



# Public Debt of Romania

## Flash Report

### 1. General Information

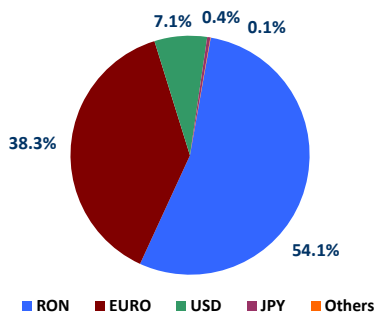
Macroeconomic Indicators and Projections*						
	2014	2015	2016	2017	2018	2019 Forecast
Real GDP (% y-o-y)	3.4	3.9	4.8	7.0	4.1	4.0 <sup>(1)</sup>
Budget balance (% GDP, cash)	-1.7	-1.35	-2.41	-2.8	-2.9	-2.8 <sup>(4)</sup>
Budget balance (% GDP, ESA2010)	-1.3	-0.7	-2.70	-2.7	-3.0	-2.8 <sup>(4)</sup>
Current account deficit (% GDP)	-0.7	-1.2	-2.1	-3.2 <sup>(5)</sup>	-4.6	-4.9 <sup>(4)</sup>
Annual average inflation	1.07	-0.59	-1.55	1.34	4.63	3.8 <sup>(1)</sup>
Monetary Policy Rate	2.75	1.75	1.75	1.75	2.5 <sup>(3)</sup>	-
ILO unemployment rate(%)	6.8	6.8	5.9	4.9	4.2	3.9 <sup>(1)</sup>
Public debt (% GDP, EU meth.)	39.2	37.8	37.3	35.2	35.0	36.9 <sup>(4)</sup>
Total nominal gov. debt (RON bln.)	262.2	269.2	285.5	301.2	330.5	364.9 <sup>(4)</sup>
GDP, RON bln.	668.6	712.6	765.1	856.7 <sup>(5)</sup>	944.2	1040.8 <sup>(4)</sup>

\*Source: MoPF, NIS, NCP (1) source NCP, Autumn forecast 2019, (2) source NCP, BMP6, (3) as of 7<sup>th</sup> May 2018, NBR, (4) source MoPF, (5) final figures;

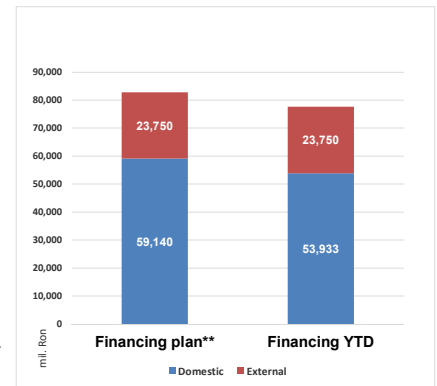
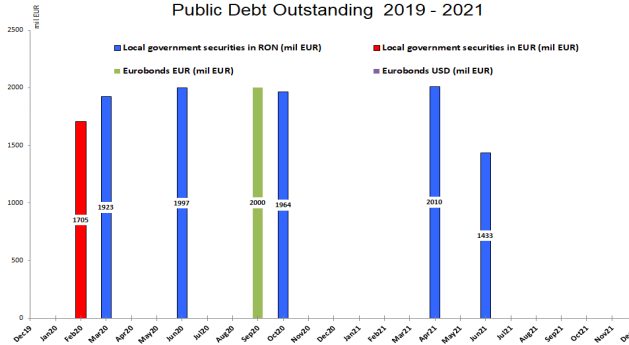
Credit rating/outlook	Moody's	S&P	Fitch
	Baa3/Stable	BBB-/Stable	BBB-/Stable
<ul style="list-style-type: none"> <li>In 2019 the State Treasury maintains the policy on FX buffer to cover approximately 4 months of gross financing needs</li> <li>At end Oct. 2019 the general government debt (EU methodology) was 36.9% of GDP; should the foreign currency buffer be taken into account, the net public debt level is 34.3% of GDP</li> <li>In 2019 the total financing needs amount to RON 89.4 bln (Eur 18.8 equivalent) is estimated to be financed mainly from domestic market in amount of aprox RON 59,1 bln.**</li> </ul>			
Outstanding Government securities issued on domestic market:		RON 176.8 bln	
<ul style="list-style-type: none"> <li>RON denominated</li> <li>EUR denominated</li> </ul>		RON 166.20 bln EUR 2.23 bln (RON 10.6 bln)	
Outstanding Eurobonds issued on External Markets, EUR and USD denominated			
<ul style="list-style-type: none"> <li>EUR denominated</li> <li>USD denominated</li> </ul>		EUR 23.00 bln USD 6.72 bln	
As of 11th of December 2019, MoF has financed 96,9% out of the total financing needs			

\*\*The values represent the financing needs according to the budget deficit increased as a result of the second budgetary rectification approved by GEO 71/2019 and GEO 72/2019

Public debt structure as of end Oct. 2019



Public Debt Outstanding 2019 - 2021



### 2. Domestic government securities

Domestic auctions November 2019				
Date	Size Announced (RON MIL)	Size Borrowed (RON MIL)	Tenor Rem. mat. (yrs)	Yield (%)
04/11/2019	600.00	775.00	6.46	4.00
05/11/2019	90.00	90.00	-	-
06/11/2019	200.00	338.00	4.10	0.24
07/11/2019	200.00	227.00	14.93	4.75
08/11/2019	30.00	5.75	-	-
07/11/2019	500.00	528.50	2.74	3.55
08/11/2019	75.00	15.00	-	-
11/11/2019	500.00	792.00	3.87	3.86
12/11/2019	75.00	75.00	-	-
14/11/2019	500.00	0.00	9.24	-
15/11/2019	75.00	0.00	-	-
18/11/2019	500.00	858.00	4.58	4.09
19/11/2019	75.00	75.00	-	-
21/11/2019	200.00	248.65	11.84	4.69
22/11/2019	30.00	20.00	-	-
21/11/2019	200.00	200.00	1.00	3.26
25/11/2019	400.00	1,051.00	3.83	3.92
26/11/2019	60.00	60.00	-	-
27/11/2019	200.00	332.60	4.04	0.31
Total RON	4,110.00	5,020.90	-	-
Total EUR	400.00	670.60	-	-

\*Supplementary sessions of noncompetitive offers

Domestic auctions December 2019				
Date	Size Announced (RON MIL)	Size Borrowed (RON MIL)	Tenor Rem. mat. (yrs)	Yield (%)
02/12/2019	200.00	188.20	14.86	5.07
03/12/2019	30.00	0.00	14.86	-
02/12/2019	500.00	460.00	2.68	3.78
03/12/2019	75.00	0.00	2.68	-
05/12/2019	500.00	1,160.00	3.80	4.07
06/12/2019	75.00	75.00	3.80	-
05/12/2019	500.00	0.00	0.54	-
09/12/2019	500.00	832.80	9.18	4.67
10/12/2019	75.00	75.00	9.18	-
12/12/2019	500.00	500.00	3.78	4.12
13/12/2019	75.00	75.00	3.78	-
16/12/2019	500.00	0.00	11.78	-
17/12/2019	75.00	0.00	11.78	-
18/12/2019	200.00	-	1.19	-
18/12/2019	200.00	-	5.36	-
19/12/2019	800.00	-	4.49	-
20/12/2019	120.00	-	4.49	-
19/12/2019	500.00	-	1.00	-
23/12/2019	800.00	-	6.32	-
24/12/2019	120.00	-	6.32	-
Total RON	5,945.00	3,366.00	-	-
Total EUR	400.00	0.00	-	-

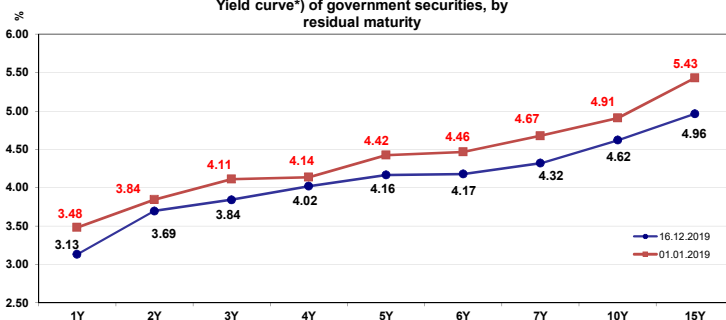
Non-resident holdings of government securities on domestic market (RON and EUR denominated, end October 2019 (€ mil.))				
Date	Total, o/w	Issued on short term (%)	Issued on medium and long term	Share in total issuances on domestic market (%)
31.12.2014	5,136.1	196.0	4,940.1	20.3%
31.12.2015	4,603.5	15.3	4,588.2	17.6%
31.12.2016	4,936.3	94.2	4,842.1	17.6%
30.12.2017	5,125.1	68.7	5,056.4	17.2%
31.12.2018	6,918.6	6.6	6,912.1	20.2%
31.10.2019	6,518.8	2.6	6,516.3	18.3%

Holdings of government securities denominated in RON/EUR, in October 2019				
Category	Outstanding (mln Ron)	(%) total	Outstanding (mln Eur)	(%) total
1. Banking System	69,566.1	-	1,567.1	70.2%
2. Central Depository	115.5	43.8%	-	-
3. Clients holdings (non residents*)	89,410.2	56.2%	666.7	29.8%
residents, o/w:	30,071.9	18.9%	200.6	9.0%
private pension funds	59,338.3	37.3%	466.1	20.9%
Total	159,091.8	100.0%	2,233.8	100.0%

\*) includes government securities held by Clearstream

Yield curve\*) of government securities, by residual maturity



\*) bid secondary market, 16<sup>th</sup> of December 2019 vs 1<sup>st</sup> of January 2019

Outstanding government securities issued on domestic market up-to-date (by residual maturity)

