



MONTHLY REPORT
October 30, 2017

A. PUBLIC DEBT ACCORDING TO NATIONAL LEGISLATION	pag	1
I. Financing needs and sources		1
1. Borrowing requirement in 2017.....		1
2. Actual borrowings in 2017.....		1
II. Public debt stock		1
1. Public debt stock evolution.....		1
2. Government public debt evolution.....		2
3. Government securities evolution.....		2
4. Holdings of government securities.....		3
III. Primary and secondary market of government securities		3
1. Primary market of government securities		
2. Secondary market of government securities.....		4
IV. Cost of the government public debt		5
V. Implementation of the Debt Management Strategy 2017-2019		5
1. Currency risk.....		5
2. Refinancing risk.....		6
3. Interest rate risk.....		6
B. PUBLIC DEBT ACCORDING TO EUROPEAN METHODOLOGY		7

Credit rating		
Moody's	S&P	Fitch
Baa3	BBB-	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 2017

	2016		2017	
	mil. RON	% din PIB	mil. RON	% din PIB
Financing needs, o/w:	69.169,5	9,1%	64.809,7	7,7%
1. Deficit of general consolidated budget	18.294,4	2,4%	24.100,0	2,9%
2. Principal repayments*, o/w:	50.875,1	6,7%	40.709,7	4,8%
- refinancing of government securities issued on domestic	39.138,6		30.448,1	
- principal repayments on external loans:	9.599,0		8.461,6	
- principal repayments on local loans	2.137,5		1.800,0	
* debt repaid from budget				
GDP	761.473,6		842.500,0	

GDP according to NCP forecast, November 2017

2. Actual borrowing in 2017 up to October, 31 (mil. Ron denominated)

Total reimbursable financing 55.046,4 mil.Ron

MFP	By Instrument		By Currency		By Market	
T-Bills	10.883,1	RON	37.320,7	Interna	38.868,7	
T-Bonds	26.437,6	EUR	16.939,2	Externa	15.391,2	
T-Bonds denominated in EURO	1.548,0					
Eurobonds	12.645,9	USD	0,0			
FX loans	2.745,3					
total	54.259,9		54.259,9		54.259,9	
Local governments	786,5					

Ratio of covering of financing needs 84,9%

II. Public debt stock and changes in stock

1. Public debt evolution

	December, 2016		October, 2017		change	
	mil. RON	% of total	mil. RON	% din total	RON billion	% of total
Outstanding of public debt o/w	339.523,0		352.867,4			
a) by type of sector	339.523,0	100,0%	352.867,4	100,0%	13.344,4	3,9%
Government public debt	323.482,1	95,3%	337.195,7	95,6%	13.713,6	4,2%
Local public debt	16.040,9	4,7%	15.671,7	4,4%	-369,2	-2,3%
b) by type of debt	339.523,0	100,0%	352.867,4	100,0%	13.344,4	3,9%
Direct public debt	321.886,6	94,8%	334.099,0	94,7%	12.212,4	3,8%
Guaranteed public debt	17.636,4	5,2%	18.768,4	5,3%	1.132,0	6,4%
c) by the residence of creditor	339.523,0	100,0%	352.867,4	100,0%	13.344,4	3,9%
External	139.041,2	41,0%	146.469,8	41,5%	7.428,6	5,3%
Domestic	200.481,8	59,0%	206.397,6	58,5%	5.915,8	3,0%
Total public debt	339.523,0		352.867,4		13.344,4	3,9%

Outstanding of Public debt /GDP 44,6% 41,9% -2,7%

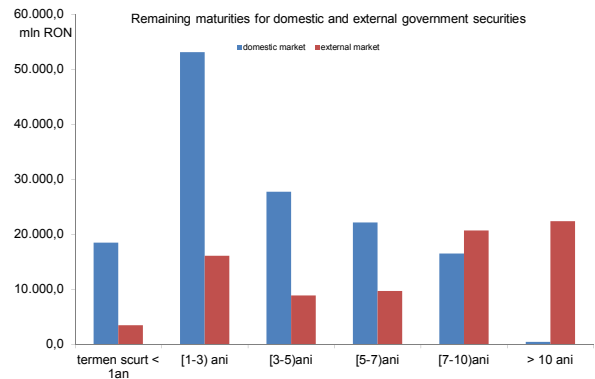
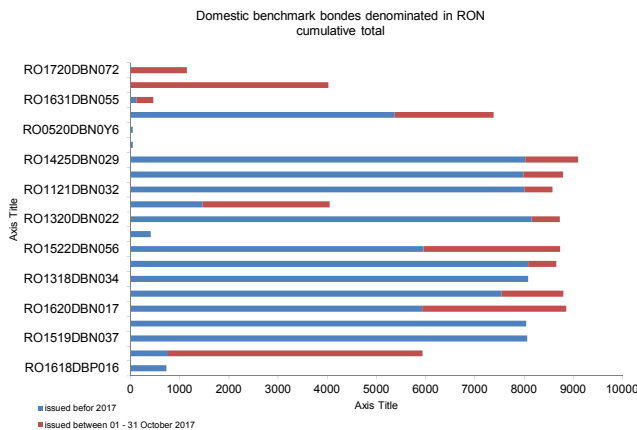
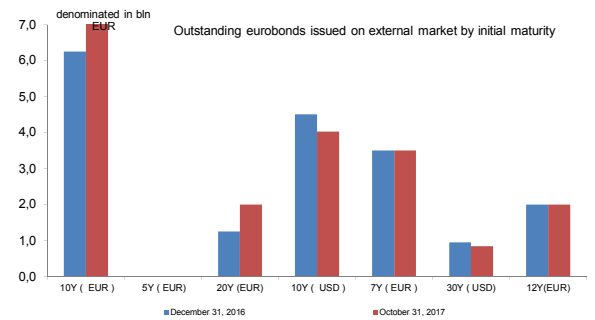
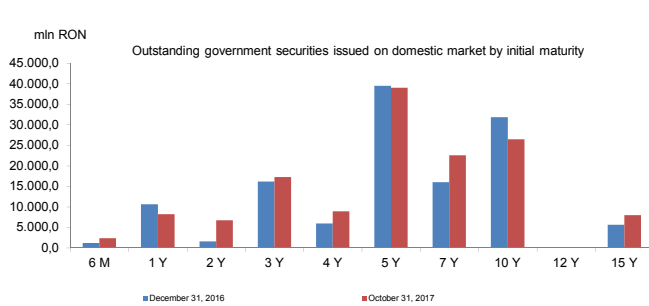
GDP for 2016 and 2017 according to NCP forecast, November 2017

761.473,6 842.500,0

2. Government public debt evolution

	December, 2016	October, 2017	change	
	RON billion	mil. RON	RON billion	%
Total government public debt, o/w	323.482,1	337.195,7	13.713,6	4,2%
1. After the market issuance				
External*) , o/w:	138.150,8	144.406,7	6.255,9	4,5%
By instruments				
Eurobonds	83.778,3	95.158,1	11.379,8	13,6%
loans	54.372,5	49.248,6	-5.123,9	-9,4%
By currency				
RON	93,8	79,6	-14,2	-15,1%
USD	26.913,1	24.099,4	-2.813,7	-10,5%
EURO	108.672,9	118.047,6	9.374,7	8,6%
others	2.471,0	2.180,1	-290,9	-11,8%
By creditor				
multilateral	52.539,1	47.866,7	-4.672,4	-8,9%
bilateral	166,7	149,5	-17,2	-10,3%
private banks and others	85.445,0	96.390,5	10.945,5	12,8%
By interest rate				
fixed	124.243,6	129.587,6	5.344,0	4,3%
floating	13.907,2	14.819,1	911,9	6,6%
2. Domestic*) , o/w:				
By instruments	185.331,3	192.789,0	7.457,7	4,0%
T-bills	11.988,5	9.942,1	-2.046,4	-17,1%
Bonds	116.630,0	128.708,4	12.078,4	10,4%
loans	15.081,5	16.569,4	1.487,9	9,9%
others	41.631,3	37.569,1	-4.062,2	-9,8%
By currency				
RON	170.488,4	176.675,8	6.187,4	3,6%
USD	17,5	0,0	-17,5	-100,0%
EURO	14.825,4	16.113,2	1.287,8	8,7%
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	185.331,3	192.789,0	7.457,7	4,0%
By interest rate				
fixed	116.630,0	128.708,4	12.078,4	10,4%
floating	68.701,3	64.080,6	-4.620,7	-6,7%
1. After residence of the creditor				
External	135.441,6	143.085,8	7.644,2	5,6%
Domestic	188.040,5	194.109,9	6.069,4	3,2%
Government public debt /GDP	42,5%	40,0%	-2,5%	
GDP (min RON)	761.473,6	842.500,0		

3. Government securities market developments



The weighted average value of the remaining maturity relating to the outstanding government securities issued on domestic market at the end of October 2017 is 3.4 years and 6.5 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	67.060,9	48,8%
2. Central Depository	163,3	
3. Clients holdings: non residents *)	70.514,7	51,2%
residents, o/w: private pension funds	23.038,0	16,7%
	47.476,6	34,5%
	22.470,7	16,3%
Total	137.738,9	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	61.529,0	48,1%
2. Central Depository	163,3	
3. Clients holdings: non residents *)	66.648,7	51,9%
residents, o/w: private pension funds	22.463,2	17,5%
	44.185,5	34,4%
	22.100,3	17,2%
Total	128.341,0	100,0%

*) includes government securities held by Clearstream

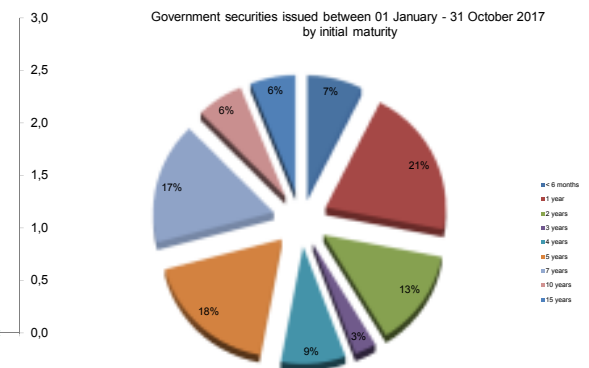
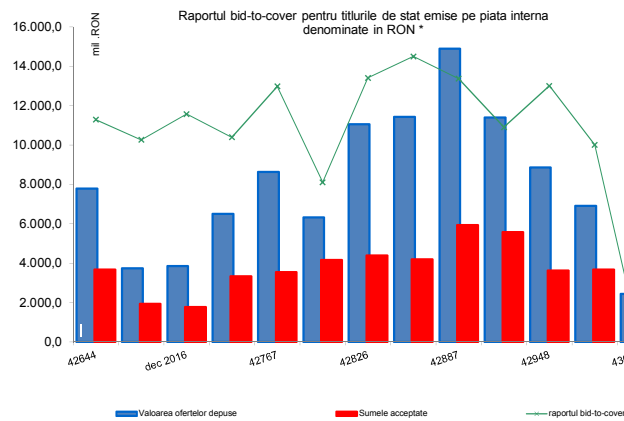
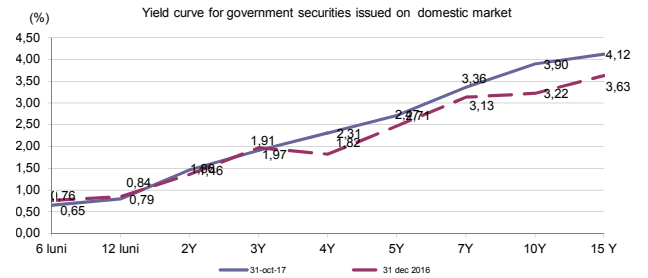
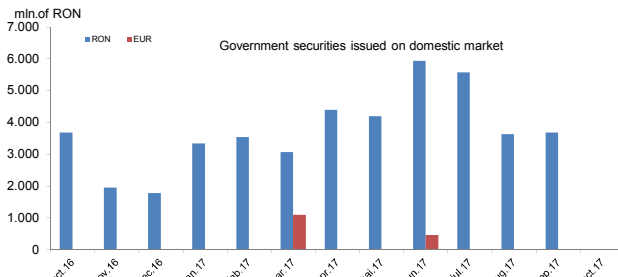
Holdings of government securities denominated in EUR issued on domestic market

Category	Available at nominal value (mln EUR)	(%) total
1. Banking system	1.203,0	58,9%
3. Clients holdings: non residents*)	840,7	
residents, o/w: private pension funds	125,0	6,1%
	715,7	35,0%
	80,6	3,9%
Total	2.043,7	100,00%

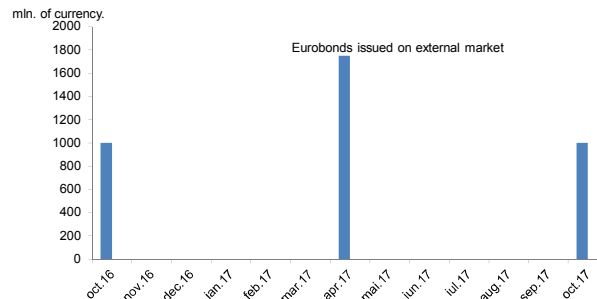
*) includes government securities held by Clearstream

III. Primary and secondary market of government securities

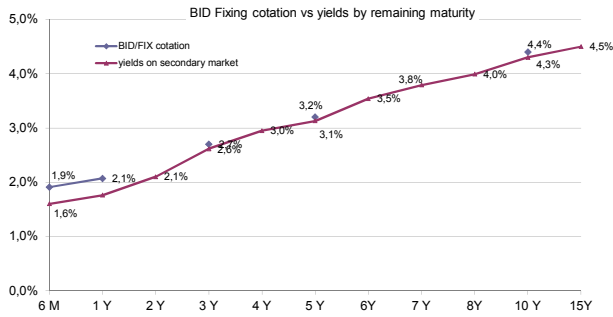
1. Primary market of government securities



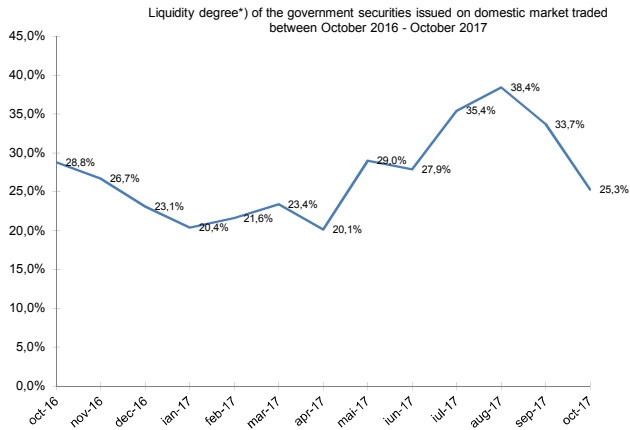
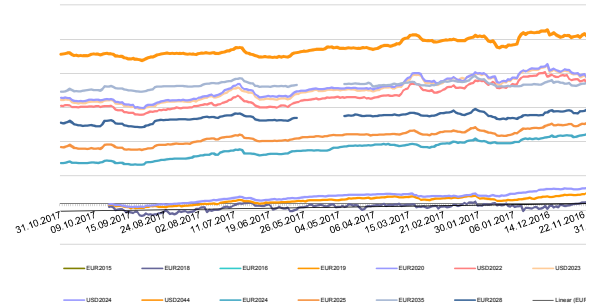
*calculated as amount of bids submitted/accepted amount



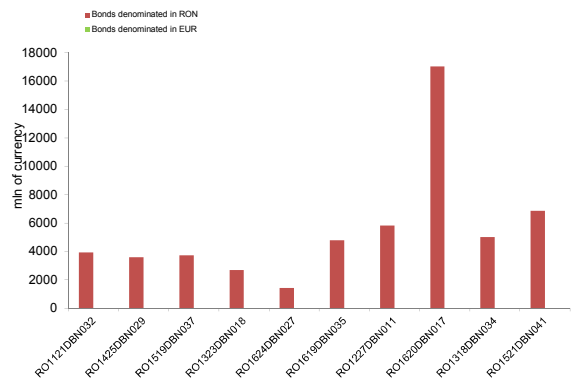
2. Secondary market of government securities



Randamente Euroobligatiuni



The most tradable government securities issued on domestic market in October 2017



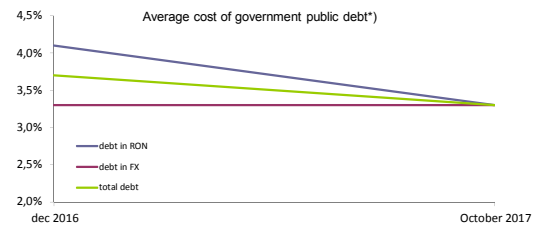
*) liquidity degree is calculated as ratio between the total volume of monthly transactions and the total volume of the government securities.

IV. Cost of the government public debt

Interest payments on government public debt*)

min. RON	2017
domestic debt	4.062.4
external debt	4.645.6
total	8.708,0

*) includes payments on direct and guaranteed debt for the period between Januarie - October 2017

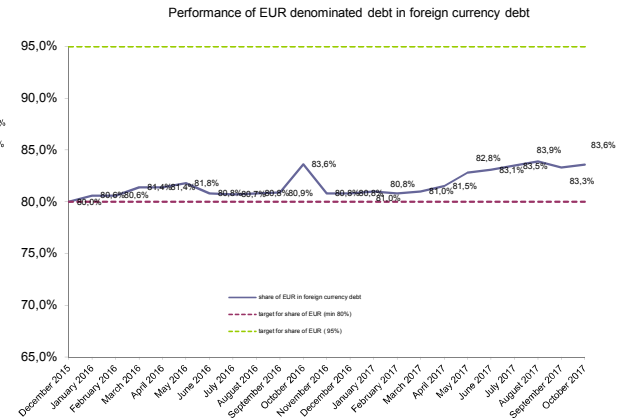
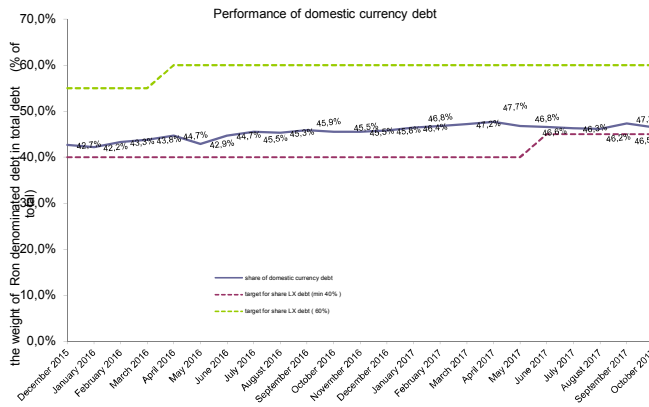
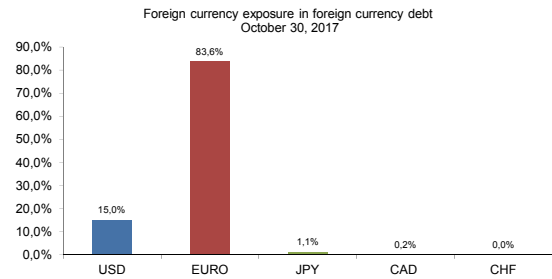
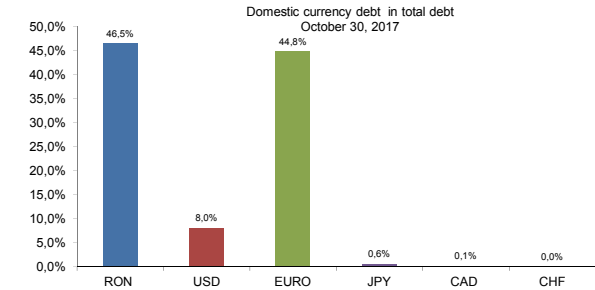


*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock at October 2017

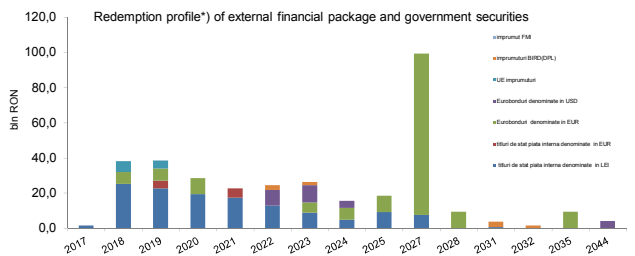
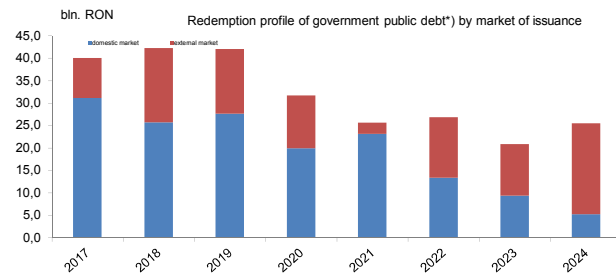
V. Implementation of DMS 2017-2019

The revised Debt management Strategy approved by the Government in June 2017 proposed indicative targets for managing the financial risks of the debt portfolio. The risk indicators up to end 31 October 2017 show that the Treasury complies with the targets set in the DMS.

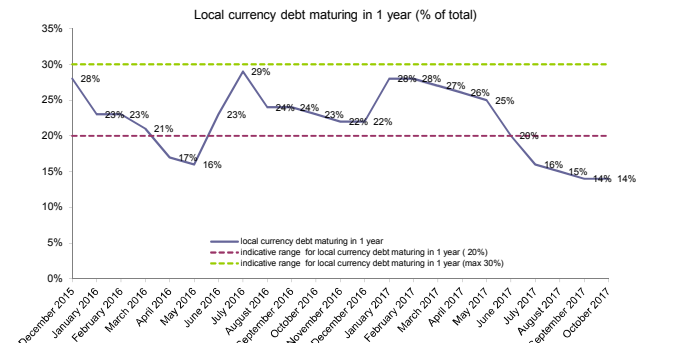
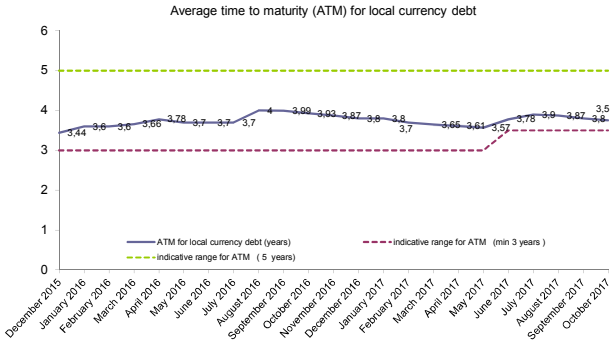
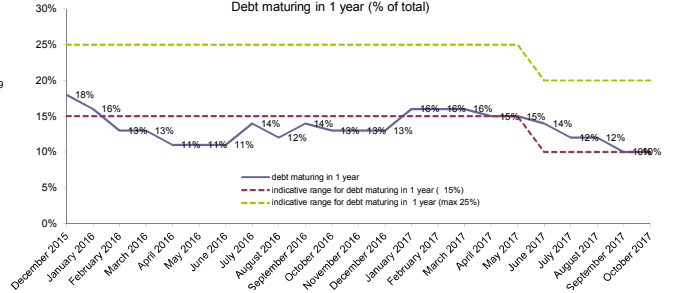
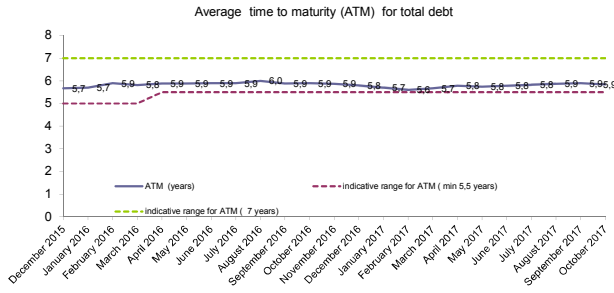
1. Currency risk



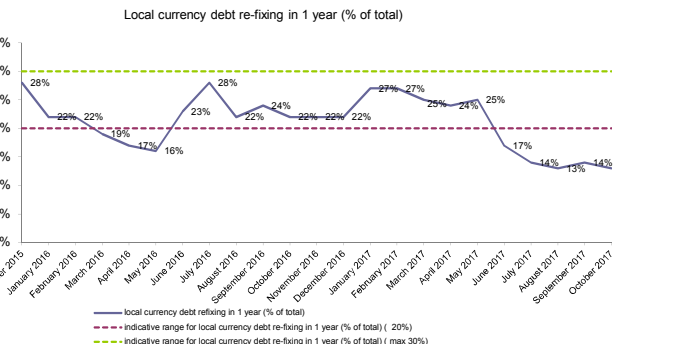
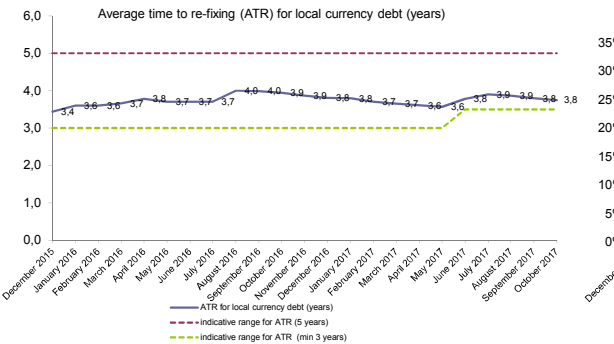
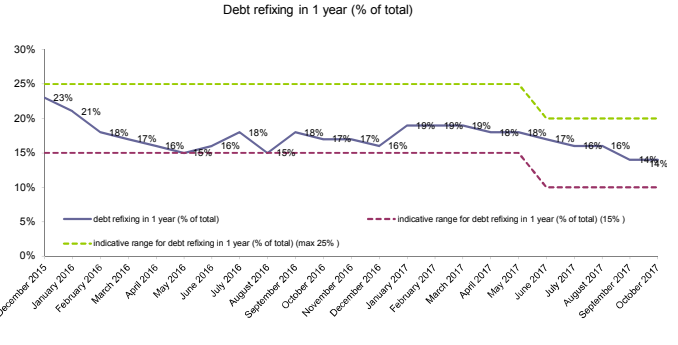
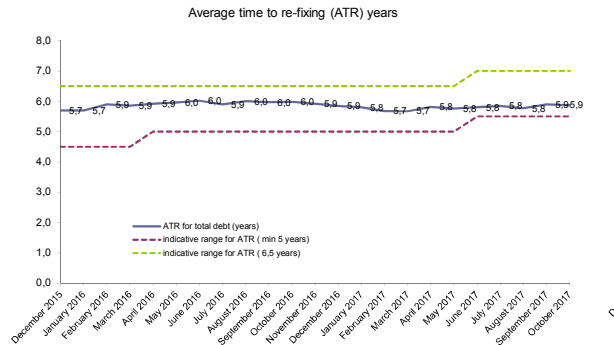
2. Refinancing risk



*) based on contracted debt at the end of October 2017



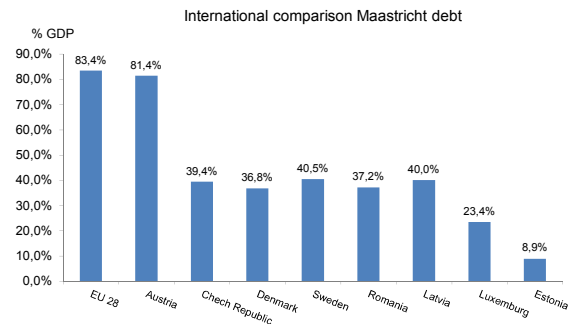
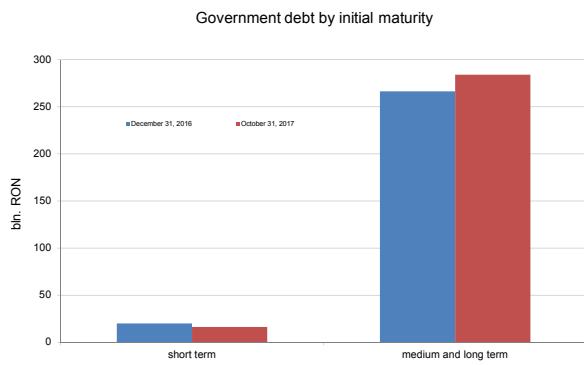
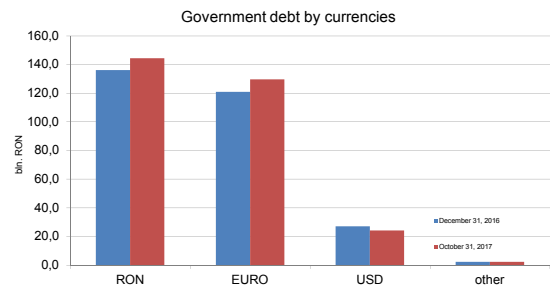
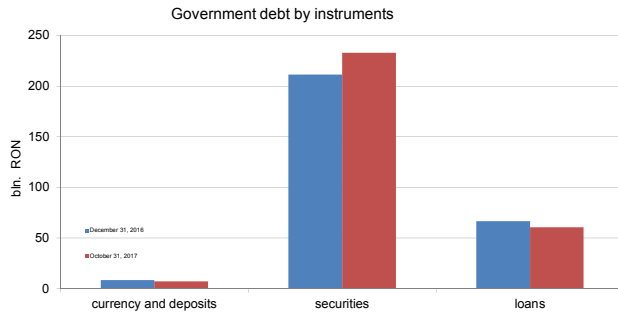
3. Interest rate risk



B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2016		September, 2017		change	
	RON million	% of total	mil. RON	% din total	mil. RON	% din total
General government debt *)	286.303,5		300.144,3		13.840,8	4,8%
	%GDP	37,6%		36,4%	-1,2%	
A o/w:						
Central government debt	270.872,7	94,6%	285.212,1	95,0%	14.339,4	5,3%
Local government debt	15.430,8	5,4%	14.932,2	5,0%	-498,6	-3,2%
B o/w:						
General domestic government debt	147.811,0	51,6%	154.121,7	51,3%	6.310,7	4,3%
General external government debt	138.492,5	48,4%	146.022,6	48,7%	7.530,1	5,4%

- according to EU methodology, the debt to GDP ratio was calculated taking into consideration the sum of GDP for the four last quarters (GDP according to press release NIS from December 5, 2017)



At the end of Q2 2017 government debt represented 37,2% of GDP, well below the level registered in the EU-28 (83,4% of GDP), and the Euro Zone (89,1% of GDP).