## Gas bonds to soften Cyprus bailout deal

Depositors who keep their money in Cypriot banks for two years following a one-time €5.8 billion tax on savings - to fund an EU and IMF bailout could be repaid with bonds backed by revenues from aas discoveries

Debt-to-GDP ratio Turkish Republic 100 miles of Northern Cyprus EU officials say debt 160km repayments unsustainable TURKEY without tax on savings 140% Nicosia 127% Cyprus suffers 50% writedown on Greek sovereign debt LEE **Gross Domestic** Aphrodite Product (2011) 71% gas field £17.76bn ISRAE 59% 61% Mediterranean 49% EGYPT Needed to Agreed Exclusive Economic Zone recapitalize banks: (EEZ) boundaries €17bn Contested FF7 boundaries

08 09 10 11 12 13 Northern Cyprus **IMF-European Stability Mechanism Ioan** Tax on savings Russian Ioan

€10bn €5.8bn €2.5bn Rise in corporation tax from 10% to 12.5%: €200 million a year.

Domestic

residents:

banks: €68bn €25bn (est.) €21bn

Cvprus-based

Russian:

Savings held

in Cypriot

Sources: Central Bank of Cyprus, Global Financial Integrity

€7bn savers: €15bn (UK: €1.7bn) © GRAPHIC NEWS

Other FU:

Cyprus hydrocarbon blocks Blocks claimed by Turkey or

Greek