



MONTHLY REPORT
May 31-st, 2021

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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 MoF, 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

- Borrowing requirement 2021

	2020**)		2021**)	
	RON mil.	% of GDP	RON mil.	% of GDP
Financing needs, o/w:	149.189,2	14,1%	130.828,8	11,4%
1. Deficit of general consolidated budget	101.798,7	9,6%	79.962,9	7,0%
2. Principal repayments*, o/w:	47.390,5	4,5%	50.865,9	4,5%
- refinancing of government securities issued on domestic	33.569,4		47.434,8	
- refinancing of eurobonds	9.674,2		0,0	
- principal repayments on external loans:	1.945,0		1.756,2	
- principal repayments on local loans	2.201,9		1.674,9	
* debt repaid from budget				
GDP: for 2021 according to NCSF release from April 2021, for 2020 according to NIS release no. 86/ 08.04.2021	GDP	1.055.548,8	1.142.855,0	

**)- for 2020 financing needs were updated according to the data published by the MoF on the execution of the consolidated general budget deficit on 31 December 2020
 - for 2021, the financing needs were updated once the report is drafted.
 - the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

- Actual borrowing as of the 31-st of May (RON mil.)

Total reimbursable financing 53.267,4 RON mil.
 o/w:

MFP	By Instrument	by Currency	by Market	
			Domestic	External
	T-Bills (RON)	2.992,3 RON	27.508,4	35.460,1
	T-Bonds denominated in RON	21.755,2 EUR	25.413,8	17.462,1
	Retail bonds in RON and EUR	3.452,3		
	T-Bonds denominated in EURO*	7.260,3		
	Eurobonds*	17.220,0 USD	0,0	
	FX loans*	242,1		
	total	52.922,2	52.922,2	52.922,2
Local governments		345,2		

Ratio of covering of financing needs: 40,7%

*Average exchange rates EUR/ RON 4,32

II. Public debt stock and changes in stock

1. Public debt evolution

Outstanding of public debt	December, 2020		May 2021		change	
	RON mil.	% of total	RON mil.	% din total	RON mil.	% of total
	591.469,9		617.471,5			
a) by type of sector						
Government public debt	591.469,9	100,0%	617.471,5	100,0%	26.001,6	4,4%
Local public debt	573.986,6	97,0%	600.341,7	97,2%	26.355,1	4,6%
	17.483,3	3,0%	17.129,8	2,8%	-353,5	-2,0%
b) by type of debt	591.469,9	100,0%	617.471,5	100,0%	26.001,6	4,4%
Direct public debt	557.971,1	94,3%	583.511,8	94,5%	25.540,7	4,6%
Guaranteed public debt	33.498,8	5,7%	33.959,7	5,5%	460,9	1,4%
c) by the residence of creditor	591.469,9	100,0%	617.471,5	100,0%	26.001,6	4,4%
External	255.916,7	43,3%	267.430,1	43,3%	11.513,4	4,5%
Domestic	335.553,2	56,7%	350.041,4	56,7%	14.488,2	4,3%
Total public debt	591.469,9		617.471,5		26.001,6	4,4%
Outstanding of Public debt /GDP	56,0%		54,0%		-2,0%	

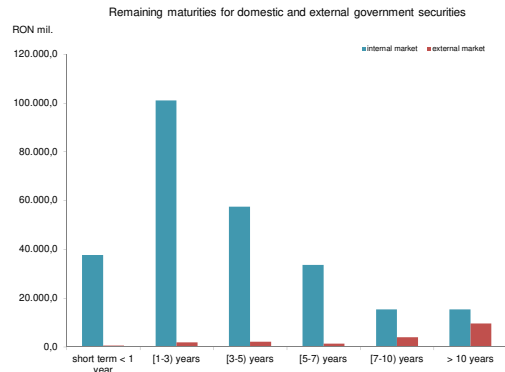
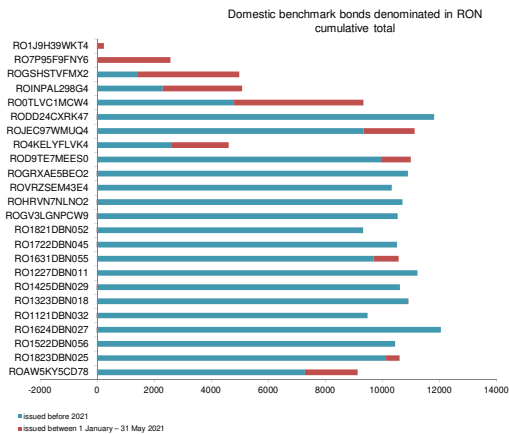
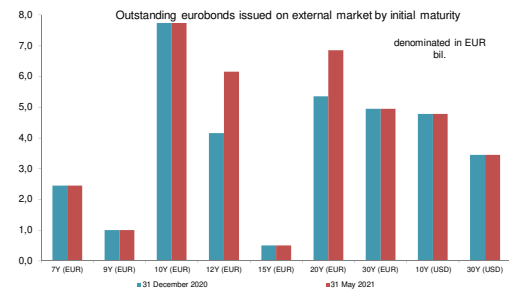
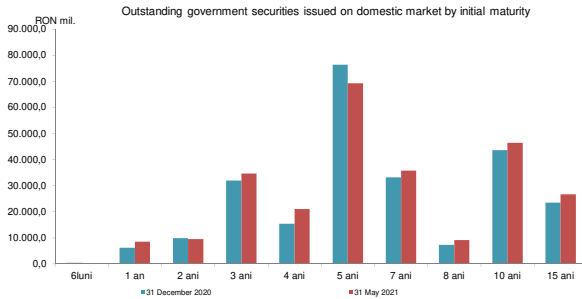
GDP: for 2021 according to NCSF release from April 2021, for 2020 according to NIS release no. 86/ 08.04.2021
 1.055.548,8 1.142.855,0
 - the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

2. Government public debt evolution

	December 2020	May 2021	change	
	RON mil.	RON mil.	RON mil.	%
Total government public debt, o/w	573.986,6	600.341,7	26.355,1	-4,6%
1. After the market issuance				
External, o/w:	231.168,2	250.366,4	19.198,2	8,3%
By instruments				
Eurobonds	177.538,9	196.886,9	19.348,0	10,9%
loans	53.629,3	53.479,6	-149,7	-0,3%
By currency				
RON	18,8	9,4	-9,4	-50,1%
USD	39.987,1	40.618,3	631,2	1,6%
EURO	189.402,2	208.098,8	18.696,6	9,9%
others	1.760,1	1.639,9	-120,2	-6,8%
By creditor				
multilateral	51.279,1	51.105,8	-173,3	-0,3%
bilateral	78,2	75,2	-3,0	-3,8%
private banks and others	179.810,9	199.185,4	19.374,5	10,8%
By interest rate				
fixed	216.131,7	235.407,5	19.275,8	8,9%
floating	15.036,5	14.959,0	-77,5	-0,5%
Domestic, o/w:	342.818,4	349.975,3	7.156,8	2,1%
By instruments				
T-bills	5.498,2	5.869,4	371,1	6,8%
Bonds	232.138,4	241.861,3	9.722,9	4,2%
Retail bonds issued under the Program TEZAUR	10.258,8	13.281,4	3.022,6	29,5%
loans	30.349,1	30.908,6	559,5	1,8%
others	64.573,9	58.054,7	-6.519,3	-10,1%
By currency				
RON	308.557,5	318.078,3	9.520,8	3,1%
USD	10,3	10,5	0,2	1,7%
EURO	34.250,5	31.886,5	-2.364,0	-6,9%
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	342.818,4	349.975,3	7.156,8	2,1%
By interest rate				
fixed	242.397,1	255.142,6	12.745,5	5,3%
floating	100.421,3	94.832,6	-5.588,6	-5,6%
2. After residence of the creditor				
External	235.869,3	253.738,1	17.868,8	7,6%
Domestic	338.117,3	346.603,6	8.486,3	2,5%
Government public debt /GDP	54,4%	52,5%	-1,8%	
GDP (mln RON)	1.055.548,8	1.142.855,0		

- the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

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 May 2021 is 3,7 years and 12,8 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 (RON mil.)	(%) total
1. Banking system	125.701,3	50,7%
2. Central Depository	104,0	0,0%
3. Clients holdings:	121.892,9	49,2%
non residents *)	44.204,3	17,8%
residents, o/w:	77.688,6	31,4%
private pension funds	45.998,8	18,6%
Total	247.698,2	100,0%

*) includes government securities held by Clearstream and Euroclear

Holdings of government securities denominated in RON issued on domestic market

Category	Available at nominal value (RON mil.)	(%) total
1. Banking system	106.731,7	47,7%
2. Central Depository	104,0	0,0%
3. Clients holdings:	117.161,1	52,3%
non residents *)	40.620,7	18,1%
residents, o/w:	76.540,4	34,2%
private pension funds	45.911,0	20,5%
Total	223.996,8	100,0%

*) includes government securities held by Clearstream and Euroclear

Holdings of government securities denominated in EUR issued on domestic market

Category	Available at nominal value (EUR mil.)	(%) total
1. Banking system	3.855,8	80,0%
3. Clients holdings:	961,8	20,0%
non residents *)	728,4	15,1%
residents, o/w:	233,4	4,8%
private pension funds	17,9	0,4%
Total	4.817,6	100,0%

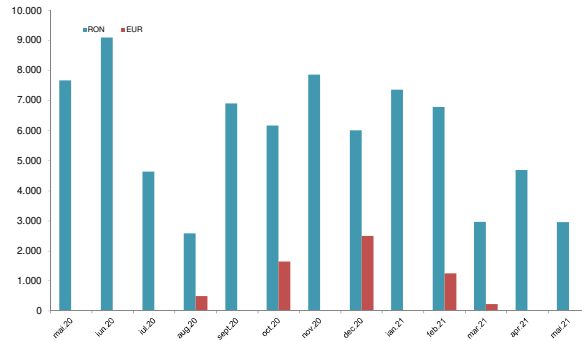
*) includes government securities held by Clearstream and Euroclear

III. Primary and secondary market of government securities

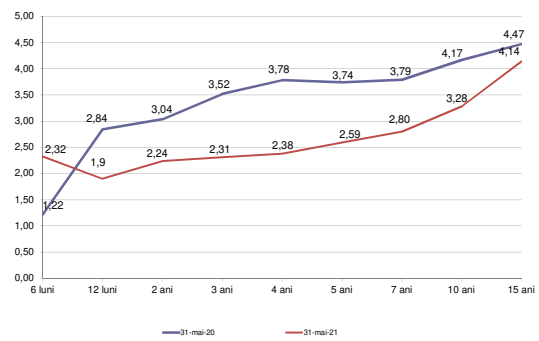
1. Primary market of government securities

RON mil.

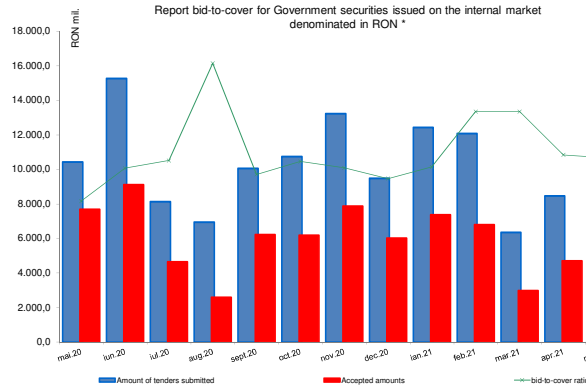
Government securities issued on domestic market between May 2020 and May 2021



(%) Yield curve for government securities issued on domestic market in RON

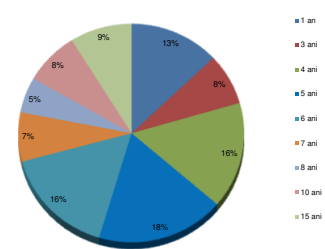


Report bid-to-cover for Government securities issued on the internal market denominated in RON *



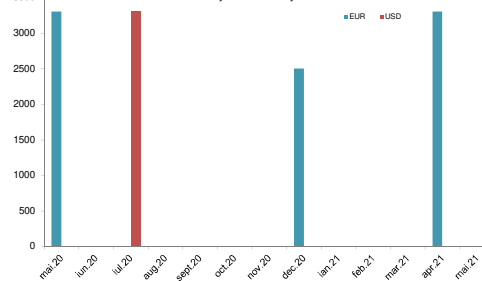
*calculated as amount of bids submitted/accepted amounts

Government securities issued between January and May 2021 by initial maturity

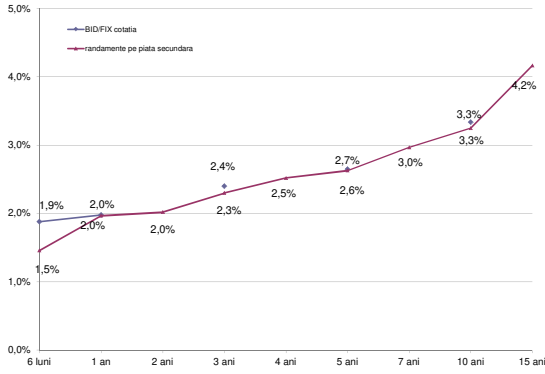


mil. of currency.

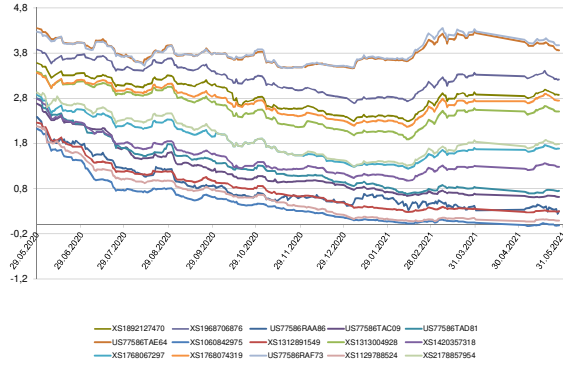
Eurobonds issued on external market between May 2020 and May 2021



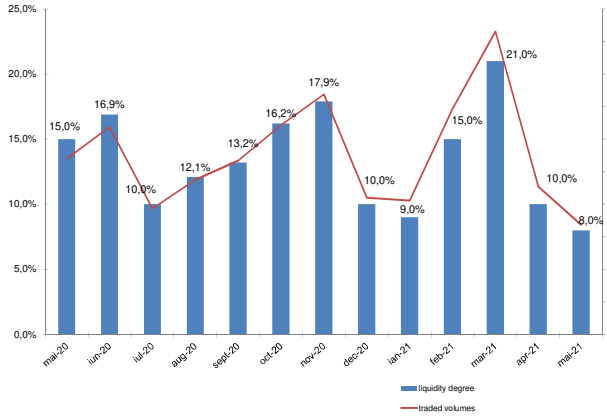
BID Fixing quotation vs yields by remaining maturity as of the 31-st of May 2021



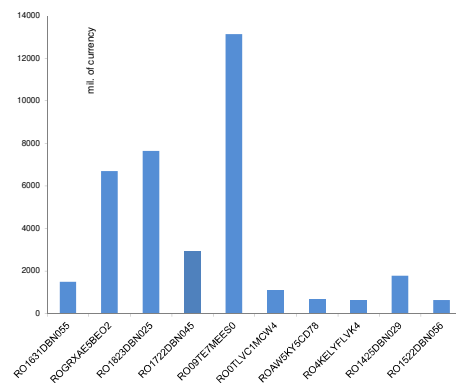
Eurobonds Yields



Liquidity degree*) of the government securities issued on domestic market traded between May 2020 and May 2021



The most traded government securities issued on domestic market in May 2021



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

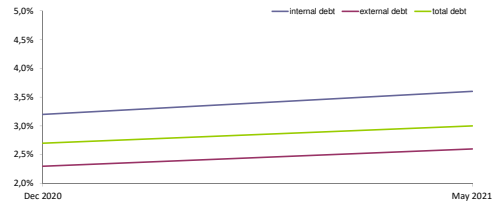
IV. Cost of the government public debt

Interest payments on government public debt*)

RON mil.	2021
domestic debt	2.689,5
external debt	4.166,6
total	6.856,1

*) includes payments on direct and guaranteed government debt between January to May 2021

Average cost of government public debt*)

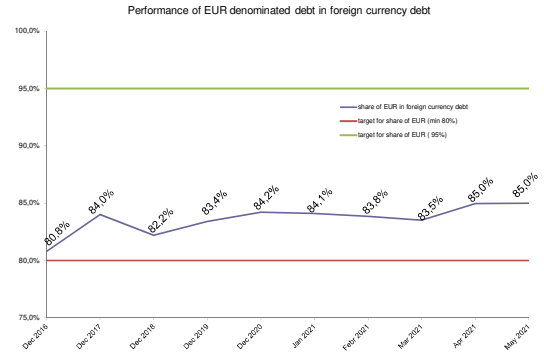
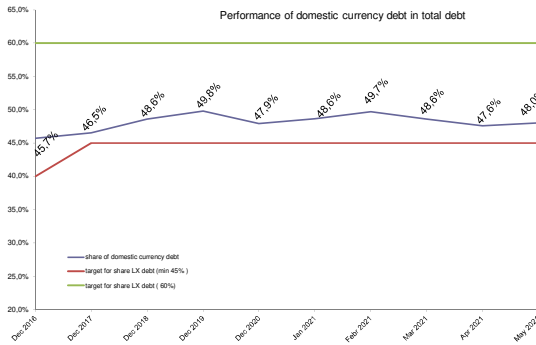
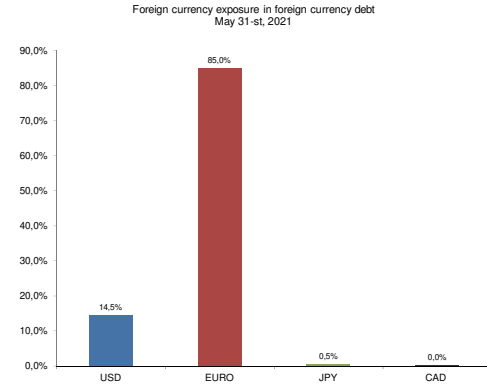
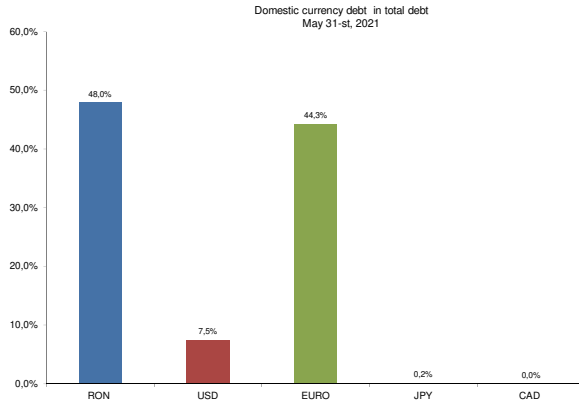


*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock of the government public debt at the end of May 2021

V. Implementation of DMS on medium term

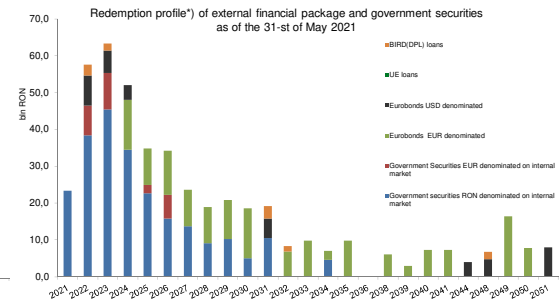
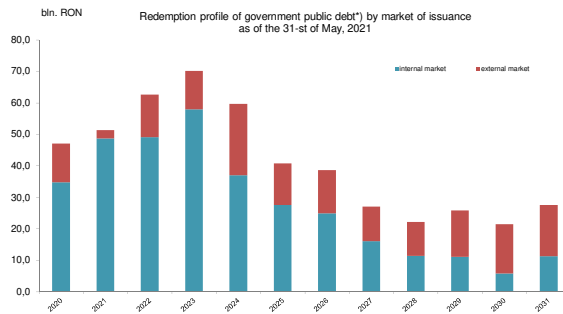
The revised Government Debt Management Strategy for the period 2021-2023 was approved by the Government in May 2021, proposing indicative targets for managing the financial risks associated with the government debt portfolio. On the medium term, risk indicators fall within the indicative targets of the Strategy. According to the Strategy, the limit mentioned as minimum or maximum cannot be exceeded during the period covered by the strategy (hard bound), while the other limit represents the limit to which it is stretched and which can be exceeded (soft bound).

1. Currency risk *)

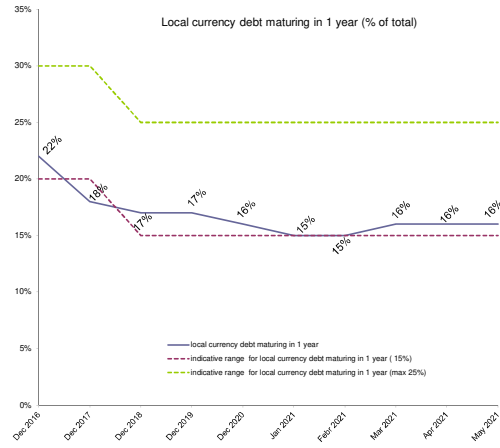
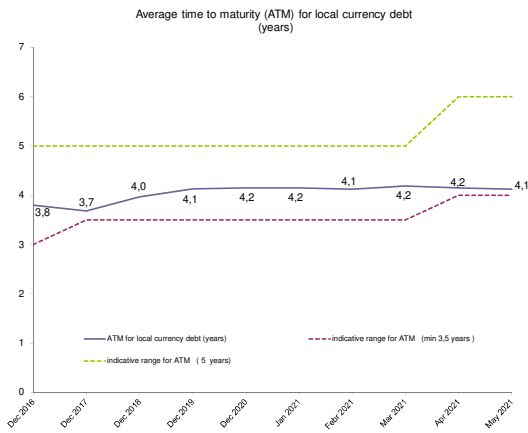
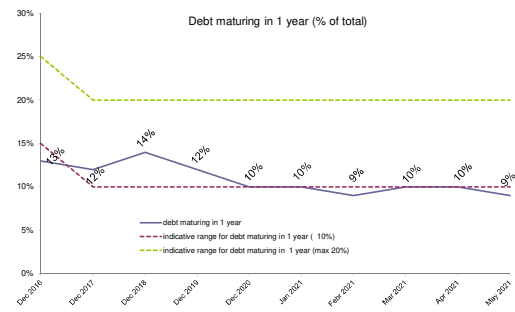
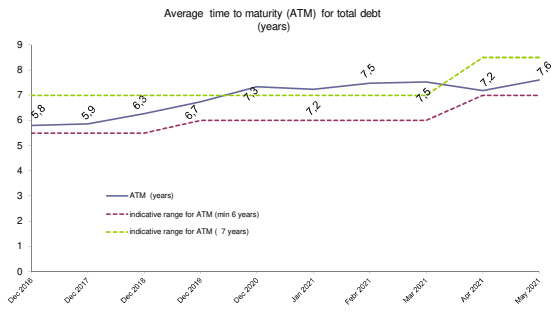


*) the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

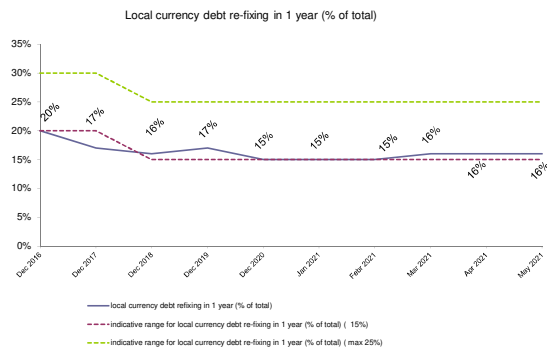
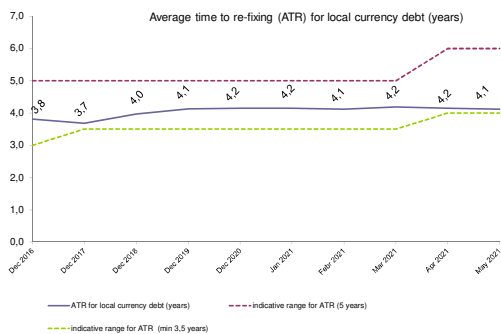
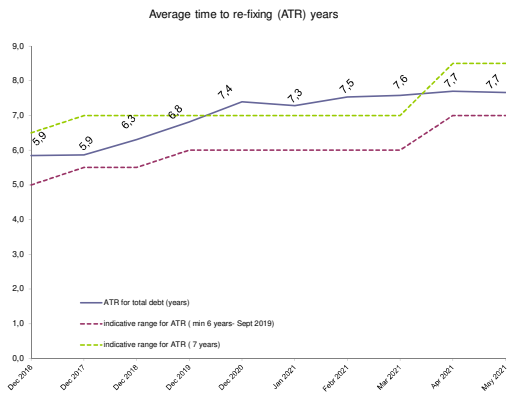
2. Refinancing risk



*) based on contracted debt at the end of May 2021



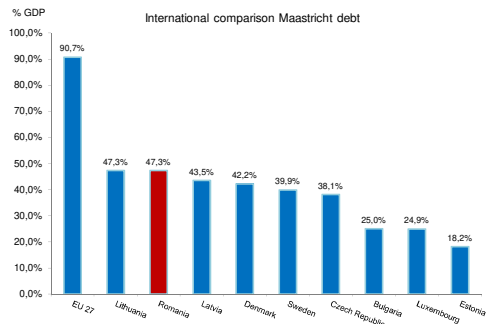
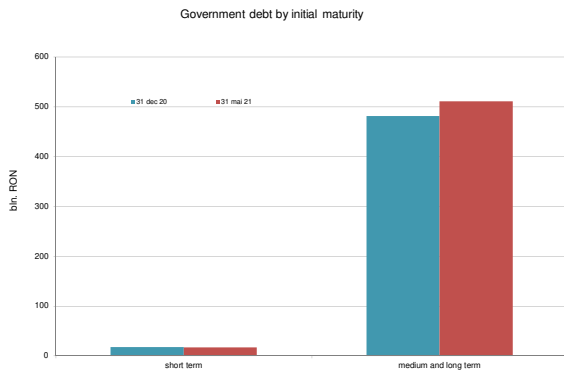
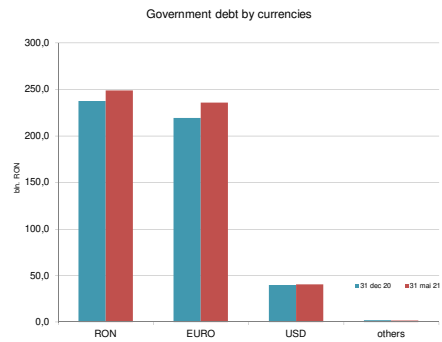
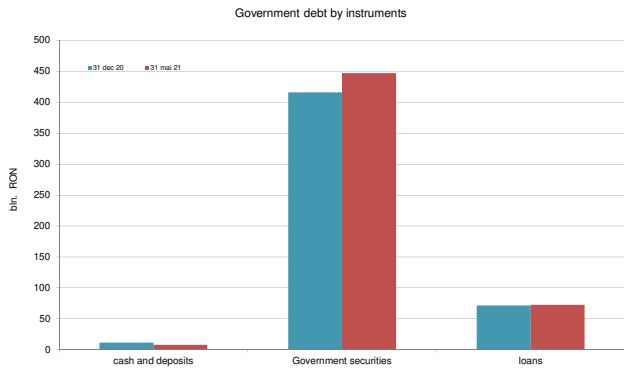
3. Interest rate risk



B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2020		May, 2021**)		change	
	RON million	% of total	RON mil.	% din total	mil. RON	% din total
General government debt *)	499.152,9	47,3%	527.496,5	49,7%	28.343,6	5,7%
	%GDP					2,4%
A o/w:						
Central government debt	483.221,4	96,8%	511.759,6	97,0%	28.538,2	5,9%
Local government debt	15.931,5	3,2%	15.736,9	3,0%	-194,6	-1,2%
B o/w:						
General domestic government debt	244.928,4	49,1%	261.383,4	49,6%	16.455,0	6,7%
General external government debt	254.224,5	50,9%	266.113,1	50,4%	11.888,6	4,7%

*) according to EU methodology, the debt to GDP ratio was calculated taking into consideration the sum of GDP for the four last quarters.
 **) GDP calculated according NIS press release no. 141 /08.06.2021
 Note: the difference in absolute value / percentage is due to the rounding of the calculation formula in excel



At the end of 2020 government debt represented 47,3% of GDP, well below the level registered in the EU-27 (90,7% of GDP), and the Euro Zone (98% of GDP) (according to Eurostat news release no.48/2021 - April 22nd, 2021).