



MONTHLY REPORT
31 dec 14

A. PUBLIC DEBT ACCORDING TO NATIONAL LEGISLATION	pag
I. Financing needs and	
1. Borrowing requirement in	
2. Actual borrowings in	
II. Public debt stock.....1	
1. Public debt stock	
2. Government public debt	
3. Government securities	
4. Holdings of government	
III. Secondary market activity and yields on government securities.....3	
1. Government securities issued on domestic and external markets	3
2. Yield	
3. Liquidity on secondary market	4
IV. Cost of the government public debt.....5	
V. Implementation of the Debt Management Strategy 2014-2016.....5	
1. Currency risk	5
2. Refinancing	
3. Interest rate risk	6
B. PUBLIC DEBT ACCORDING TO EUROPEAN METHODOLOGY.....7	

Credit rating		
Moody's Baa3	S&P BBB-	Fitch BBB-

Public debt according to national legislation (the GEO no 64/2007) includes:
- public government debt representing indebtedness incurred directly or guaranteed by the Romanian Government through MoPF, including the amounts advanced temporary from the State Treasury accounts and debt contracted by the line ministries.
- local public debt representing indebtedness incurred directly or guaranteed by the local administration unit.

Government debt according to EU methodology, means total gross debt at nominal value outstanding at the end of the year and consolidated at general government subsectors level.

A. PUBLIC DEBT ACCORDING TO NATIONAL LEGISLATION

I. Borrowing requirement

1. Borrowing requirement 2014

	2013		2014 forecast		31-dec-14	
	RON mln	% of GDP	RON mln	% of GDP	mil. RON	% din PIB
Financing needs, o/w:	72.094,9	11,3%	62.806,0	9,4%	60.410,9	9,0%
1. Deficit of general consolidated budget	15.771,3	2,5%	14.713,1	2,2%	11.493,2	1,7%
2. Principal repayments*, o/w:	56.323,6	8,8%	48.092,9	7,2%	48.917,7	7,3%
- refinancing of government securities issued on domestic	47.422,7		39.373,0		39.378,4	
- principal repayments on external loans:	7.500,9		7.627,9		7.895,0	
- principal repayments on local loans	1.400,0		1.092,0		1.644,3	
<i>*) debt repaid from budget</i>						
		GDP 637.583,1				
					667.577,4	

2. Actual borrowing in 2014 up to December, 31 (mil. Ron denominated)

	By Instrument		By Currency		By Market	
MFP						
T-Bills	12.822,9	RON	40.571,5	Domestic	44.743,7	
T-Bonds	31.920,8	EUR	18.583,1	External	21.113,7	
Eurobonds	19.028,6	USD	6.702,8			
FX loans	2.085,1					
total	65.857,4		65.857,4		65.857,4	

Local governments total 6.458,9

Ratio of covering of financing needs 115,1%

II. Public debt stock and changes in stock

1. Public debt evolution

	December 2013		December, 2014		change	
	RON billion	% of total	mil. RON	% din total	RON billion	% of total
Outstanding of public debt	267.150,9		295.655,5			
Government public debt	267.150,9	100,0%	295.655,5	100,0%	28.504,6	10,7%
Local public debt	252.179,8	94,4%	280.763,8	95,0%	28.584,0	11,3%
Direct public debt	14.971,1	5,6%	14.891,7	5,0%	-79,4	-0,5%
Guaranteed public debt	267.150,9	100,0%	295.655,5	100,0%	28.504,6	10,7%
Total public debt	267.150,9		295.655,5		28.504,6	10,7%
<i>o/w</i>						
marketable debt	157.671,3	59,0%	170.061,6	57,5%	12.390,3	7,9%
Outstanding of Public debt /GDP	41,9%		44,3%		2,4%	

GDP according to INS press release no.54/2015

637.583,1

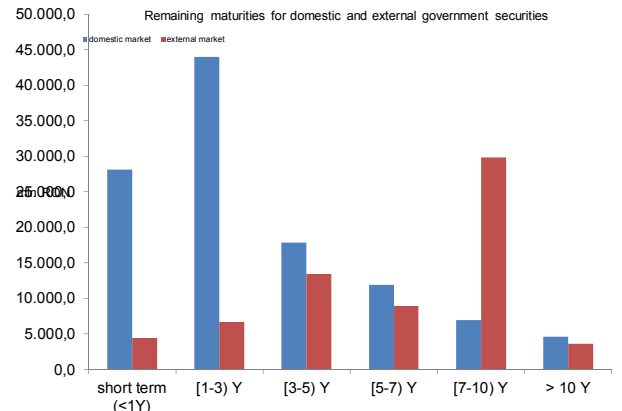
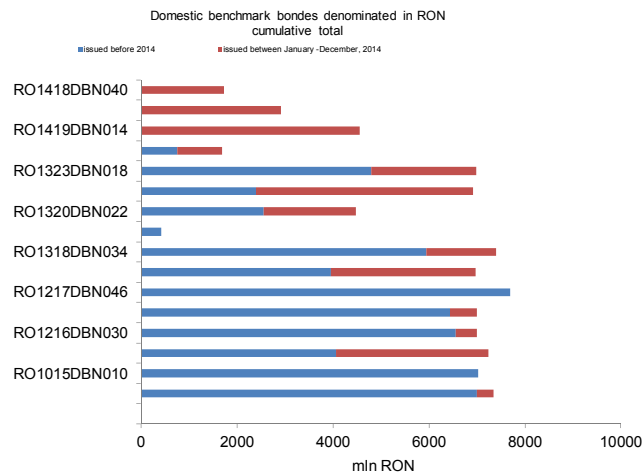
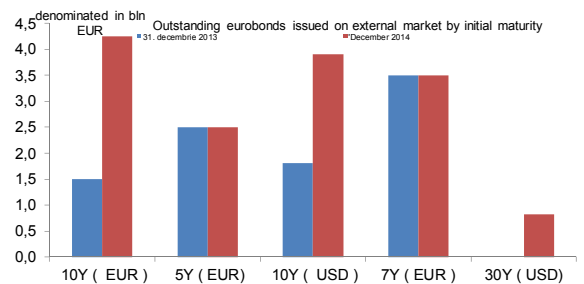
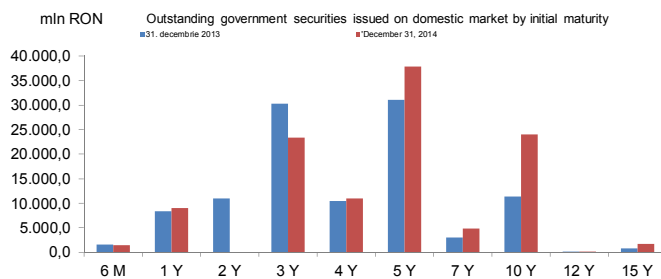
667.577,4

2. Government public debt evolution

	December, 2013	December, 2014	change	
	RON billion	mil. RON	RON billion	%
Total government public debt, o/w	252.179,8	280.763,8	28.584,0	11,3%
1. External*), o/w:	115.625,1	131.442,1	15.817,0	13,7%
By instruments				
Eurobonds	45.841,8	67.140,9	21.299,1	46,5%
loans	69.783,3	64.301,2	-5.482,1	-7,9%
By currency				
RON	139,6	131,3	-8,3	-5,9%
USD	16.201,8	24.780,6	8.578,8	52,9%
EURO	91.594,2	103.301,7	11.707,5	12,8%
others	7.689,4	3.228,5	-4.460,9	-58,0%
By creditor				
multilateral	65.415,4	60.926,1	-4.489,3	-6,9%
bilateral	195,1	184,2	-10,9	-5,6%
private banks and others	50.014,6	70.331,8	20.317,2	40,6%
By interest rate				
fixed	95.537,1	113.311,1	17.774,0	18,6%
floating	20.088,0	18.131,0	-1.957,0	-9,7%
2. Domestic*), o/w:	136.554,7	149.321,7	12.767,0	9,3%
By instruments				
T-bills	10.298,1	10.793,4	495,3	4,8%
Bonds	98.137,6	102.920,4	4.782,8	4,9%
loans	8.963,2	10.688,3	1.725,1	19,2%
others	19.155,8	24.919,6	5.763,8	30,1%
By currency				
RON	111.622,4	126.303,4	14.681,0	13,2%
USD	67,4	15,6	-51,8	-76,9%
EURO	24.864,8	23.002,8	-1.862,0	-7,5%
others				
By creditor				
multilateral	0,0	0,0	0,0	0,0%
bilateral	0,0	0,0	0,0	0,0%
private banks and others	136.554,7	149.321,7	12.767,0	9,3%
By interest rate				
fixed	98.137,6	103.032,7	4.895,1	5,0%
floating	38.417,1	46.289,1	7.872,0	20,5%
Government public debt /GDP	39,6%	42,1%	2,5%	
GDP (mln RON)	637.583,1	667.577,4		

*) market of issuance

3. Government securities market developments



The weighted average value of the remaining maturity relating to the outstanding government securities issued on domestic market end December 2014 is 3,0 years and 7,2 years for Eurobonds issued on external markets.

4. Holdings of government securities

Holdings of government securities issued on domestic market

Category	Available at nominal value (mln RON)	(%) total
1. Banking system	59.283,2	52,4%
2. Central Depository	256,1	
3. Clients holdings: non residents *)	54.089,3	47,6%
residents, o/w:	23.020,3	
private pension funds	31.069,0	
	12.111,1	
Total	113.628,6	100,0%

*) includes government securities held by Clearstream

Holdings of government securities denominated in RON issued on domestic market

Category	Available at nominal value (mln RON)	(%) total
1. Banking system	50.573,1	51,6%
2. Central Depository	256,1	
3. Clients holdings: non residents *)	47.637,8	48,4%
residents, o/w:	19.501,4	
private pension funds	28.136,4	
	10.456,8	
Total	98.467,0	100,0%

*) includes government securities held by Clearstream

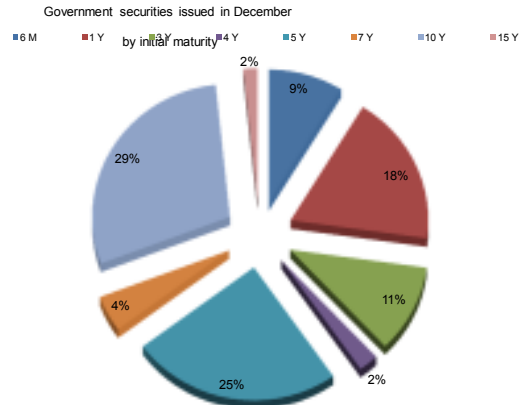
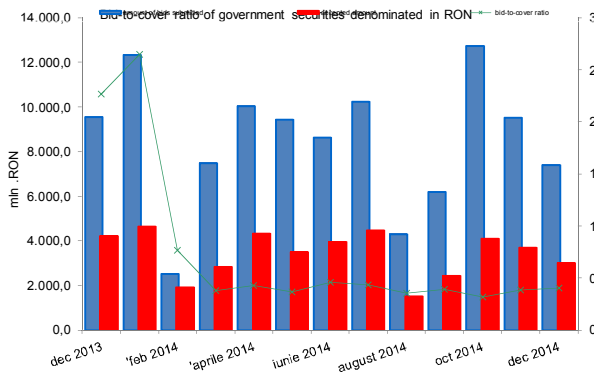
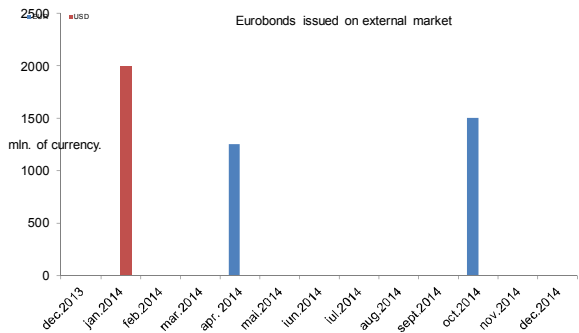
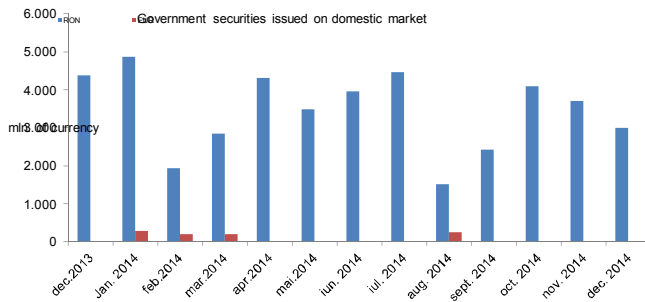
Holdings of government securities denominated in EUR issued on domestic market

Category	Available at nominal value (mln EUR)	(%) total
1. Banking system	1.943,3	57,4%
3. Clients holdings: non residents*)	1.439,4	
residents, o/w:	785,1	42,6%
private pension funds	654,3	
	369,1	
Total	3.382,7	100,0%

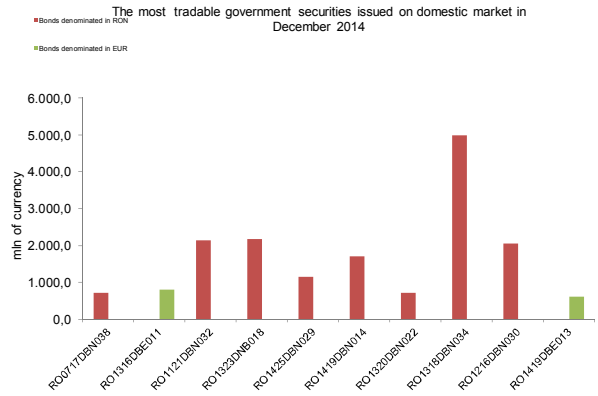
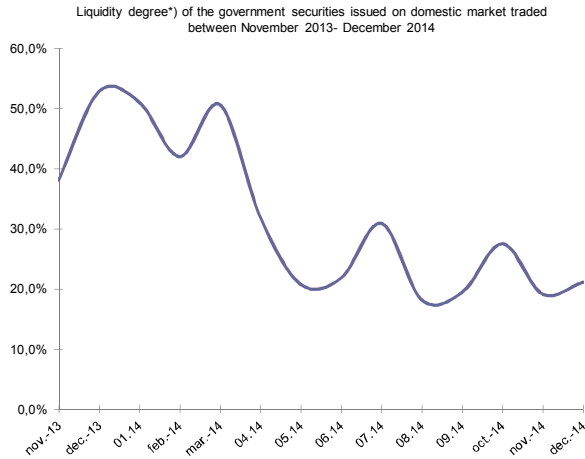
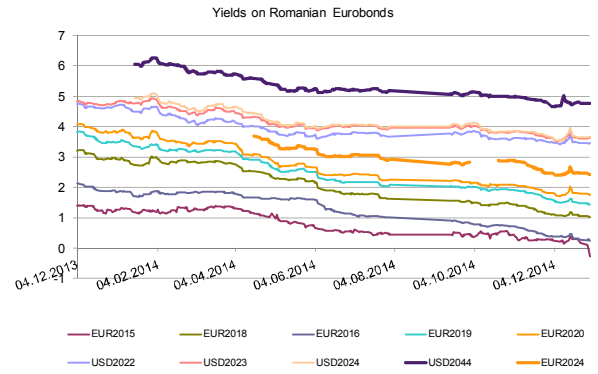
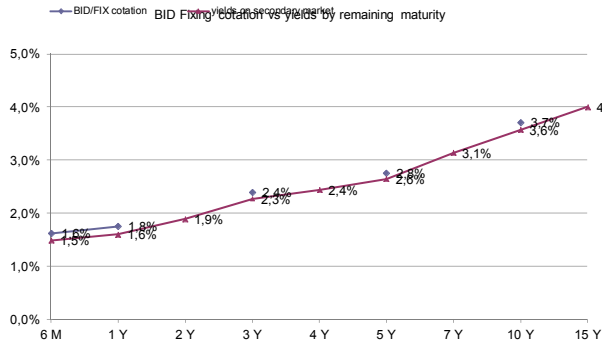
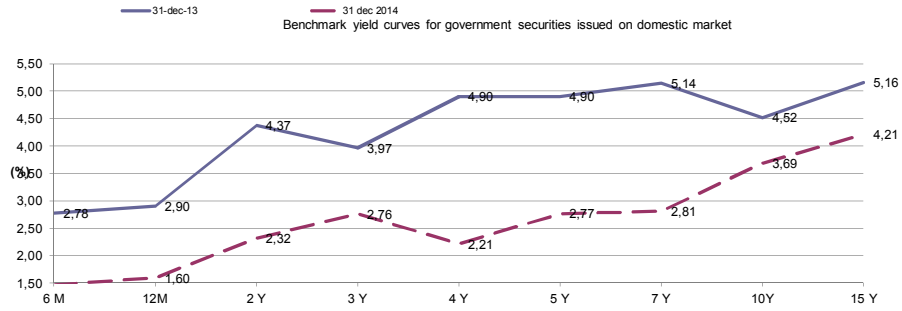
*) includes government securities held by Clearstream

III. Secondary market activities and evolution of yields on government securities

1. Borrowing in the domestic and external markets



2. Yield curve



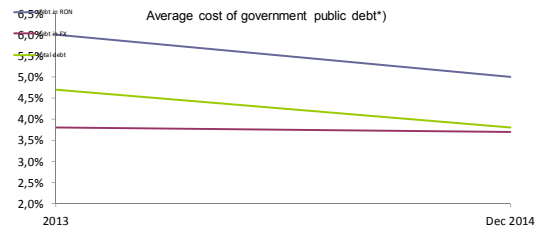
*) liquidity degree is calculated as ratio between the total volume of monthly transactions and the total volume of the government securities.

III. Cost of the government public debt

Interest payments on government public debt*)

mIn. RON	2013	2014
domestic debt	6.426,3	5.198,0
external debt	3.878,6	4.426,2
total	10.304,9	9.624,2

*) includes payments on direct and guaranteed debt

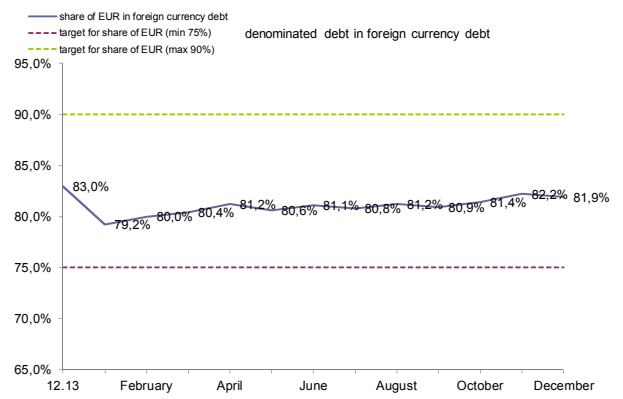
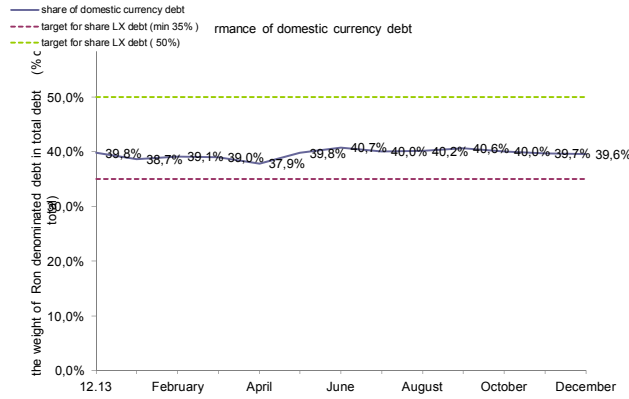
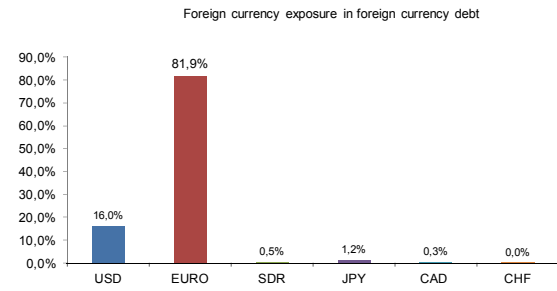
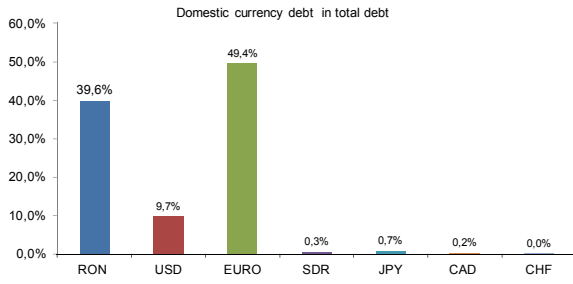


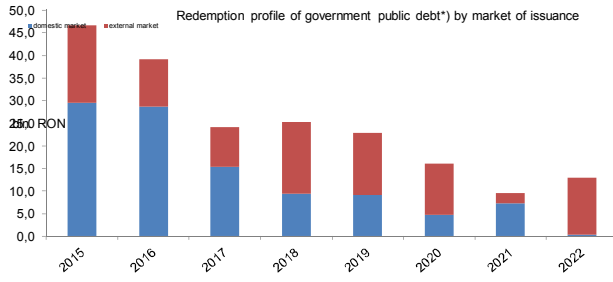
IV. Implementation of DMS 2014-2016

*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock at December 2014

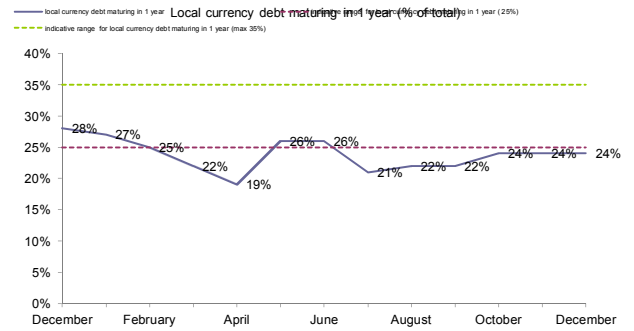
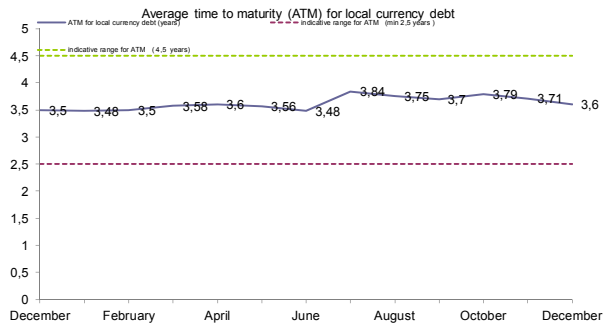
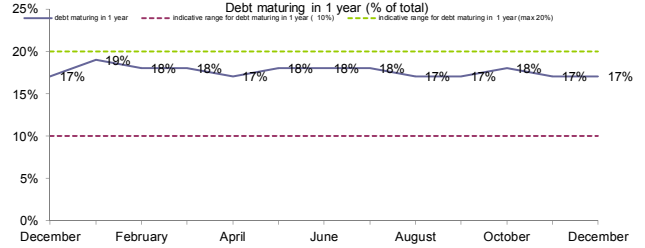
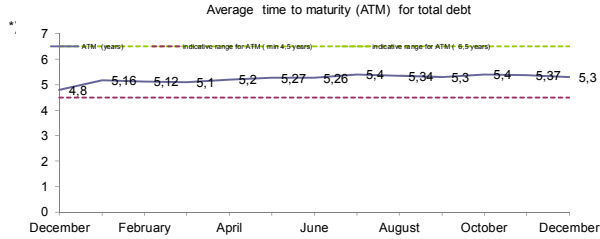
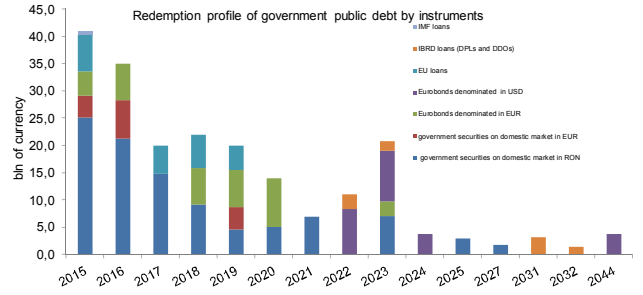
The revised Debt management Strategy approved by the Government at end March 2014 proposed indicative targets for managing the financial risks of the debt portfolio. The risk indicators up to end December 2014 show that the Treasury complies with the targets set in the DMS.

1. Currency risk

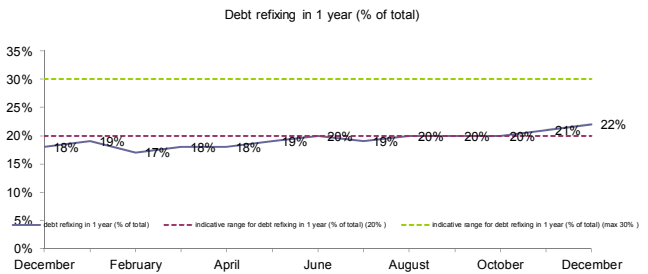
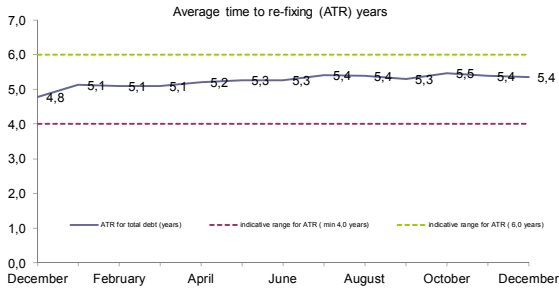


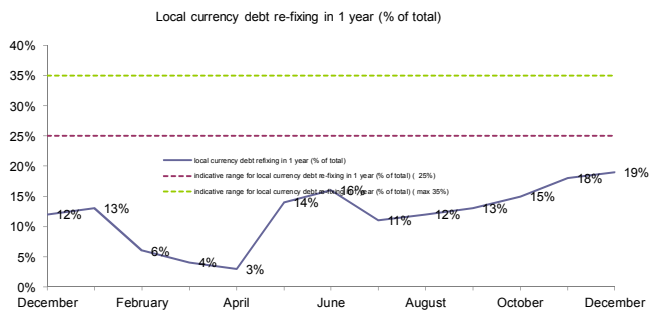
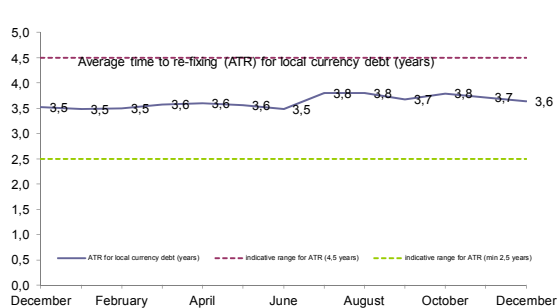


2. Refinancing risk



3. Interest rate risk

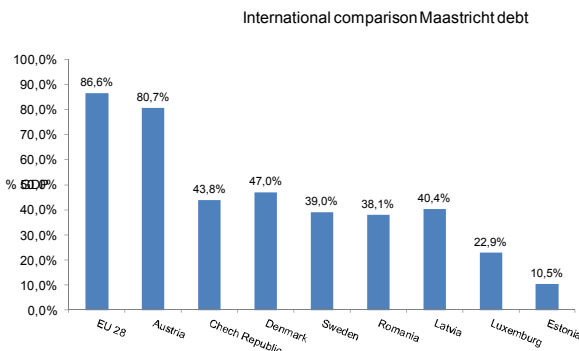
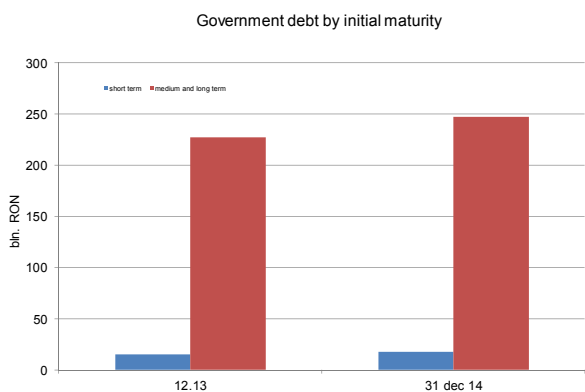
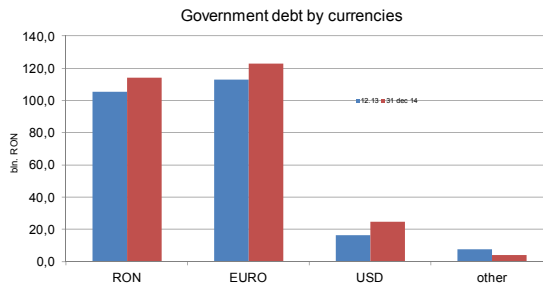
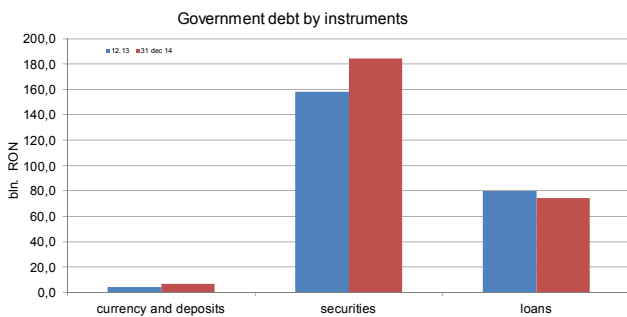




B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2013		Decembrie, 2014		modificarea	
	RON million	% of total	mil. RON	% din total	mil. RON	% din total
General government debt *)	242.194,0		265.708,9		23.514,9	9,7%
	%GDP	38,0%	39,8%		1,8%	
A o/w:						
Central government debt	226.718,5	93,6%	249.747,3	94,0%	23.028,8	10,2%
Local government debt	15.475,5	6,4%	15.961,6	6,0%	466,1	3,1%
B o/w:						
General domestic government debt	110.155,0	45,5%	127.491,2	48,0%	17.336,2	15,7%
General external government debt	132.039,0	54,5%	138.217,7	52,0%	6.178,7	4,7%

*) Eurostat calculates the GDP ratio taking into consideration the sum of GDP for the last 4 quarters (Q1 2014, Q2 2014, Q3 2014, Q4 2014)



At the end of Q3, 2014 government debt represented 38,1% of GDP, well below the level registered in the EU-28 (86,6% of GDP), and the Euro Zone (92,1% of GDP) .