

**Republic of Lithuania**

This annex refers to the rating action release of 4 October 2019

**Annex I: Summary of core variable scorecard (CVS) and qualitative scorecard (QS)<sup>1</sup>**

<b>Implied rating of core variable scorecard (CVS)</b>		<b>a</b>
<b>Weight</b>	<b>Qualitative scorecard (QS)</b>	
35%	Growth potential of the economy	Weak
	Economic policy framework	Neutral
	Macro-economic stability and sustainability	Weak
30%	Fiscal policy framework	Neutral
	Debt sustainability	Strong
	Market access and funding sources	Neutral
15%	Current account vulnerability	Neutral
	External debt sustainability	Neutral
	Vulnerability to short-term external shocks	Weak
10%	Perceived willingness to pay	Neutral
	Recent events and policy decisions	Neutral
	Geopolitical risk	Weak
10%	Banking sector performance	Neutral
	Banking sector oversight and governance	Neutral
	Financial imbalances and financial fragility	Weak
<b>QS adjustment (notches)</b>		<b>-1</b>
<b>Additional considerations (notches)</b>		<b>0</b>
<b>Final rating</b>		<b>A- POS</b>

**Annex II: Selected indicators**

	2015	2016	2017	2018	2019E	2020F
GDP per capita (EUR, '000s)	12.9	13.5	14.9	16.1	17.2	18.2
Real GDP, % change	2.0	2.4	4.1	3.5	3.7	2.4
HICP, % change	-0.7	0.7	3.7	2.5	2.1	2.1
General government balance, % of GDP	-0.3	0.2	0.5	0.7	0.3	0.0
General government debt, % of GDP	42.6	40.0	39.4	34.2	37.0	36.4
Current account balance, % of GDP	-2.3	-0.8	0.9	1.6	1.4	1.1
Gross external debt, % of GDP	75.7	85.2	83.6	78.4	-	-

Source: EC, Ministry of Finance of Lithuania, Haver, Scope Ratings GmbH

**Annex III: Economic development and default indicators**

IMF Development Classification <sup>2</sup>	AE
5y CDS spread (bps) as of 1 October 2019	69

<sup>1</sup> The weighting and explanation of all rating factors are described in Scope's 'Public Finance Sovereign Ratings' methodology, available on [www.scooperatings.com](http://www.scooperatings.com)

<sup>2</sup> AE = advanced economy; EMDE = emerging market and developing economy