



MONTHLY REPORT
September 30, 2016

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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 temporarily 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 2016

	2015		2016	
	mil. RON	% din PIB	mil. RON	% din PIB
Financing needs, o/w:	62.656,3	8.8%	70.625,6	9.3%
1. Deficit of general consolidated budget	9.630,7	1.4%	20.905,5	2.8%
2. Principal repayments*, o/w:	53.025,6	7.4%	49.720,1	6.6%
- refinancing of government securities issued on domestic	32.026,3		39.164,7	
- principal repayments on external loans:	15.085,0		9.435,4	
- principal repayments on local loans	5.914,3		1.120,0	
*) debt repaid from budget				
GDP according to NCP forecast, September 2016	712.800,0		758.500,0	

2. Actual borrowing in 2016 up to September, 30 (mil. Ron denominated)

Total reimbursable financing 52.615,4 mil. Ron

	By Instrument		By Currency		By Market	
MFP						
T-Bills	11.860,6		RON	37.965,4	Interna	41.415,8
T-Bonds	26.104,8		EUR	13.671,9	Externa	10.221,5
T-Bonds denominated in EURO	3.450,4					
Eurobonds	10.017,7		USD	0,0		
FX loans	203,8					
total	51.637,3		51.637,3		51.637,3	
Local governments	978,1					

Note: the difference from necessary financing was covered from buffer and temporary financing

Ratio of covering of financing needs 74,5%

II. Public debt stock and changes in stock

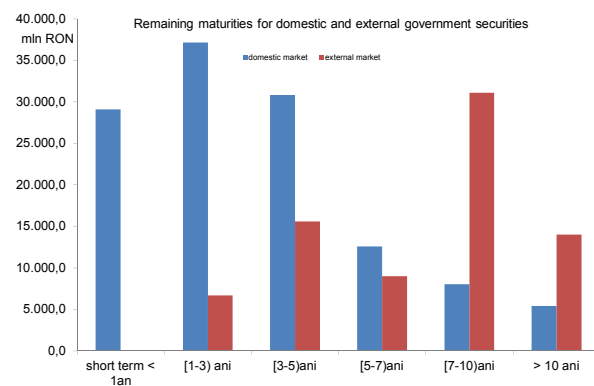
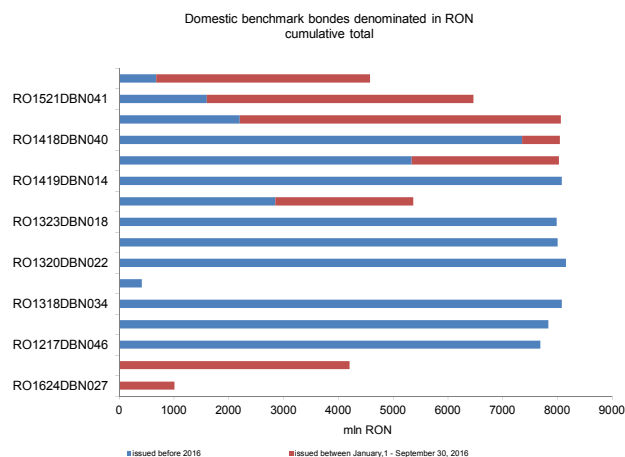
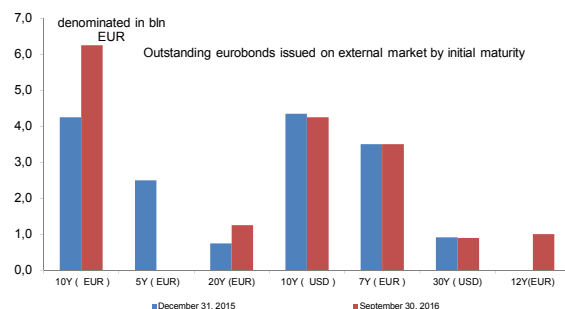
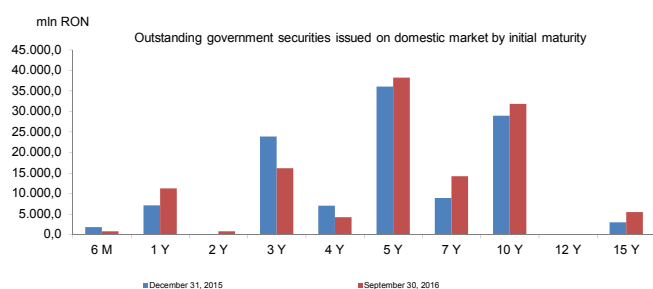
1. Public debt evolution

	December, 2015		September, 2016		change	
	mil. RON	% of total	mil. RON	% din total	RON billion	% of total
Outstanding of public debt o/w	315.933,7		313.946,7			
a) by type of sector	315.933,7	100,0%	313.946,7	100,0%	-1.987,0	-0,6%
Government public debt	299.142,6	94,7%	298.090,6	94,9%	-1.052,0	-0,4%
Local public debt	16.791,1	5,3%	15.856,1	5,1%	-935,0	-5,6%
b) by type of debt	315.933,7	100,0%	313.946,7	100,0%	-1.987,0	-0,6%
Direct public debt	299.764,6	94,9%	296.688,2	94,5%	-3.076,4	-1,0%
Guaranteed public debt	16.169,1	5,1%	17.258,5	5,5%	1.089,4	6,7%
c) by the residence of creditor	315.933,7	100,0%	313.946,7	100,0%	-1.987,0	-0,6%
External	136.675,2	43,3%	133.323,2	42,5%	-3.352,0	-2,5%
Domestic	179.258,5	56,7%	180.623,5	57,5%	1.365,0	0,8%
Total public debt	315.933,7		313.946,7		-1.987,0	-0,6%
Outstanding of Public debt /GDP	44,3%		41,4%		-2,9%	
GDP according to NCP forecast, September 2016	712.800,0		758.500,0			

2. Government public debt evolution

	December, 2015	September, 2016	change	
	RON billion	mil.RON	RON billion	%
Total government public debt, o/w	299.142,6	298.090,6	-1.052,0	-0,4%
1. After the market issuance				
External*), o/w:	132.329,3	130.614,9	-1.714,4	-1,3%
By instruments				
Eurobonds	74.749,9	76.325,3	1.575,4	2,1%
loans	57.579,4	54.289,6	-3.289,8	-5,7%
By currency				
RON	112,5	98,4	-14,1	-12,5%
USD	26.841,3	25.140,8	-1.700,5	-6,3%
EURO	102.873,1	102.760,9	-112,2	-0,1%
others	2.502,4	2.614,8	112,4	4,5%
By creditor				
multilateral	55.094,5	52.378,2	-2.716,3	-4,9%
bilateral	171,9	169,2	-2,7	-1,6%
private banks and others	77.062,9	78.067,5	1.004,6	1,3%
By interest rate				
fixed	120.797,7	116.599,1	-4.198,6	-3,5%
floating	11.531,6	14.015,8	2.484,2	21,5%
2. Domestic*), o/w:	166.813,3	167.475,7	662,4	0,4%
By instruments				
T-bills	9.176,1	12.323,9	3.147,8	34,3%
Bonds	109.073,3	110.949,8	1.876,5	1,7%
loans	13.044,7	14.537,8	1.493,1	11,4%
others	35.519,2	29.664,2	-5.855,0	-16,5%
By currency				
RON	147.961,0	152.783,2	4.822,2	3,3%
USD	17,5	16,9	-0,6	-3,4%
EURO	18.834,8	14.675,6	-4.159,2	-22,1%
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	166.813,3	167.475,7	662,4	0,4%
By interest rate				
fixed	109.073,3	110.949,8	1.876,5	1,7%
floating	57.740,0	56.525,9	-1.214,1	-2,1%
1. After residence of the creditor				
External	132.882,4	129.669,2	-3.213,1	-2,4%
Domestic	166.260,2	168.421,4	2.161,1	1,3%
Government public debt /GDP	42,0%	39,3%	-2,7%	
GDP (mil RON)	712.800,0	758.500,0		

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 September 2016 is 3,5 years and 8,2 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	57.824,2	47,5%
2. Central Depository	220,4	
3. Clients holdings:	64.248,5	52,5%
non residents *)	22.496,8	18,4%
residents, o/w:	41.751,7	34,1%
private pension funds	18.206,4	14,9%
Total	122.293,1	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	54.198,7	47,4%
2. Central Depository	220,4	
3. Clients holdings:	60.289,1	52,6%
non residents *)	21.595,2	18,8%
residents, o/w:	38.693,9	33,7%
private pension funds	16.735,6	14,6%
Total	114.708,2	100,0%

*) includes government securities held by Clearstream

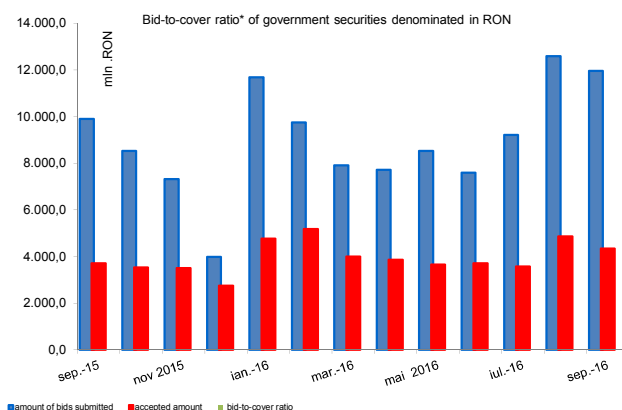
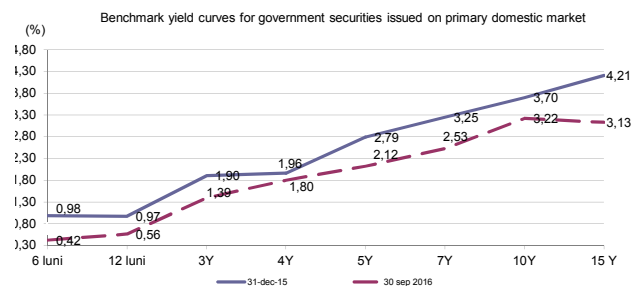
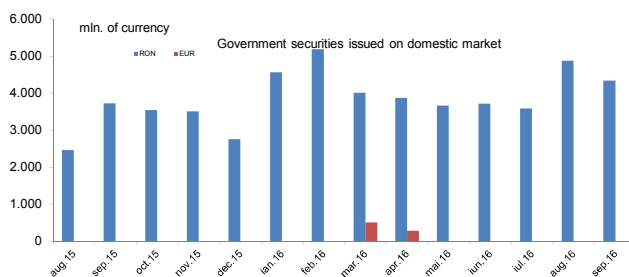
Holdings of government securities denominated in EUR issued on domestic market

Category	Available at nominal value (mln EUR)	(%) total
1. Banking system	814,3	47,8%
3. Clients holdings:	889,3	
non residents*)	202,5	11,9%
residents, o/w:	686,8	40,3%
private pension funds	472,5	27,7%
Total	1.703,6	100,0%

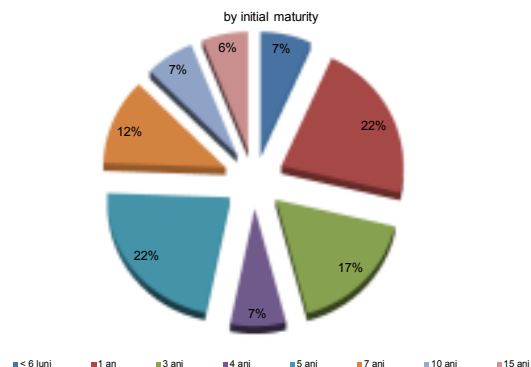
*) includes government securities held by Clearstream

III. Primary and secondary market of government securities

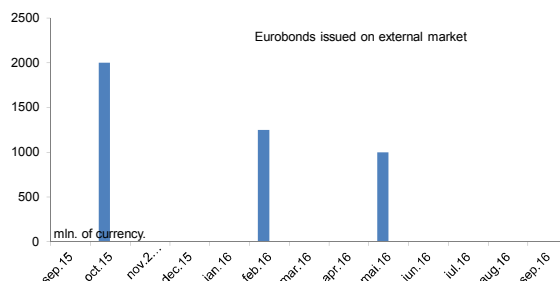
1. Primary market of government securities



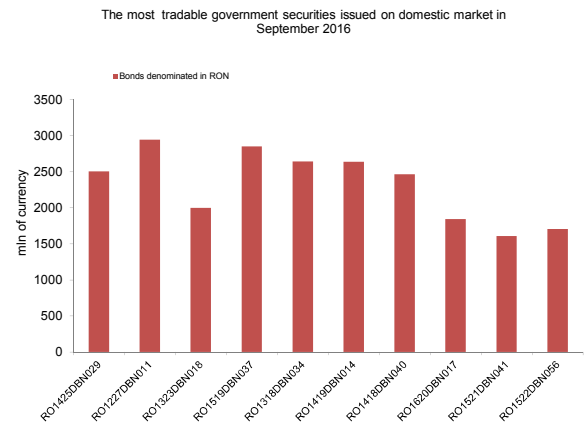
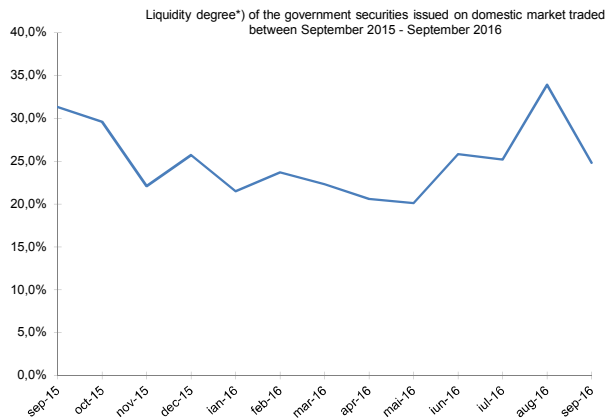
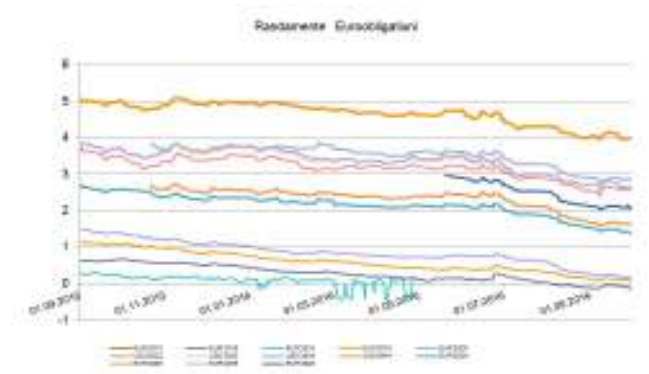
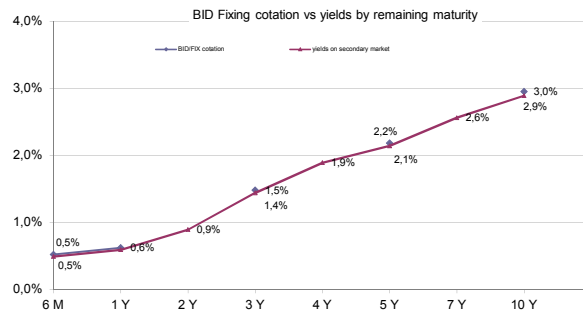
Government securities issued between January - September 2016



*calculated as amount of bids submitted/accepted amount



2. Secondary market of government securities



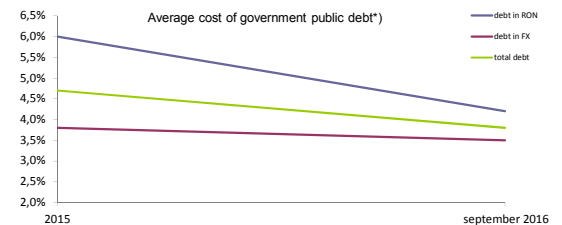
*) liquidity degree is calculated as ratio between the total volume of monthly transactions and the total volume of the government securities.

IV. Cost of the government public debt

Interest payments on government public debt*)

mln. RON	2016
domestic debt	4.837,5
external debt	5.156,0
total	9.993,5

*) includes payments on direct and guaranteed debt

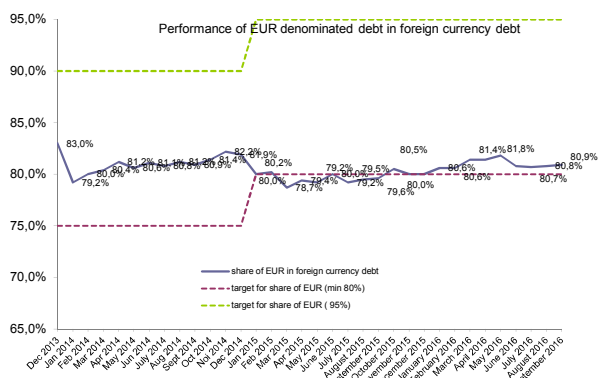
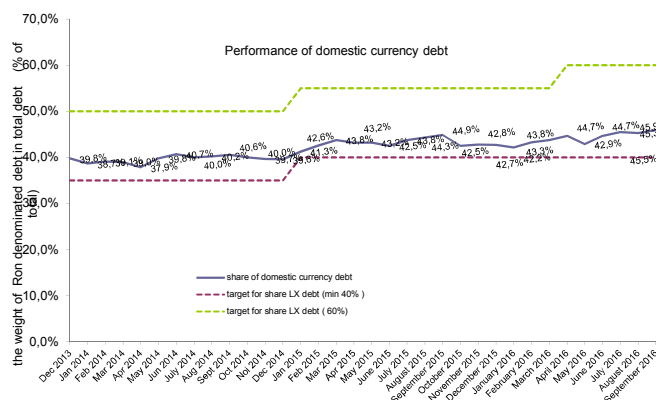
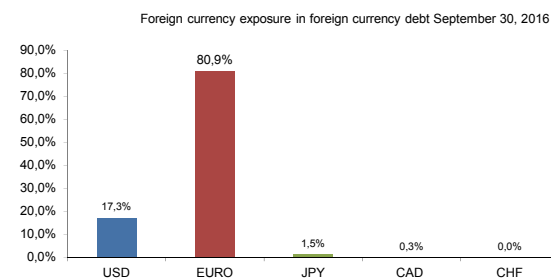
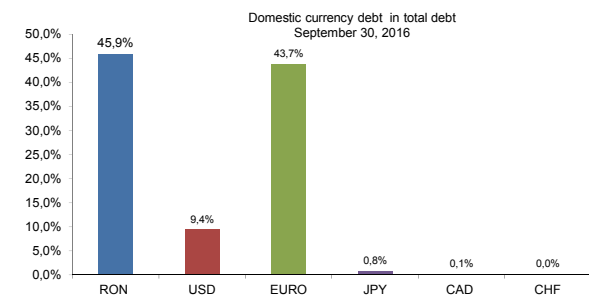


*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock at September 2016

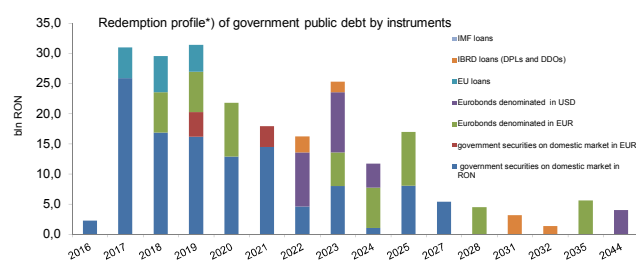
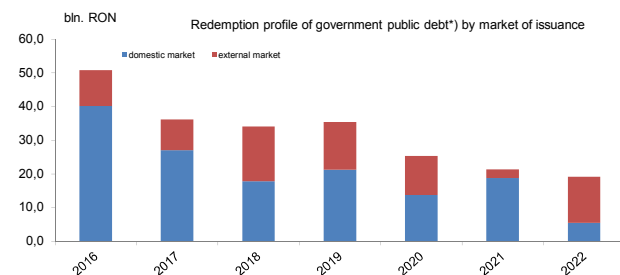
V. Implementation of DMS 2016-2018

The revised Debt management Strategy approved by the Government in May 2016 proposed indicative targets for managing the financial risks of the debt portfolio. The risk indicators up to end July 2016 show that the Treasury complies with the targets set in the DMS.

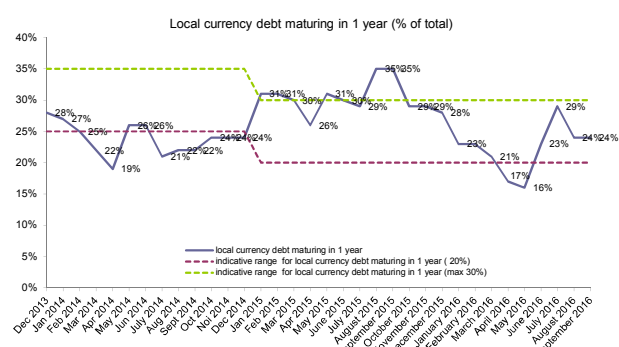
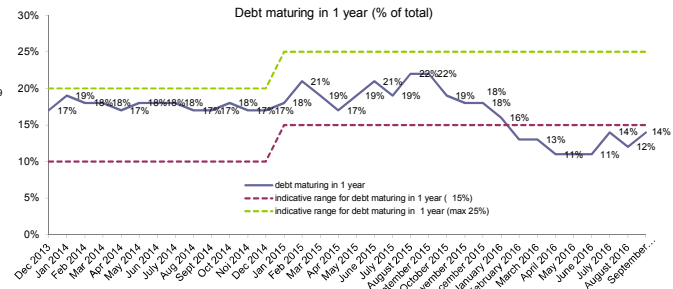
1. Currency risk



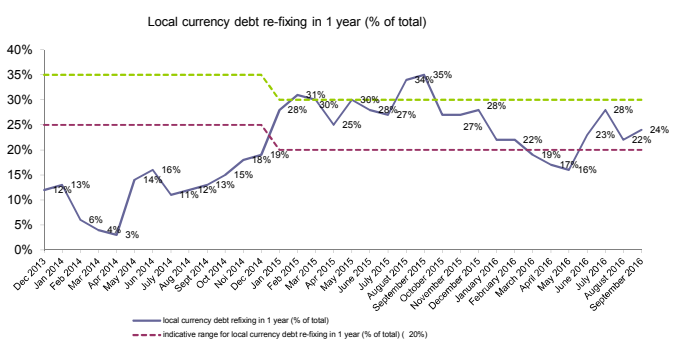
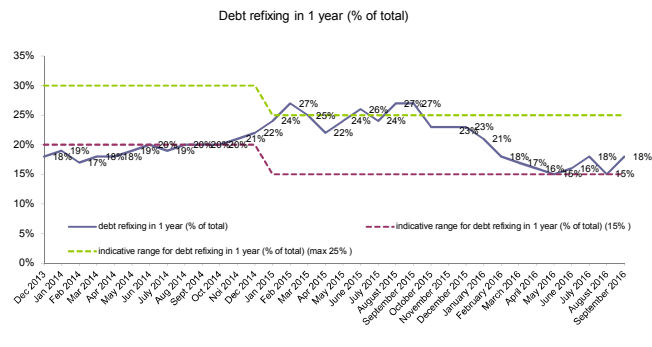
2. Refinancing risk



*) based on contracted debt at the end of September 2016



3. Interest rate risk



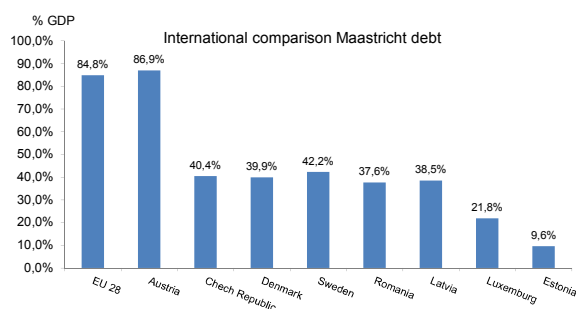
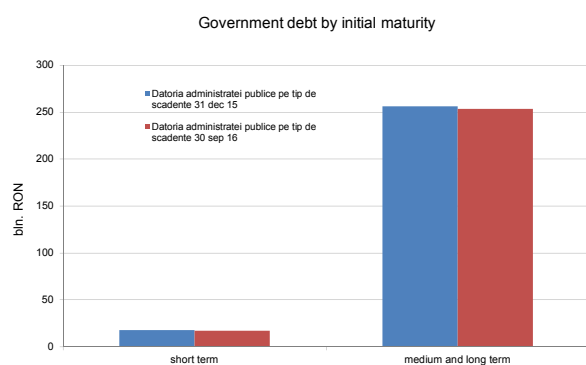
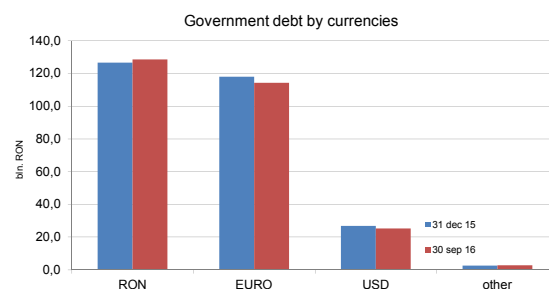
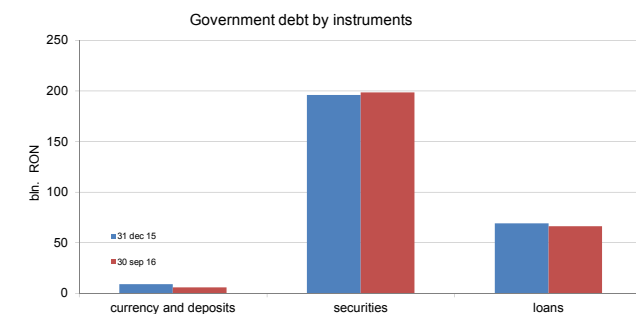
B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2015		September, 2016		change	
	RON million	% of total	mil. RON	% din total	mil. RON	% din total
General government debt *)	270.077,3		270.413,8		336,5	0,1%
	%GDP	37,9%		36,8%		-1,1%
A o/w:						
Central government debt	254.390,7	94,2%	254.880,0	94,3%	489,3	0,2%
Local government debt	15.686,6	5,8%	15.533,8	5,7%	-152,8	-1,0%
B o/w:						
General domestic government debt	135.674,4	50,3%	137.639,5	50,9%	1.965,1	1,4%
General external government debt	134.402,9	49,7%	132.774,2	49,1%	-1.628,7	-1,2%

*) Eurostat calculates the GDP ratio taking into consideration the sum of GDP for the last 4 quarters (Q 3 2015, Q4 2015, Q1 2016, Q2 2016)

- GDP 2015, 2016 according to INS communication October 7, 2016

- general government debt at December 31, 2015 was recalculated according to the June 2016 Fiscal notification



At the end of Q1, 2016 government debt represented 37,6% of GDP, well below the level registered in the EU-28 (84,8% of GDP), and the Euro Zone (91,7% of GDP) .