



MONTHLY REPORT  
May 31, 2015

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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 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**

	2014		2015 estimare		May 31, 2015	
	mil. RON	% din PIB	mil. RON	% din PIB	mil. RON	% din PIB
Financing needs, o/w:						
1. Deficit of general consolidated budget	12.493,2	1,9%	13.004,0	1,9%	-6.324,0	-0,9%
2. Principal repayments*, o/w:	48.534,1	7,3%	48.085,1	6,9%	24.355,3	3,5%
- refinancing of government securities issued on domestic	39.373,0		32.539,7		11.360,3	
- principal repayments on external loans:	7.516,8		12.195,4		12.547,1	
- principal repayments on local loans	1.644,3		3.350,0		447,9	
* debt repaid from budget	GDP	666.637,3		701.000,0		

**2. Actual borrowing in 2015 up to May, 31 (mil. Ron denominated)**

	By Instrument		By Currency		By Market	
	mil. RON	% of total	mil. RON	% of total	mil. RON	% of total
<b>MFP</b>						
T-Bills	5.754,7		RON	16.391,7	Domestic	16.391,7
T-Bonds	10.637,0		EUR	157,9	External	157,9
Eurobonds	0,0		USD	0,0		
FX loans	157,9					
<b>total</b>	<b>16.549,6</b>			<b>16.549,6</b>		<b>16.549,6</b>

**Local governments total** 250,0

**Ratio of covering of financing needs** 27,5%

**II. Public debt stock and changes in stock**

**1. Public debt evolution**

	Decembrie 2014		May, 2015		change	
	mil. RON	% of total	mil. RON	% din total	RON billion	% of total
<b>Outstanding of public debt</b>	<b>295.655,5</b>		<b>283.219,8</b>			
Government public debt	295.655,5	100,0%	283.219,8	100,0%	-12.435,7	-4,2%
Local public debt	280.763,8	95,0%	266.229,1	94,0%	-14.534,7	-5,2%
	14.891,7	5,0%	16.990,7	6,0%	2.099,0	14,1%
<b>295.655,5</b>	<b>100,0%</b>	<b>283.219,8</b>	<b>100,0%</b>	<b>-12.435,7</b>	<b>-4,2%</b>	
Direct public debt	279.808,8	94,6%	268.335,9	94,7%	-11.472,9	-4,1%
Guaranteed public debt	15.846,7	5,4%	14.883,9	5,3%	-962,8	-6,1%
<b>Total public debt</b>	<b>295.655,5</b>		<b>283.219,8</b>		<b>-12.435,7</b>	<b>-4,2%</b>
o/w						
marketable debt	188.409,8	63,7%	182.253,8	64,4%	-6.156,0	-3,3%
<b>Outstanding of Public debt /GDP</b>	<b>44,3%</b>		<b>40,4%</b>		<b>-3,9%</b>	

GDP according to CNP forecast, april 2015

666.637,0

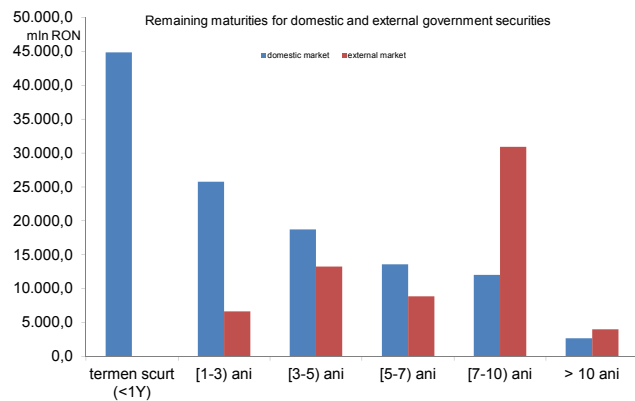
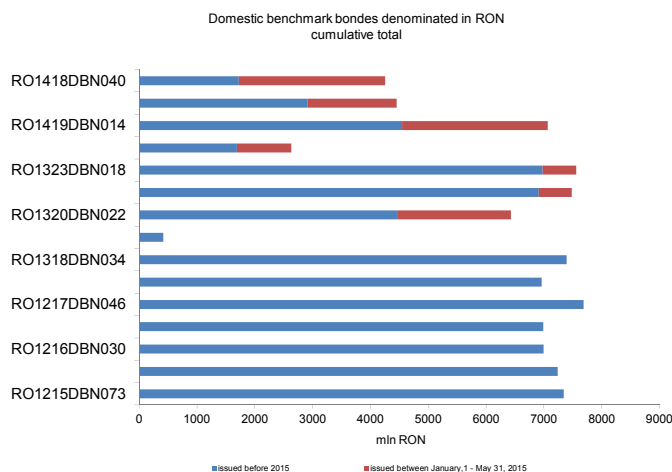
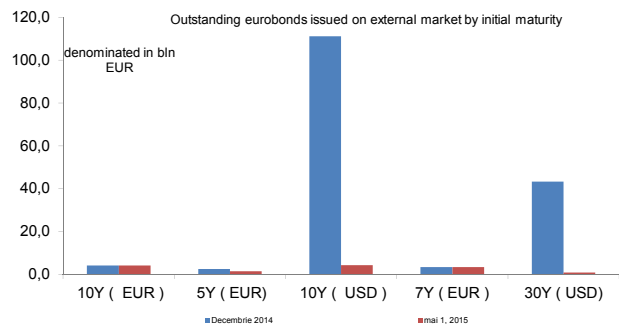
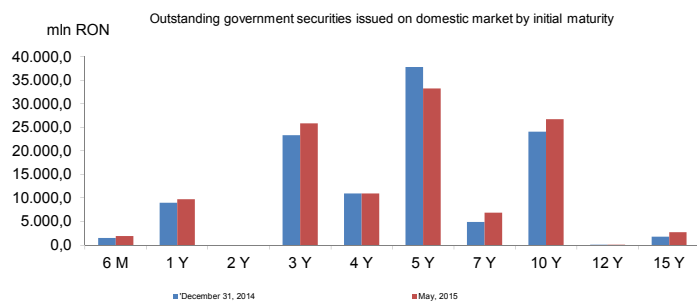
701.000,0

## 2. Government public debt evolution

	December, 2014		May, 2015		change	
	RON billion		mln RON		RON billion %	
<b>Total government public debt, o/w</b>	<b>280.763,8</b>	<b>266.229,1</b>	<b>266.229,1</b>	<b>266.229,1</b>	<b>-14.534,7</b>	<b>-5,2%</b>
<b>1. External*), o/w:</b>	<b>131.442,1</b>	<b>118.438,3</b>	<b>118.438,3</b>	<b>118.438,3</b>	<b>-13.003,8</b>	<b>-9,9%</b>
By instruments						
Eurobonds	67.140,9	64.300,4	64.300,4	64.300,4	-2.840,5	-4,2%
loans	64.301,2	54.137,9	54.137,9	54.137,9	-10.163,3	-15,8%
By currency						
RON	131,3	122,1	122,1	122,1	-9,2	-7,0%
USD	24.780,6	26.694,3	26.694,3	26.694,3	1.913,7	7,7%
EURO	103.301,7	89.067,5	89.067,5	89.067,5	-14.234,2	-13,8%
others	3.228,5	2.600,6	2.600,6	2.600,6	-627,9	-19,4%
By creditor						
multilateral	60.926,1	51.077,3	51.077,3	51.077,3	-9.848,8	-16,2%
bilateral	184,2	178,0	178,0	178,0	-6,2	-3,4%
private banks and others	70.331,8	67.183,0	67.183,0	67.183,0	-3.148,8	-4,5%
By interest rate						
fixed	113.311,1	101.143,8	101.143,8	101.143,8	-12.167,3	-10,7%
floating	18.131,0	17.294,5	17.294,5	17.294,5	-836,5	-4,6%
<b>2. Domestic*), o/w:</b>	<b>149.321,7</b>	<b>147.790,8</b>	<b>147.790,8</b>	<b>147.790,8</b>	<b>-1.530,9</b>	<b>-1,0%</b>
By instruments						
T-bills	10.793,4	11.886,4	11.886,4	11.886,4	1.093,0	10,1%
Bonds	102.920,4	106.353,1	106.353,1	106.353,1	3.432,7	3,3%
loans	10.688,3	11.323,1	11.323,1	11.323,1	634,8	5,9%
others	24.919,6	18.228,2	18.228,2	18.228,2	-6.691,4	-26,9%
By currency						
RON	126.303,4	125.151,0	125.151,0	125.151,0	-1.152,4	-0,9%
USD	15,6	17,2	17,2	17,2	1,6	10,3%
EURO	23.002,8	22.622,6	22.622,6	22.622,6	-380,2	-1,7%
others						
By creditor						
multilateral	0,0	0,0	0,0	0,0	0,0	0,0%
bilateral	0,0	0,0	0,0	0,0	0,0	0,0%
private banks and others	149.321,7	147.790,8	147.790,8	147.790,8	-1.530,9	-1,0%
By interest rate						
fixed	103.032,7	106.353,1	106.353,1	106.353,1	3.320,4	3,2%
floating	46.289,1	41.437,7	41.437,7	41.437,7	-4.851,4	-10,5%
<b>Government public debt / GDP</b>	<b>42,1%</b>	<b>38,0%</b>	<b>38,0%</b>	<b>38,0%</b>	<b>-4,1%</b>	
GDP (mln RON)	666.637,3	701.000,0	701.000,0	701.000,0		

\*) 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 May 2015 is 3,1 years and 7,4 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	61.056,3	51,9%
2. Central Depository	288,1	
3. Clients holdings:	56.787,1	48,1%
non residents *)	19.939,3	
residents, o/w:	36.847,8	
private pension funds	13.141,5	
<b>Total</b>	<b>118.131,5</b>	<b>100,0%</b>

\*) 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	52.702,0	51,4%
2. Central Depository	288,1	
3. Clients holdings:	50.121,9	48,6%
non residents *)	17.098,0	
residents, o/w:	33.023,9	
private pension funds	11.596,2	
<b>Total</b>	<b>103.112,0</b>	<b>100,0%</b>

\*) includes government securities held by Clearstream

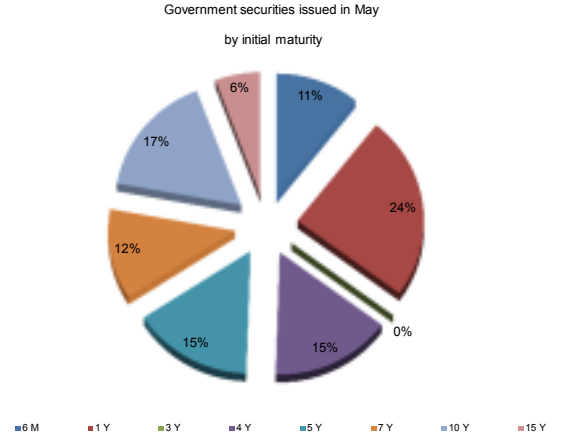
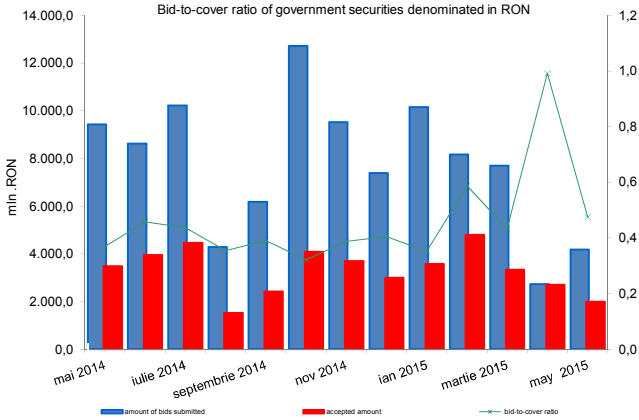
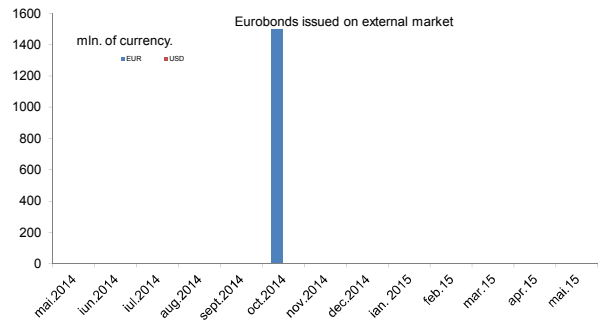
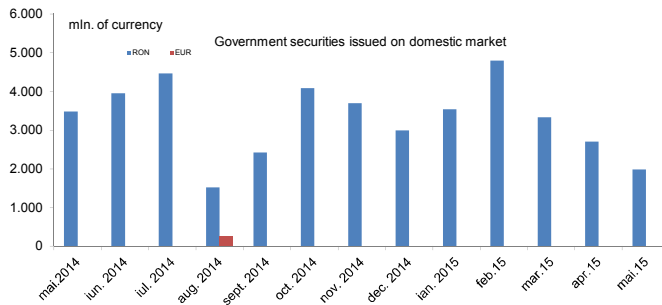
##### Holdings of government securities denominated in EUR issued on domestic market

Category	Available at nominal value (mln EUR)	(%) total
1. Banking system	1.881,8	55,6%
3. Clients holdings:	1.501,3	
non residents*)	640,0	44,4%
residents, o/w:	861,3	
private pension funds	348,1	
<b>Total</b>	<b>3.383,2</b>	

\*) includes government securities held by Clearstream

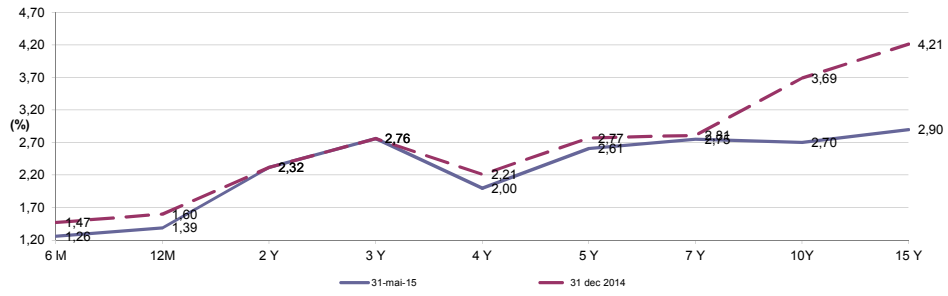
### III. Secondary market activities and evolution of yields on government securities

#### 1. Borrowing in the domestic and external markets

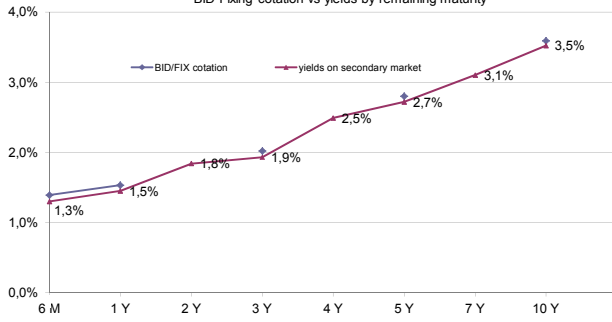


2. Yield curve

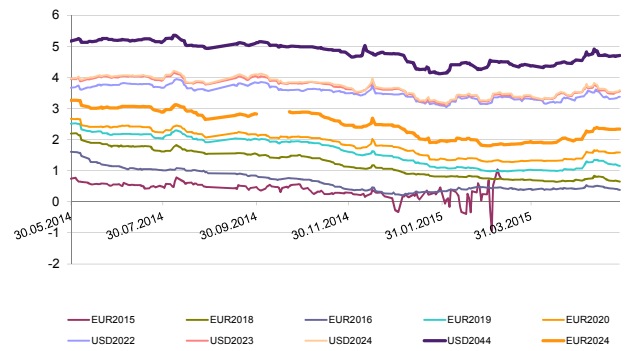
Benchmark yield curves for government securities issued on domestic market



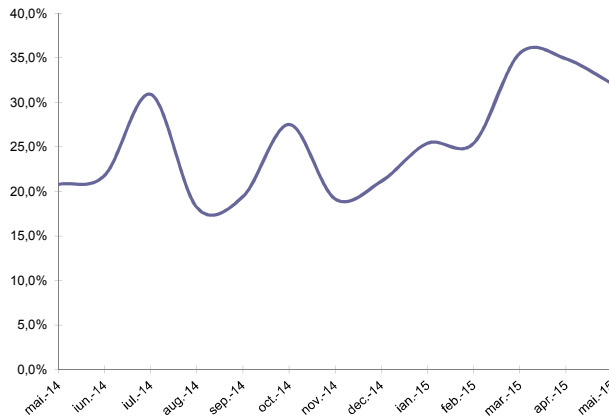
BID/FIX cotation vs yields by remaining maturity



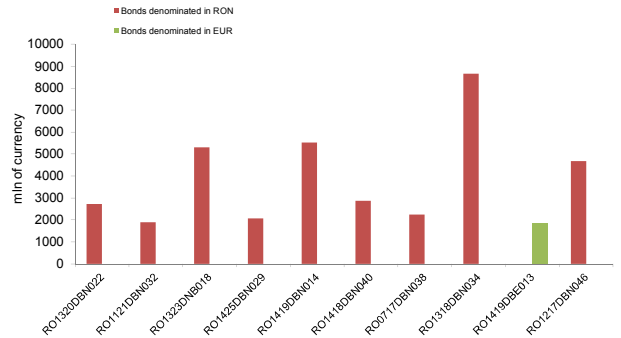
Yields on Romanian Eurobonds



Liquidity degree\*) of the government securities issued on domestic market traded between May 2014- May 2015



The most tradable government securities issued on domestic market in May 2015



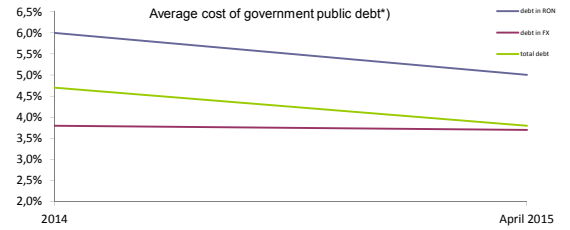
\*) liquidity degree is calculated as ratio between the total volume of monthly transactions and the total volume of the government securities.

### III. Cost of the government public debt

#### Interest payments on government public debt\*)

mln. RON	2015	May 31, 2015
domestic debt	4.911,4	2.543,4
external debt	5.184,0	1.971,6
total	10.095,4	4.515,0

\*) includes payments on direct and guaranteed debt

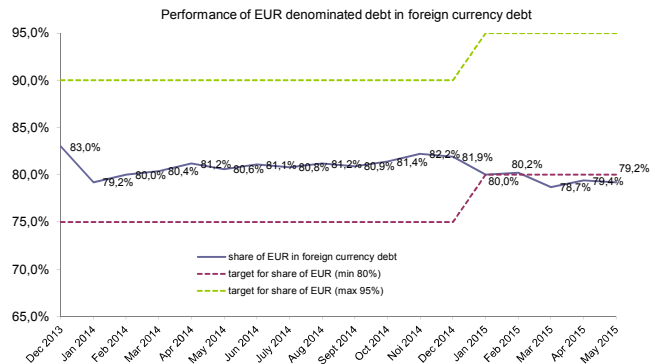
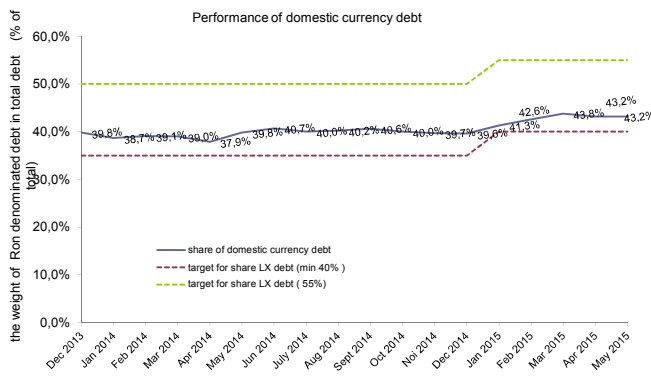
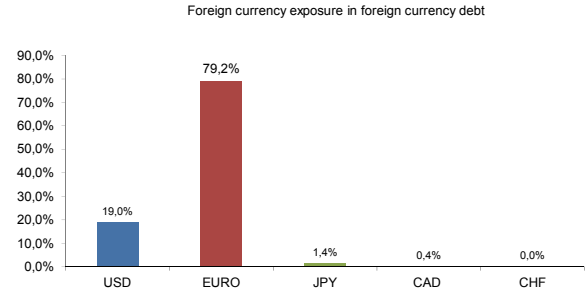
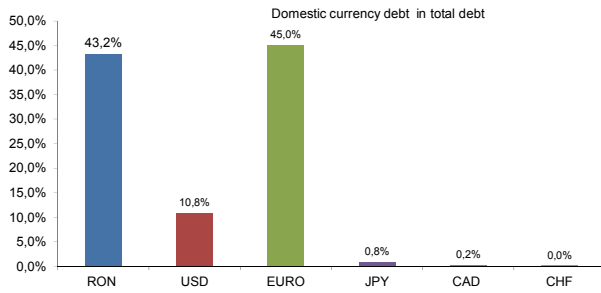


### IV. Implementation of DMS 2015-2017

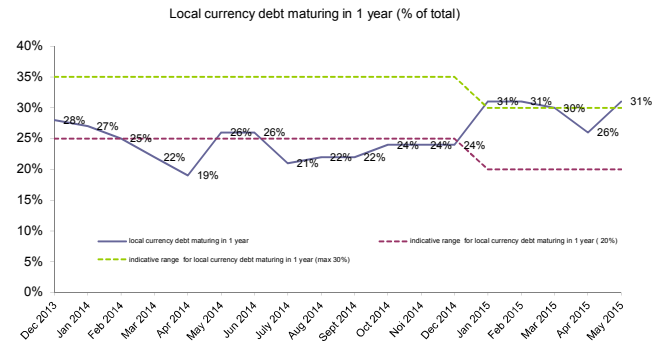
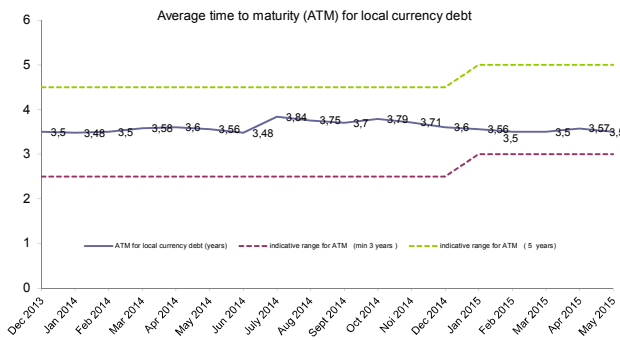
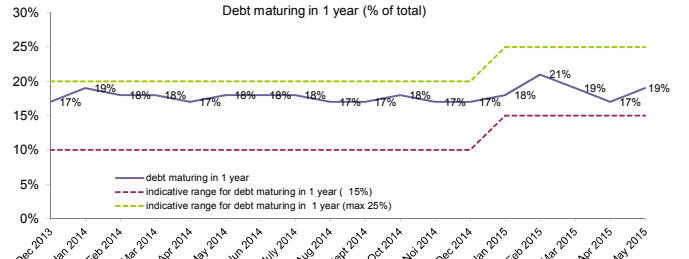
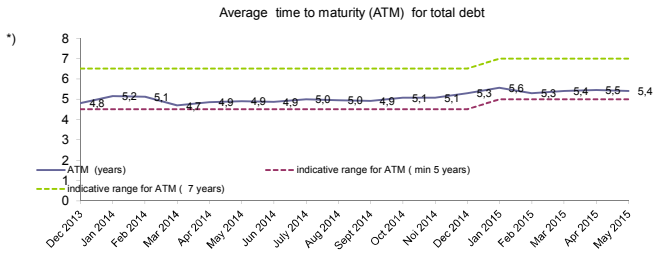
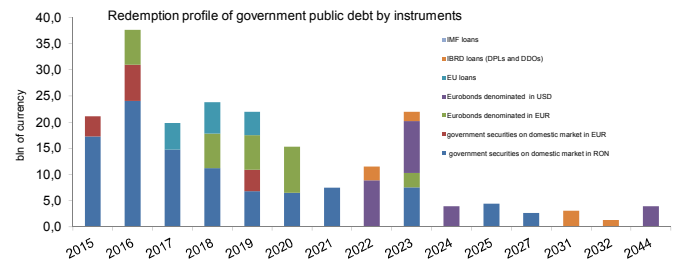
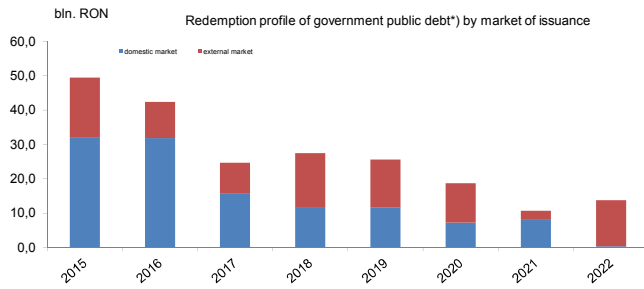
\*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock at March 2015

The revised Debt management Strategy approved by the Government at end March 2015 proposed indicative targets for managing the financial risks of the debt portfolio. The risk indicators up to end May 2015 show that the Treasury complies with the targets set in the DMS.

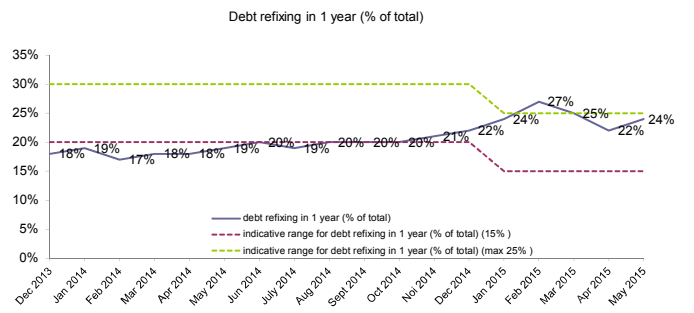
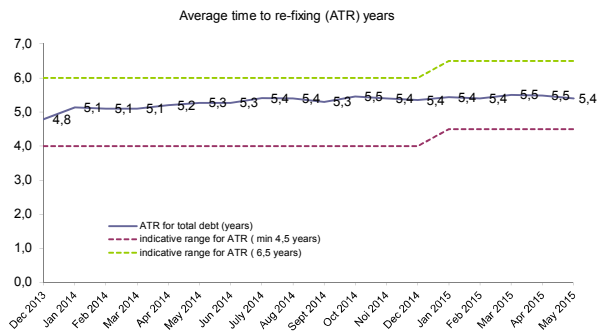
#### 1. Currency risk

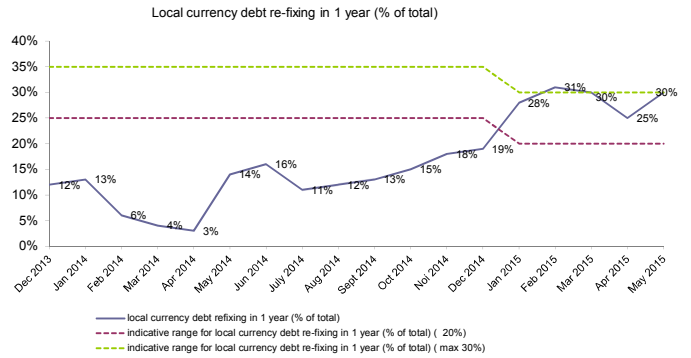
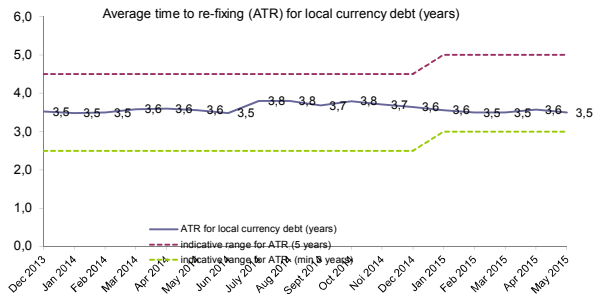


## 2. Refinancing risk



## 3. Interest rate risk

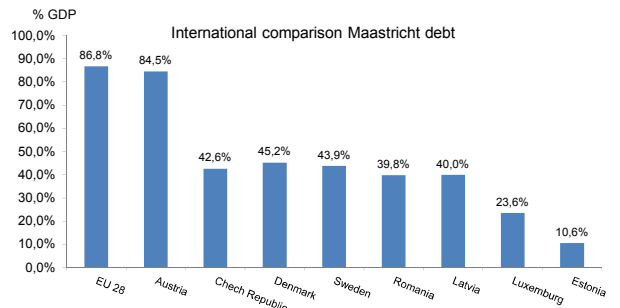
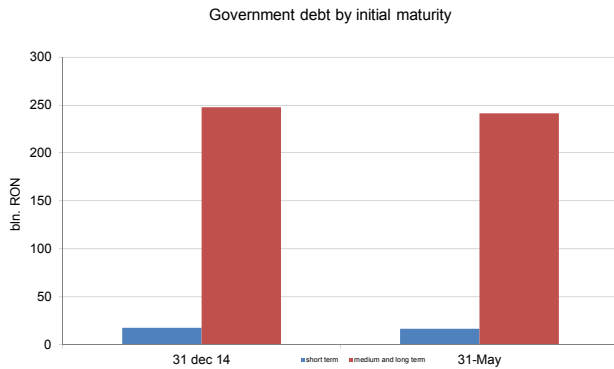
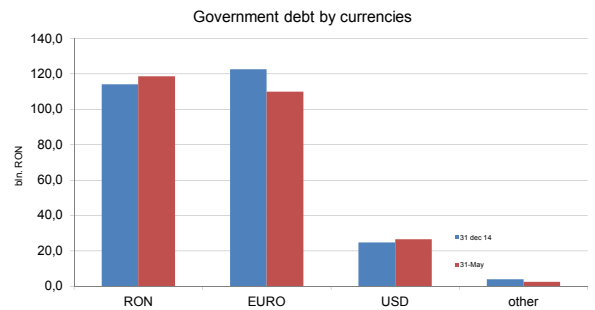
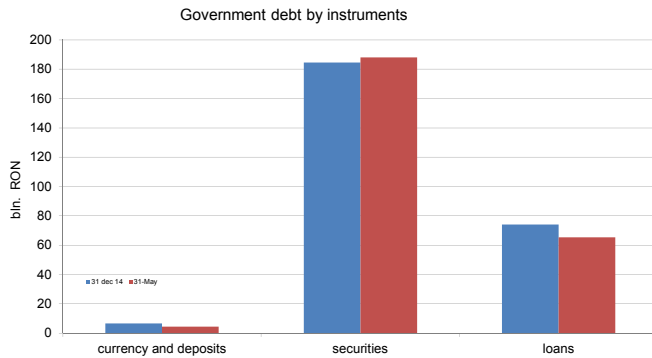




## B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2014		May, 2015		modificarea	
	RON million	% of total	mil. RON	% din total	mil. RON	% din total
General government debt *)	<b>265.391,0</b>	<b>39,8%</b>	<b>257.933,6</b>		<b>-7.457,4</b>	<b>-2,8%</b>
		%GDP				
<b>A o/w:</b>						
Central government debt	249.755,1	94,1%	240.236,0	93,1%	-9.519,1	-3,8%
Local government debt	15.635,9	5,9%	17.697,6	6,9%	2.061,7	13,2%
<b>B o/w:</b>						
General domestic government debt	127.266,9	48,0%	131.985,4	51,2%	4.718,5	3,7%
General external government debt	138.124,1	52,0%	125.948,2	48,8%	-12.175,9	-8,8%

\*) Eurostat calculates the GDP ratio taking into consideration the sum of GDP for the last 4 quarters (Q 2 2014, Q3 2014, Q4 2014, Q1 2015)



At the end of Q4, 2014 government debt represented 39.8% of GDP, well below the level registered in the EU-28 (86.8% of GDP), and the Euro Zone (91.9% of GDP).