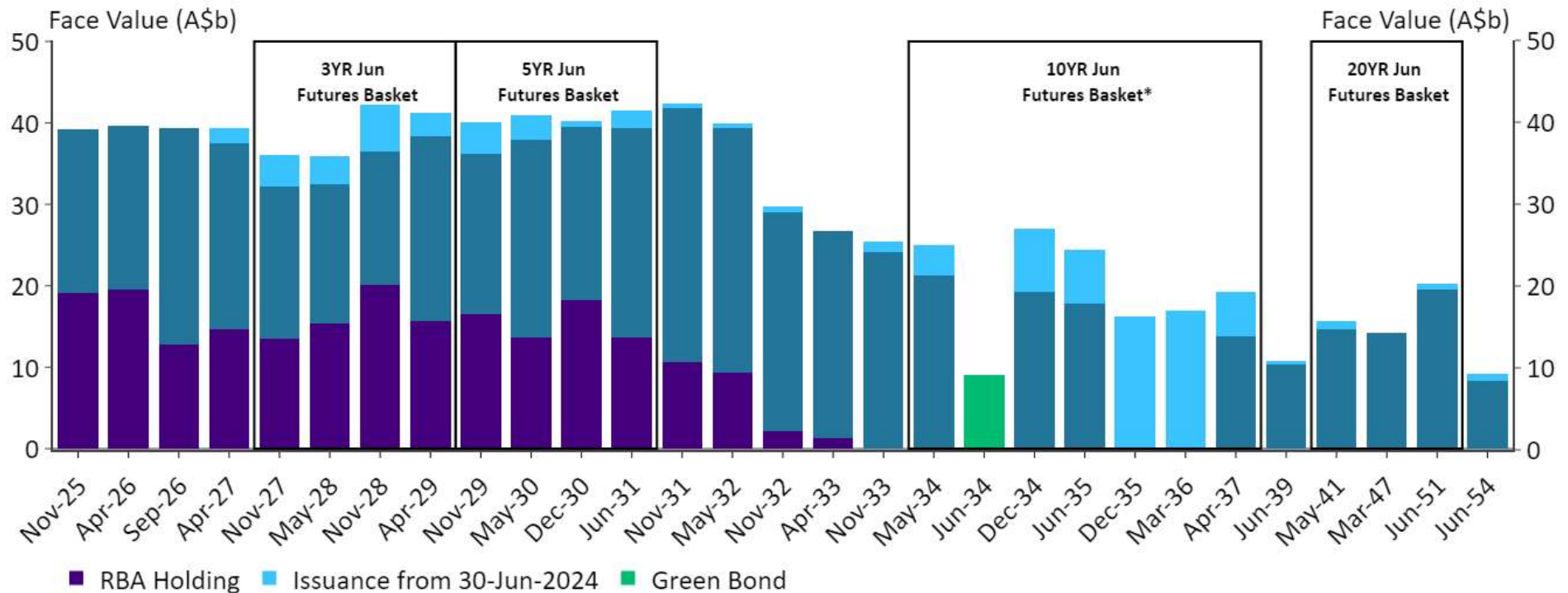
9 lines on issue

Composition of Treasury Bond Issuance



Source: AOFM.

Treasury Bonds on issue

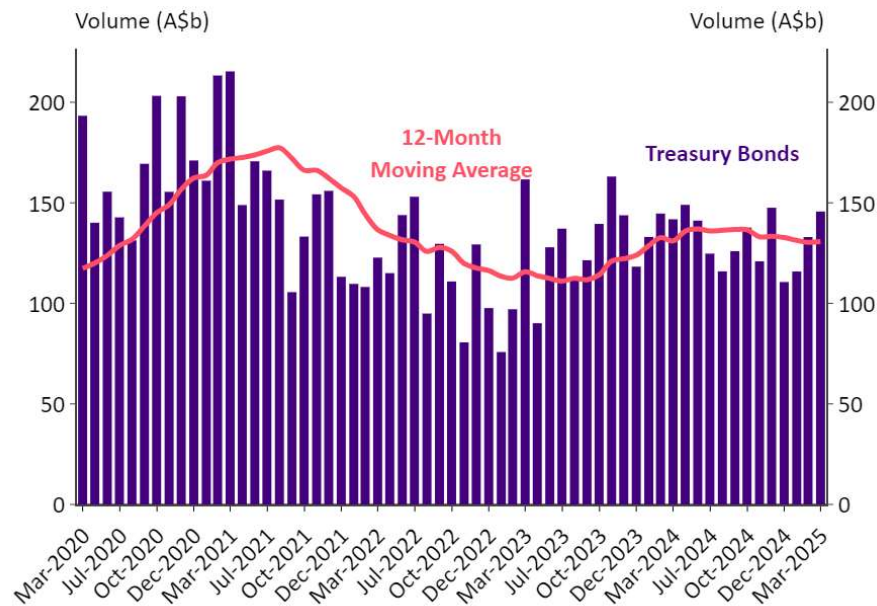


Source: AOFM. As at 06 June 2025.

* The June 2034 green bond is not included in 10-year futures contract. The March 2036 bond will be included in the 10-year September 2025 futures contract.

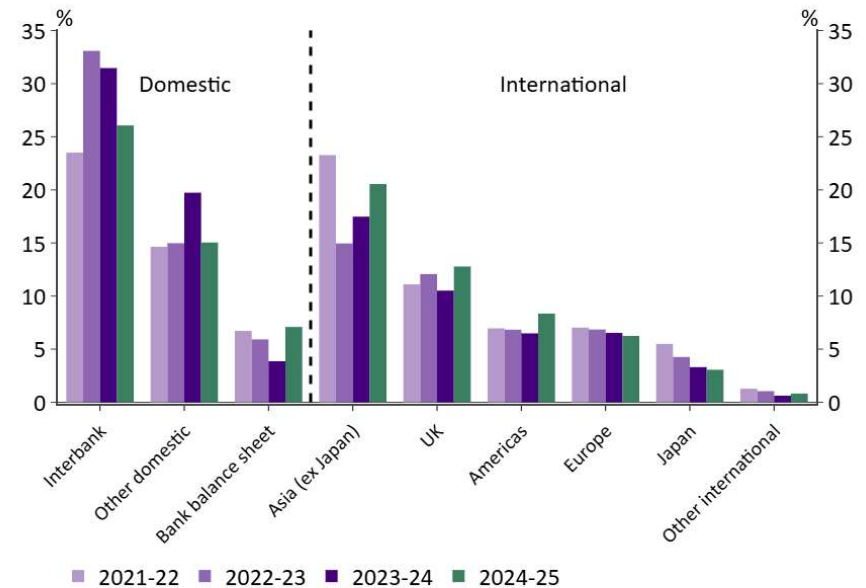
Turnover – Treasury Bonds

Monthly turnover



Source: AOFM. The AOFM relies on data provided by survey respondents and cannot guarantee the accuracy of this data.

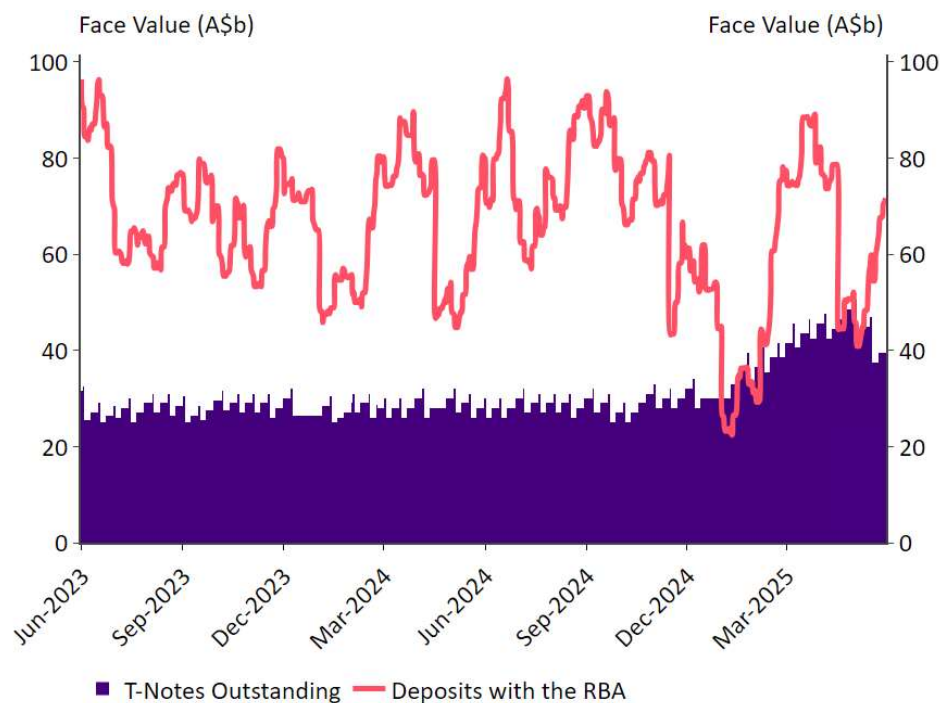
Turnover by region



Source: AOFM. 2024-25 ranges from 1 July 2024 to 31 March 2025.

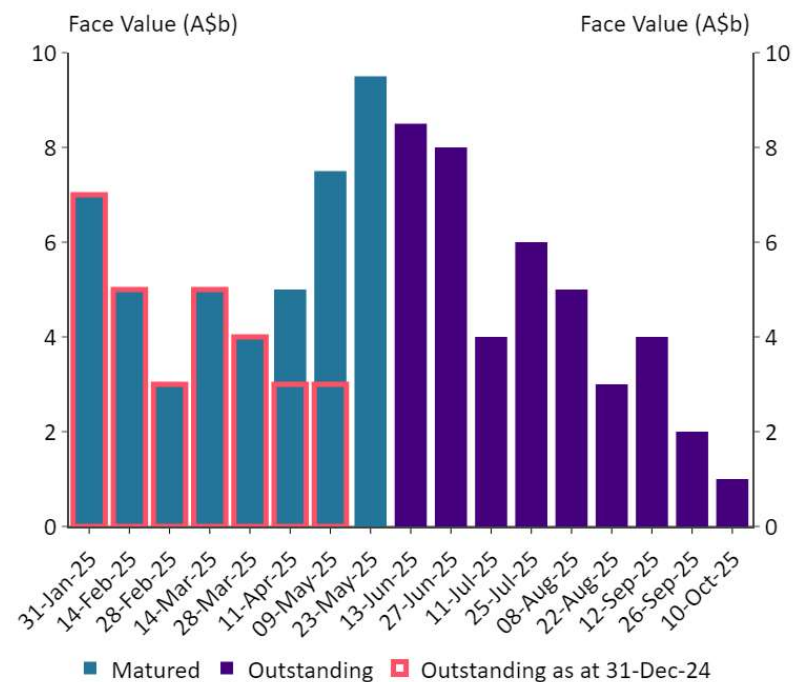
Issuance of Treasury Notes

T-Notes outstanding and deposits with the RBA



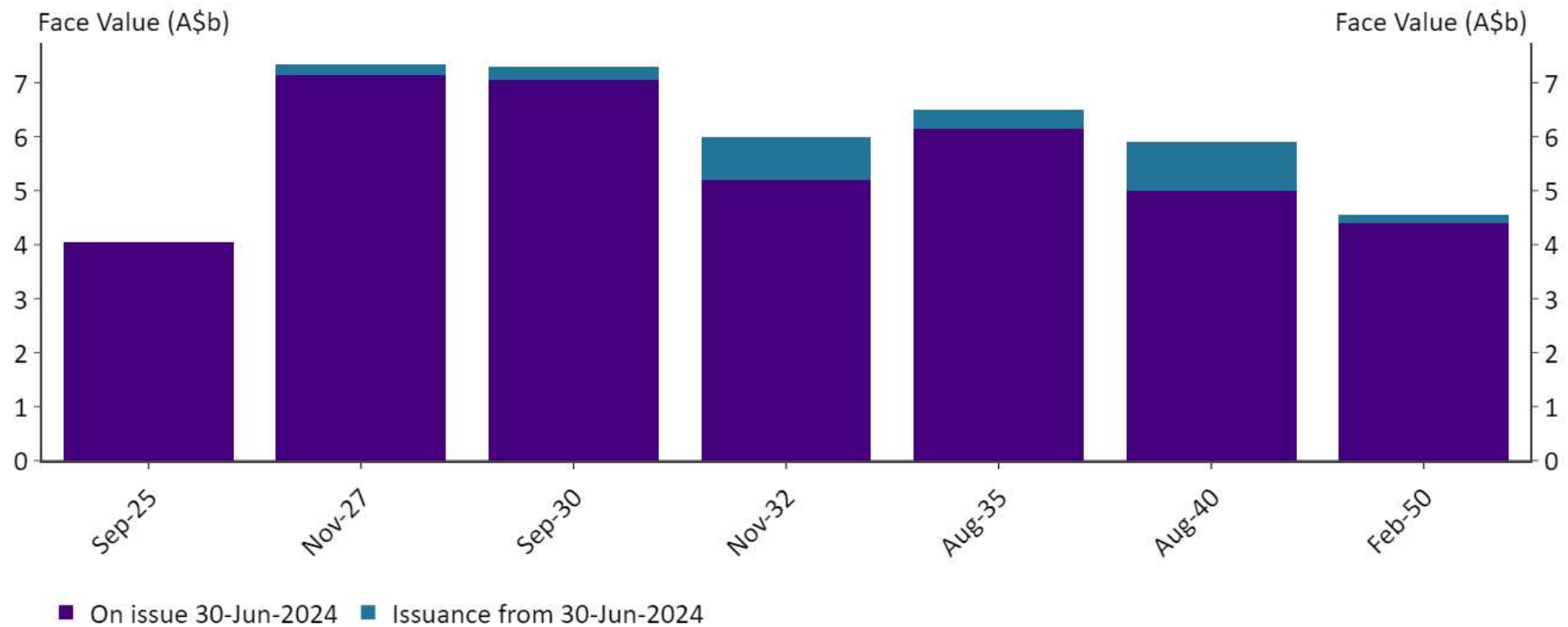
Source: AOFM. As at 04 June 2025.

T-Note lines on issue



Source: AOFM. As at 04 June 2025.

Treasury Indexed Bonds on issue



Source: AOFM.

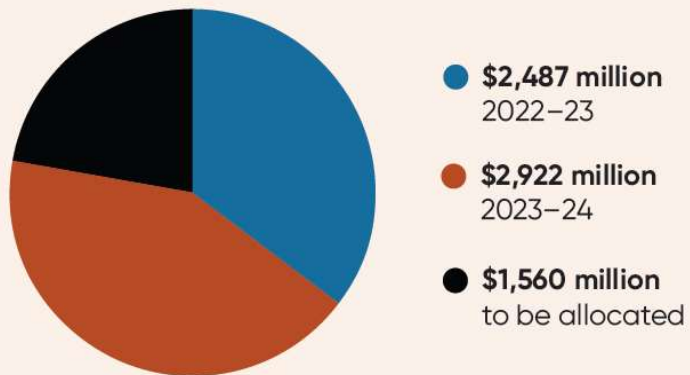
Green Treasury Bonds

- The [Australian Government Green Bond Framework](#) and accompanying [Second Party Opinion \(SPO\)](#) are on the [AOFM's website](#).
- The first 4.25% June 2034 Green Treasury Bond was launched in June 2024. The volume of issuance was \$7 billion.
- Six green bond tenders of \$2 billion in total have been held in 2024-25. The current volume on issue of the Green Treasury Bond is \$9 billion.
- The AOFM plans to introduce new lines every 2 to 3 years.
- There is an active secondary market for the Green Treasury Bond.
- Retail green bonds will be available later in 2025.

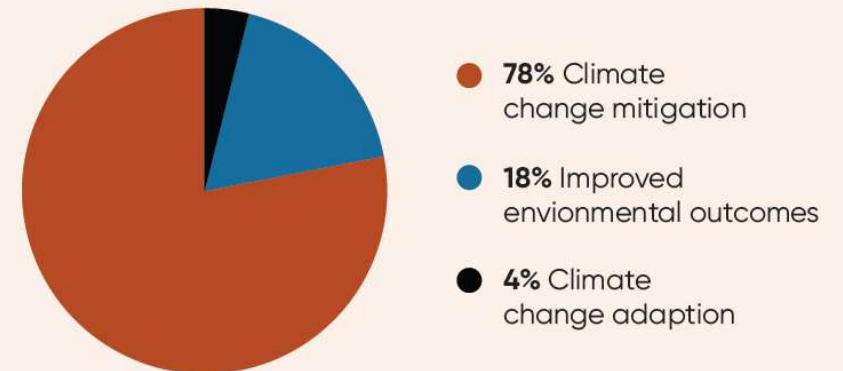
Green Treasury Bonds - Reporting

- The first [Allocation and Impact Report](#) is available on the AOFM website.
- Reports will be published annually.
- Reporting is subject to external audit and verification.

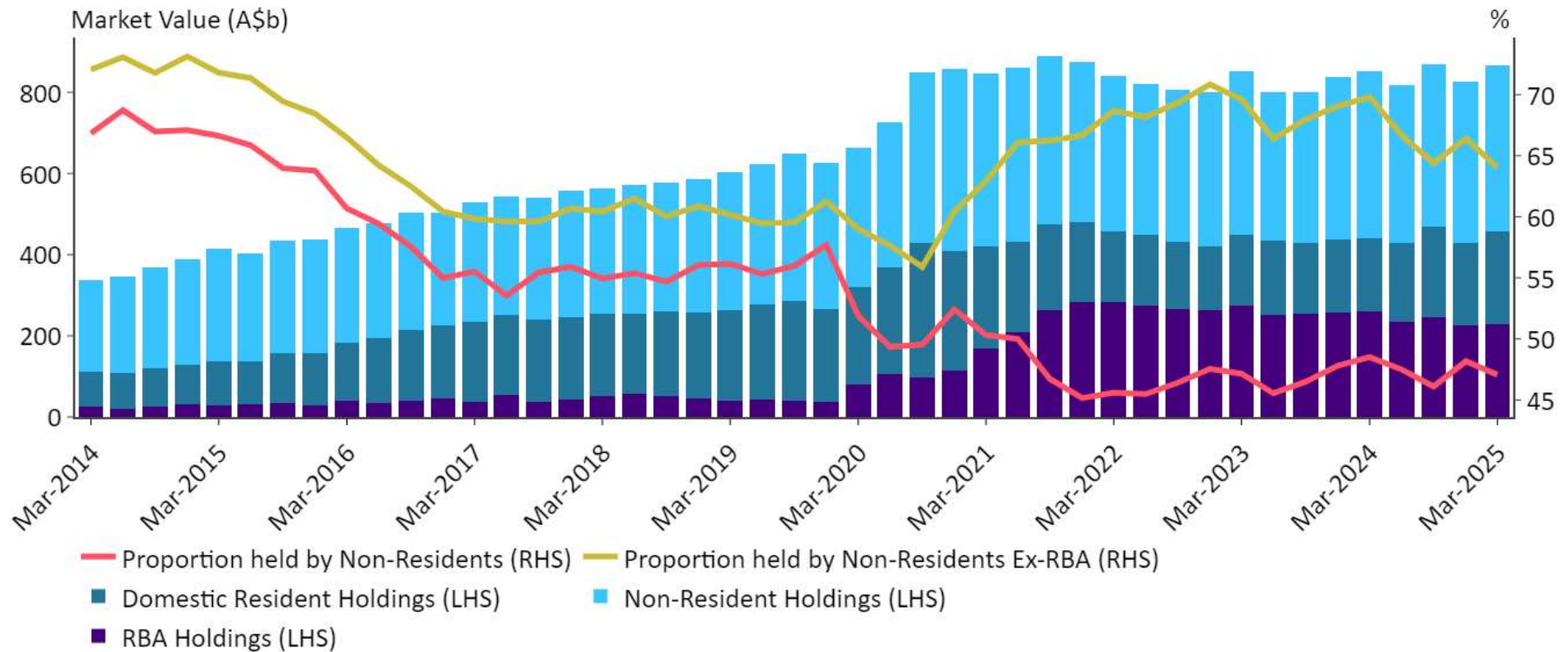
\$5.4 billion of \$7 billion raised has been allocated to expenditures in 2022–23 and 2023–24



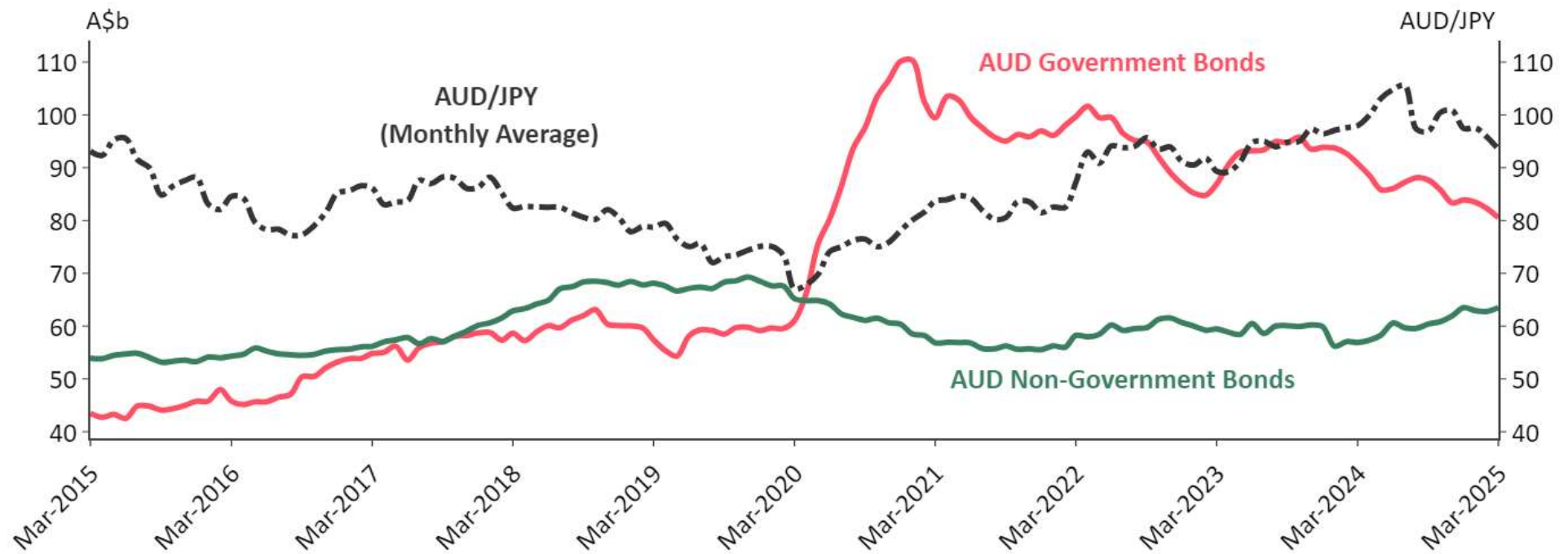
Most proceeds supported Australia's climate change mitigation efforts over 2022–23 and 2023–24



Non-Resident holdings of AGBs



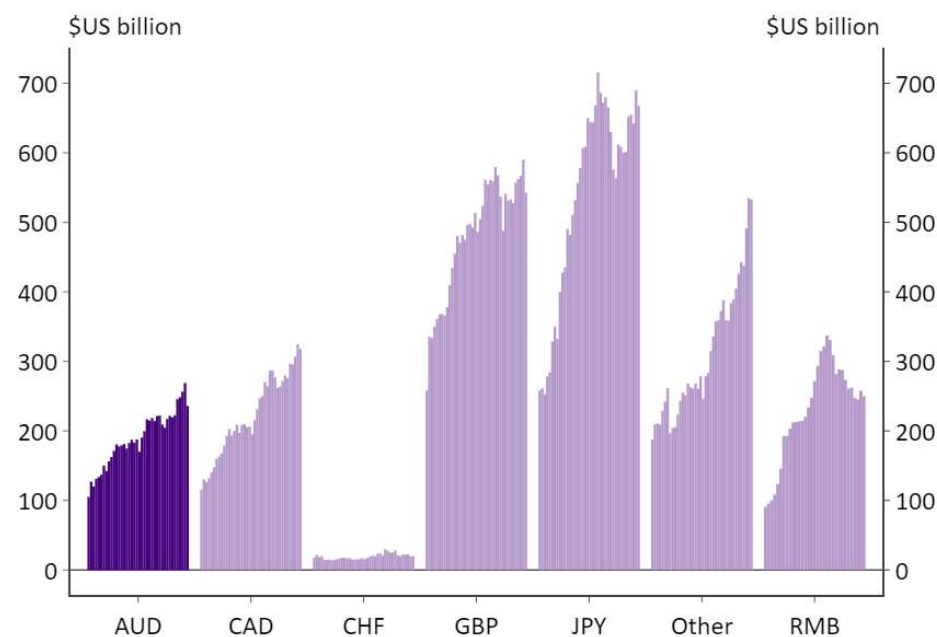
Net capital flow into Australian government bonds by Japanese investors



Source: Japan Ministry of Finance, Bloomberg. AUD Government includes both AGS and semi government bonds.

Consistent and increasing holdings of AGS by FX reserve managers

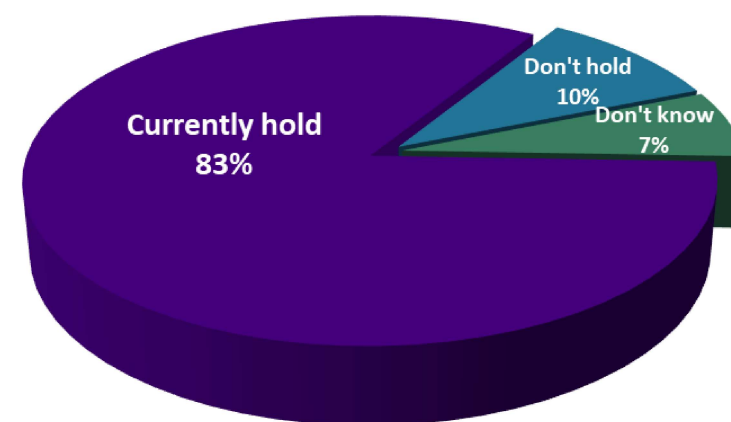
Central bank FX reserve allocations outside of USD & Euro (2014 to 2024)



Source: IMF.

AOFM

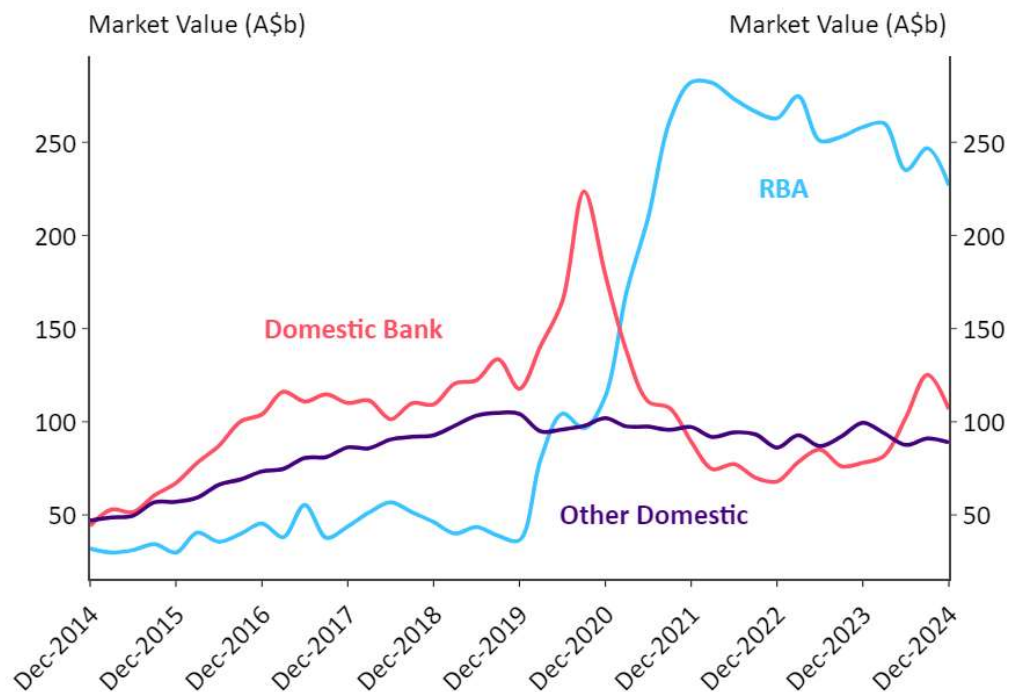
More than 80% of the largest foreign currency reserve managers indicate they hold AGS



Source: AOFM, IMF.

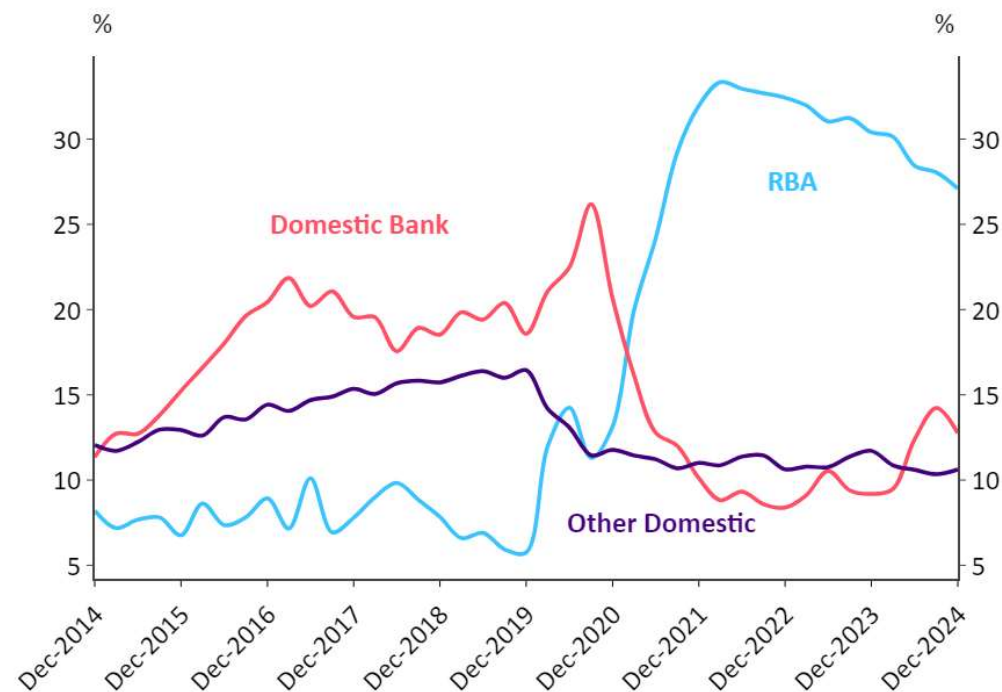
Domestic bank and non-bank holdings of AGBs

Value of holdings



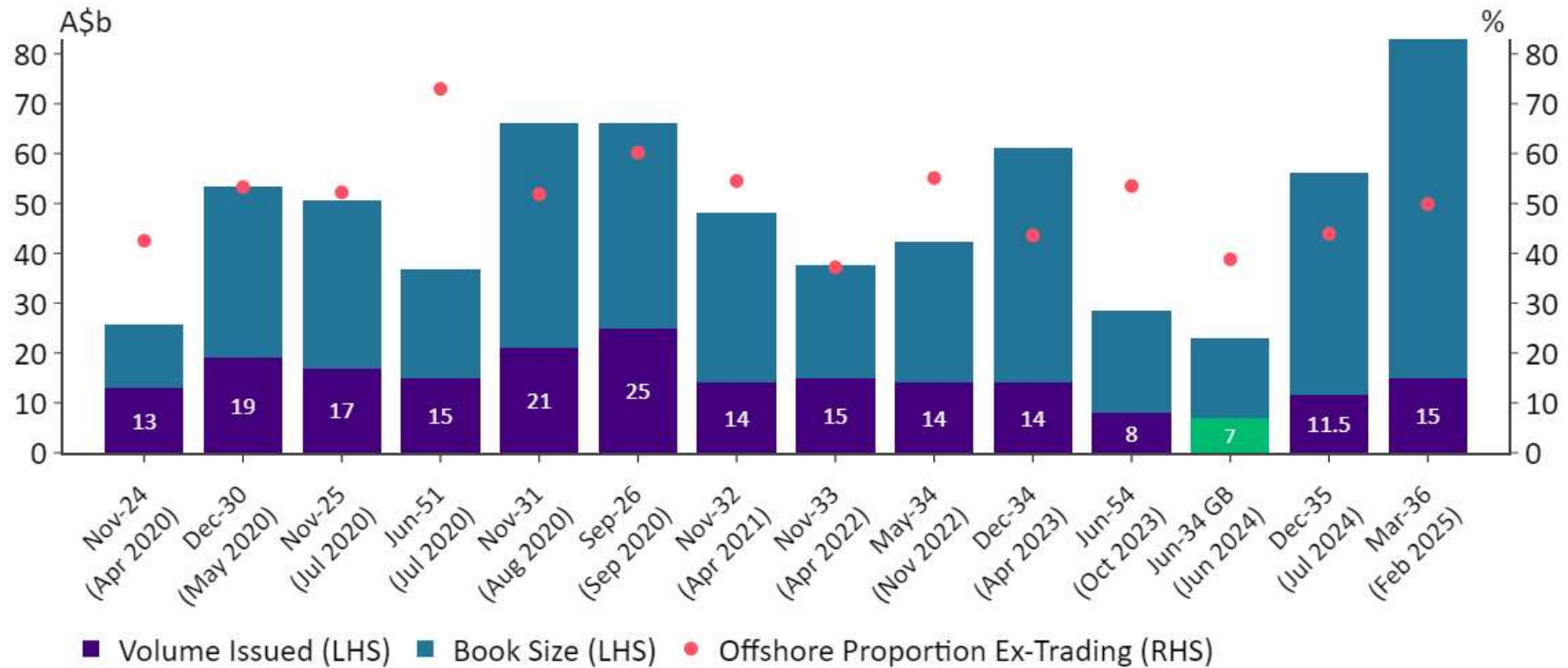
Source: ABS. AGBs are Treasury Bonds and Treasury Indexed Bonds. Updated to December 2024.

Proportion of AGB market



Source: ABS. AGBs are Treasury Bonds and Treasury Indexed Bonds. Updated to December 2024.

Treasury Bond Syndications



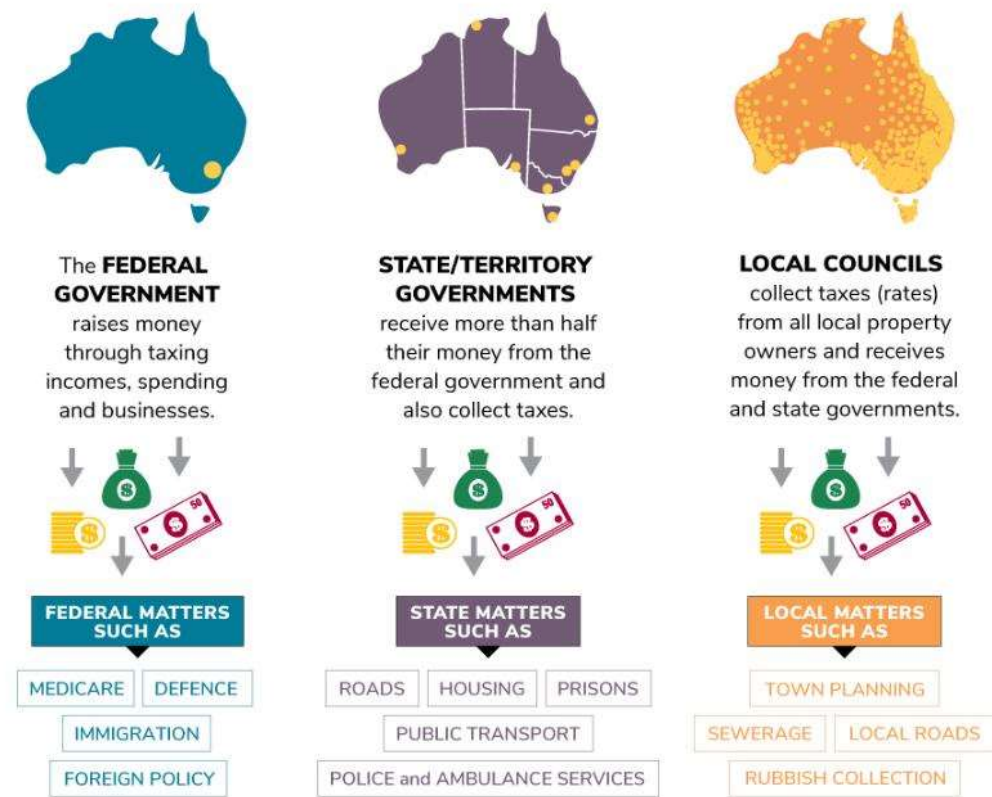
Source: AOFM.

Market Makers – Treasury Bonds

These institutions (listed alphabetically) have indicated that they make markets in Treasury Bonds. The level of activity can vary between institutions

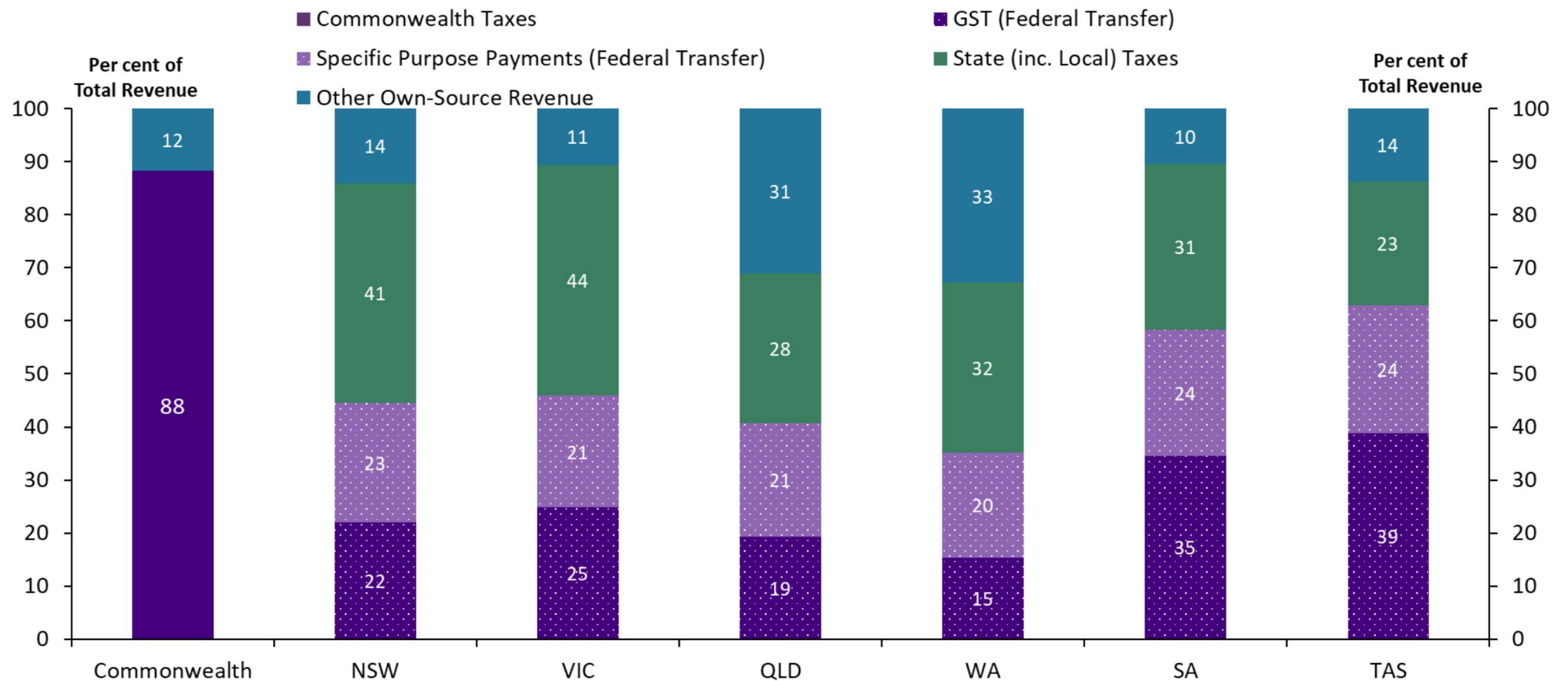


The responsibilities of the three levels of government



Source: Parliamentary Education Office

Sources of federal and state tax revenue



Source: ABS