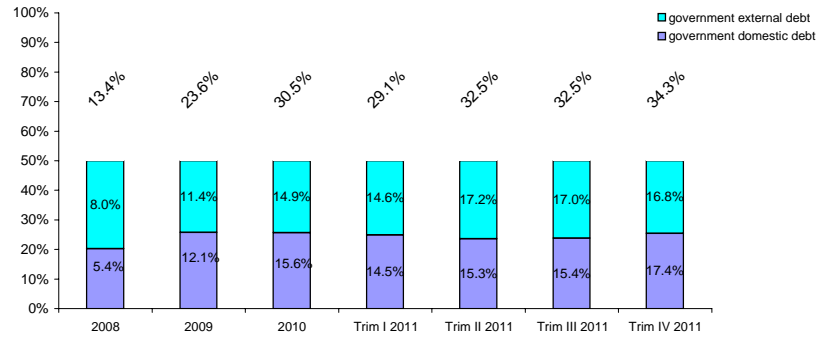




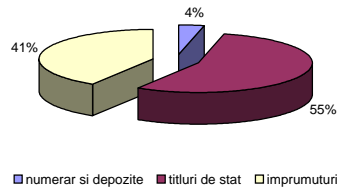
PUBLIC DEBT BULLETIN

December 2011

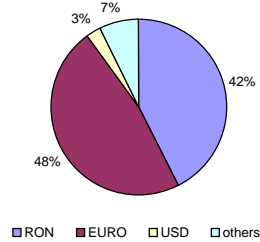
A1. General government debt according to EU methodology % in GDP



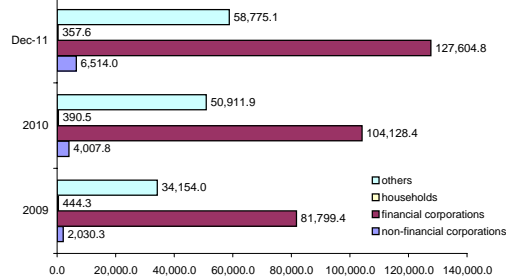
Government debt by debt instruments



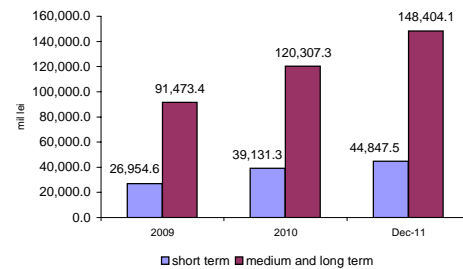
Government debt by currency



Government debt by type of debt holders (mil lei)



Government debt by type of maturities

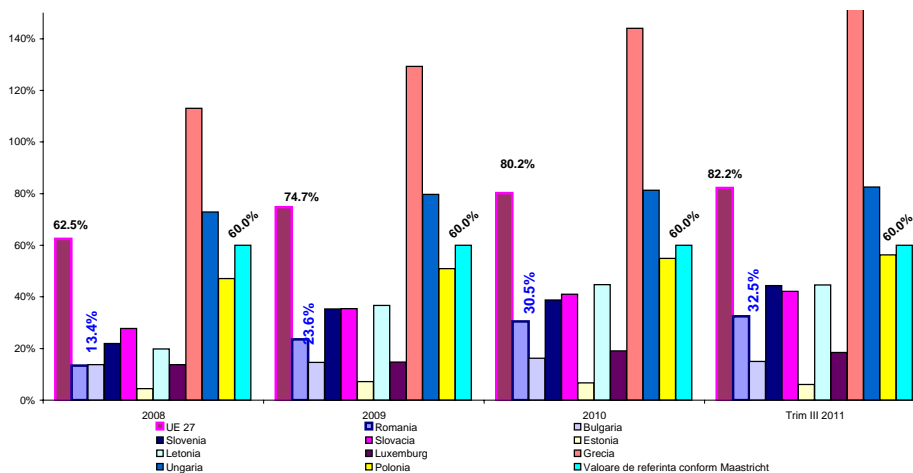


## A2. The evolution of government debt according to EU methodology

\*) government debt is consolidated intra and between sub-sectors .

<i>mil lei.</i>	2008	2009	2010	Q I	Q II	Q III	Q IV
General government debt*	69,020.4	118,428.0	159,438.6	164,085.7	182,993.8	182,822.3	193,251.6
%GDP	13.4%	23.6%	30.5%	29.1%	32.5%	32.5%	34.3%
Central government debt	59,420.7	106,699.0	146,634.0	151,708.6	170,462.3	170,061.4	179,469.8
Local government	9,478.6	11,729.0	12,804.6	12,377.2	12,531.5	12,760.9	13,781.8
Social security funds	121.1	0.0	0.0	0.0	0.0	0.0	0.0
<i>PIB</i>	514,700.0	501,100.0	522,600.0	563,100.0	563,100.0	563,100.0	563,100.0

## A3. International comparisons



At the end of Q3 2011, government debt represented 32,5% of GDP, well below the level registered in the European Union ( 82,2% of GDP), and the Euro Zone ( 87,4% of GDP)  
source Eurostat

B1. Public debt according to national legislation - OUG 64/2007- *		
Public debt composition (mln lei)		
	31 December 2010**	31 december 2011***
<b>Outstanding public debt</b>	<b>194,459.2</b>	<b>222,768.7</b>
% GDP	<b>37.2%</b>	<b>39.6%</b>
out of which:		
<b>A.</b>		
Government public debt	94.0%	94.4%
Local public debt	6.0%	5.6%
<b>B.</b>		
Government direct debt	91.9%	94.7%
Government guaranteed debt	8.1%	5.3%
<b>C.</b>		
Negotiable	41.3%	48.0%
Non-Negotiable	58.7%	52.0%
<b>D.</b>		
RON	46.2%	48.1%
EURO	42.6%	42.5%
other currencies	11.2%	9.4%

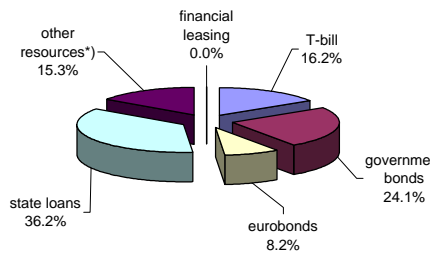
GDP: 522600 mln lei for 2010 and 563100 for 2011

\* including the state and local authorities guaranteed debt according to EOG 64/2007

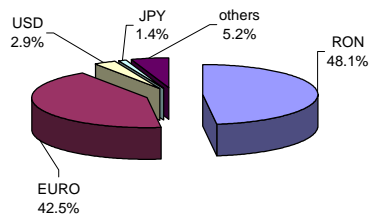
\*\* according to General account of Public debt.

\*\*\*revisable data

**Government public debt by type of holders at the end of December 2011**

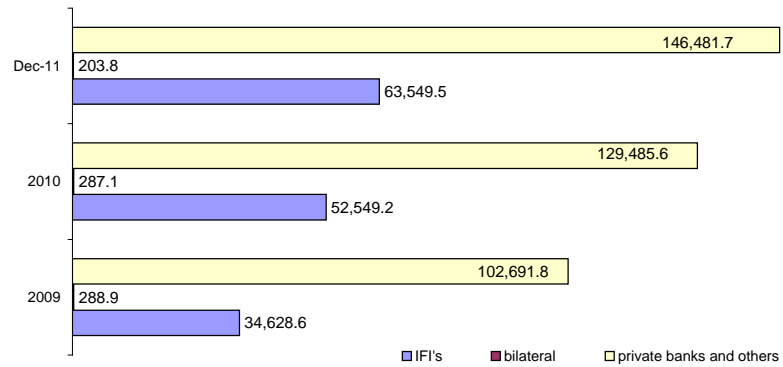


**Government debt by currencies at the end of December 2011**



\*) loans from the availabilities of the General Account of Treasury

**Government public debt by type of holders at the end of December 2011 (Ron mln.)**

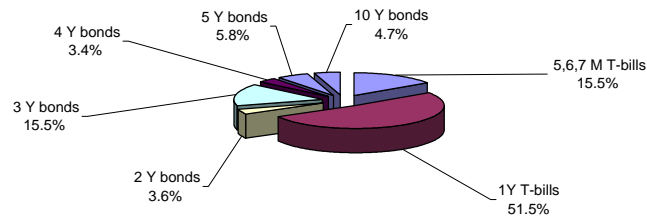


**B2. New government loans between 1 January-31 December 2011**

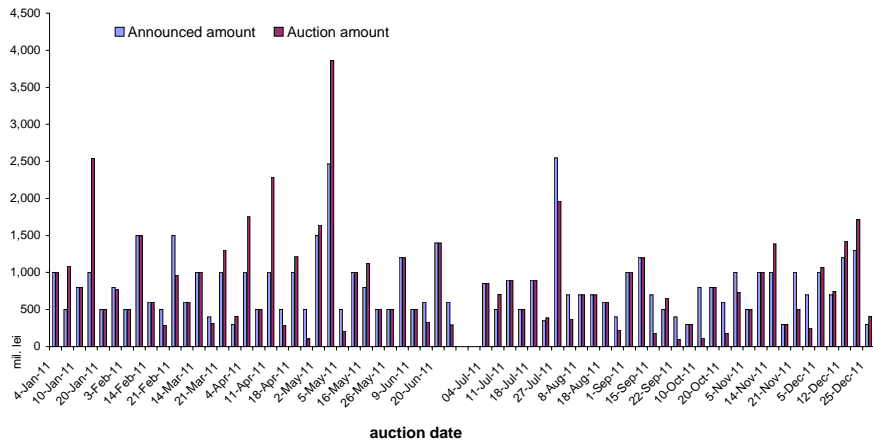
The structure of loans contracted between 1 January 2011 - 31 December 2011		mln.lei
government securities issued on domestic market		57,247.0
cash management instruments*)		11,660.0
state loans, out of which:		11,175.8
- contracted directly		9,498.7
- state guaranteed		1,677.1
<b>TOTAL</b>		<b>80,082.8</b>

\*) cash management instruments contracted on short term, in december 2011

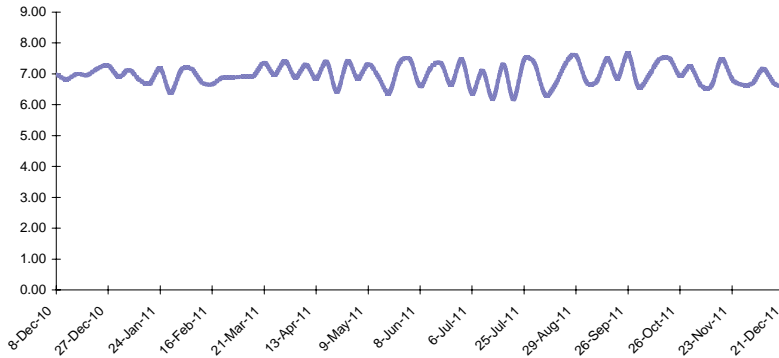
**Government securities by initial maturity issued between 1 January-31 December 2011**



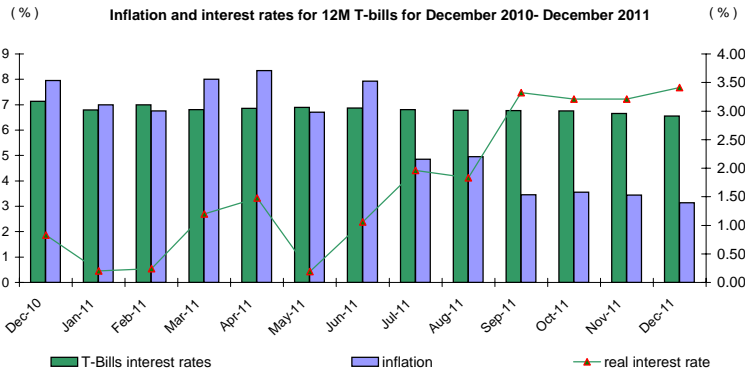
**Government securities liquidity on primary market, monthly volume of the new issuances**



**The annualised yield curve<sup>1</sup> for the government securities issued between December 2010- December 2011**



1. the Yield (nominal interest rate) is annualised based on the maturity for the government securities. Otherwise, if the government securities have 3M maturity, it is used the formula:  $Y = [(1 + y/400)^4 - 1] * 100$ , where y is the yield



Note : The monthly real interest rate is calculated as the difference between 12M T-bills interest rate and inflation rate

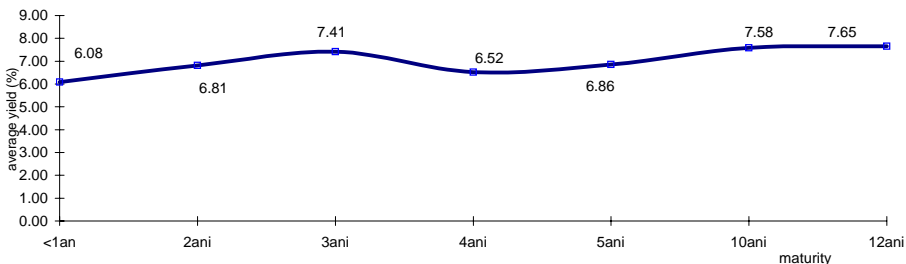
Remaining maturity of the government securities *				
	31-Dec-10	% in total	31-Dec-11	% in total
<b>Total amount</b>	66,290.0	100.00%	83,496	100.00%
out of wich:				
short term	35,421.0	53.43%	43,471	52.06%
medium term (1-5 Y)	28,142.0	42.45%	34,581	41.42%
long term (>5ani)	2,727.0	4.11%	5,444	6.52%

\* does not include eurobonds

Weighted average value of the remaining maturity for T-bills and bonds is at the end of December 2011: 1,6years

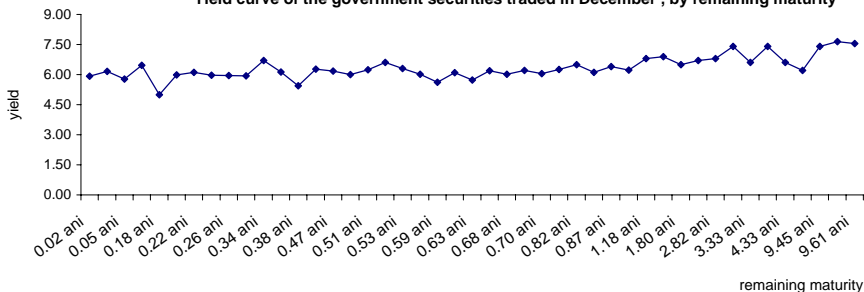
**II. Secondary market**

**Actual yield curve of government securities traded in December 2011 by initial maturity**

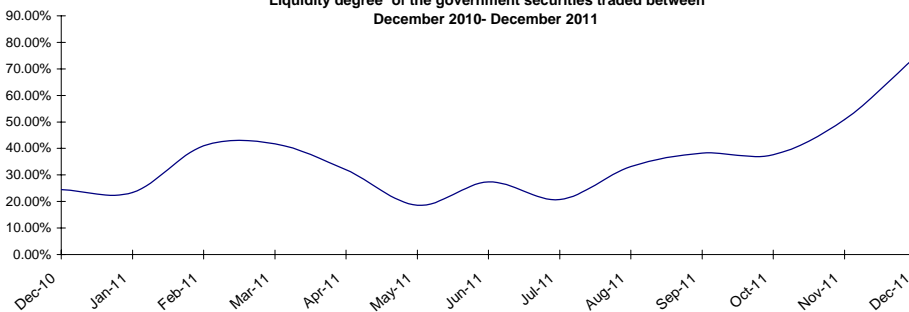


Curba de randament a titlurilor de stat a fost construita pe baza randamentelor medii calculate pentru maturitațiile titlurilor de stat

**Yield curve of the government securities traded in December , by remaining maturity**

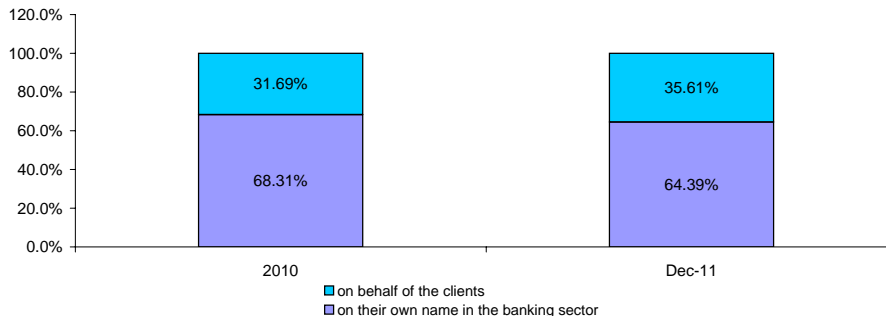


**Liquidity degree<sup>3</sup> of the government securities traded between December 2010- December 2011**



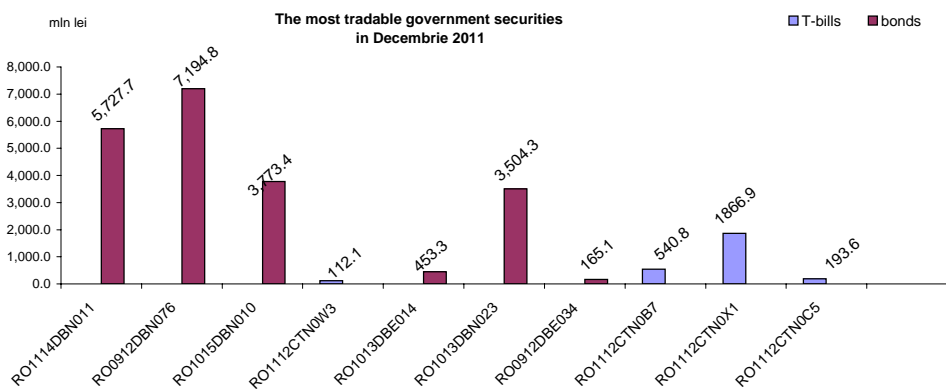
3. liquidity degree is calculated as report between the total volume of the monthly transactions and the total volume of the government securities

**Holders of government securities on domestic market**



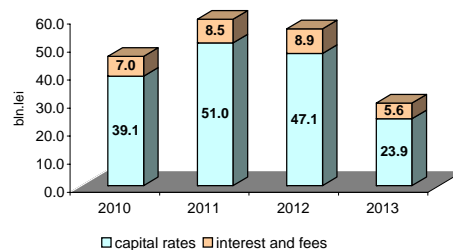
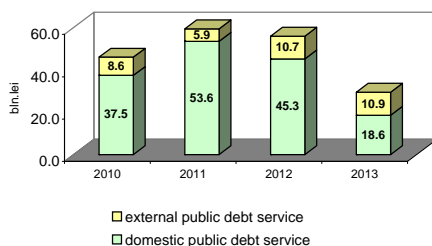
Holdings of government securities denominated in RON , in December 2011

Category	Available (mln RON)	(%) total
<b>1. Banking system</b>	<b>43,563.34</b>	<b>64.39%</b>
Central Depository	556.18	
<b>2. Clients holdings:</b>	<b>24,403.98</b>	<b>35.61%</b>
non resident individuals	20.58	
resident individuals	2,703.10	
corporate residents	13,683.40	
corporate non residents	7,977.20	
<b>Total</b>	<b>68,523.50</b>	

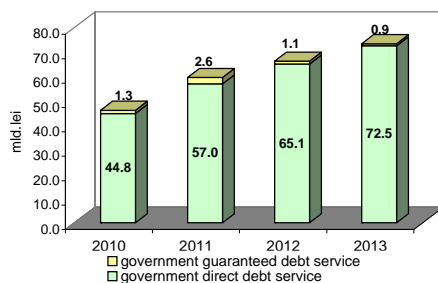
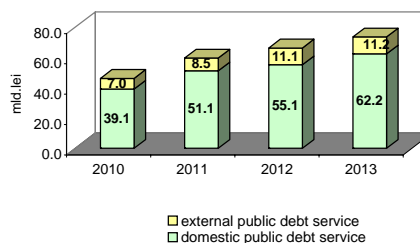
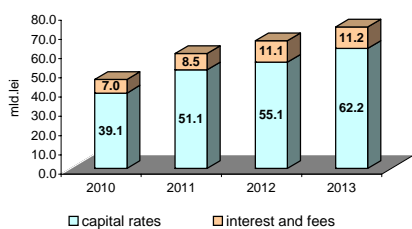


B3. Government debt service

D.1.a Government debt service contracted at December 30, 2011



D.1.b Government debt service \*)

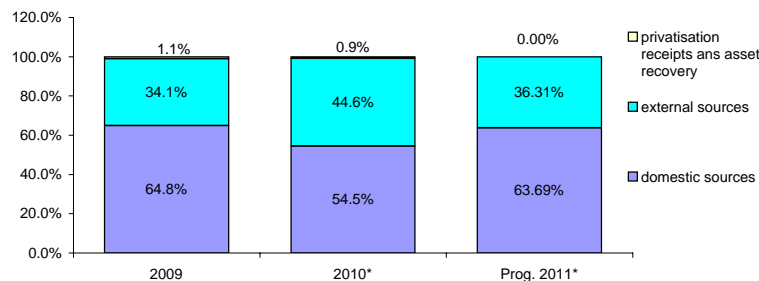


\*) Projection includes the debt service for new debt (domestic and external, includes external financing package with IMF, EC and IBRD)

**B4. Reimbursement schedule for the tranches drawn from IMF / EC / WB \*) package.**

Perioada rambursarii	FMI		CE (mil Eur)	BM (mil Eur)
	(mil DST)	(mil Eur)		
2012	107.38	121.01	-	-
2013	837.31	943.64	-	-
2014	865.87	975.83	-	-
2015	135.94	153.20	1,500.00	-
2016	-	-	-	-
2017	-	-	1,150.00	-
2018	-	-	1,350.00	-
2019	-	-	1,000.00	-
2020	-	-	-	-
2021	-	-	-	-
2022	-	-	-	600.00
2023	-	-	-	400.00
<b>TOTAL</b>	<b>1,946.49</b>	<b>2,193.68</b>	<b>5,000.00</b>	<b>1,000.00</b>

**B5. Financing of the budget deficit**



\*) preliminary data

**B6. Fulfilling the objectives of the Government Debt Management Strategy 2011-2013**

Parameters	Dec-11	Dec-10	Limits according to Strategy
1. Controlled increased of the government public debt (%GDP)	37.3%	34.9%	
2. Limiting financial risk associated with government public debt portfolio :			
<b>A.Currency risk</b>			
Increasing the share of the government public debt in lei in total gov. public debt	48.1%	45.3%	min 45%
Increasing the share of the government public debt in Euro in total gov. public	81.9%	78.2%	min 75%
Decreasing of the gov. public debt in Euro in total public gov. debt.	42.5%	42.8%	max 50%
<b>B.Refinancing risk</b>			
The share of the short term debt in the total public government debt	32.2%	35.1%	
Average remaining maturiti (years)	3.9	3.7	
<b>C.Interest rate risk</b>			
Increasing the share of the debt with fix interest rate in the total gov.	54.3%	52.1%	
Increasing the share of the negotiable debt in the total government p	48.0%	42.4%	
3. Development of the government securities market (bln.lei)- issuance of the government securities in the period less	22.0	20.0	