PUBLIC DEBT BULLETIN

May 2010

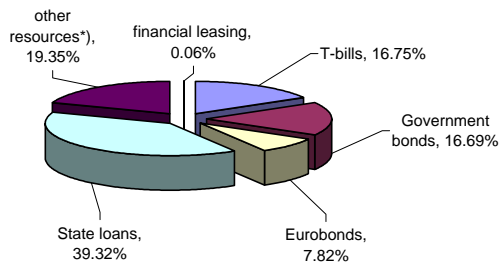| A. Public Debt*		
Public debt composition (RON mln)		
	31 december 2009**	31 May 2010***
Outstanding public debt	**147,329.1**	**178,347.0**
% GDP	**29.99%**	**34.94%**
out of which:		
A. Government public debt	92.65%	94.03%
Local public debt	7.35%	5.97%
B. Government direct debt	92.76%	92.26%
Government guaranteed debt	7.24%	7.74%
B. Negotiable	40.50%	41.20%
Non-negotiable	59.50%	58.80%
C. RON	47.50%	47.66%
EURO	41.11%	38.82%
other currencies	11.39%	13.52%

GDP: for 2009 RON 491.273,7 mln and for 2010 RON 510.449 mln

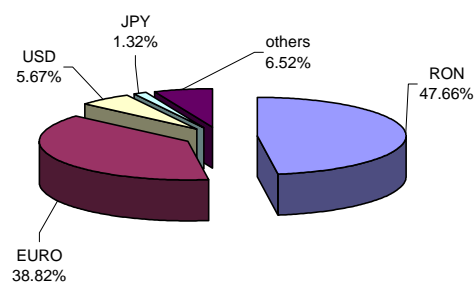* including the state and local authorities guaranteed debt according to EOG 64/2007

** according to General account of Public debt.

*** revisable data

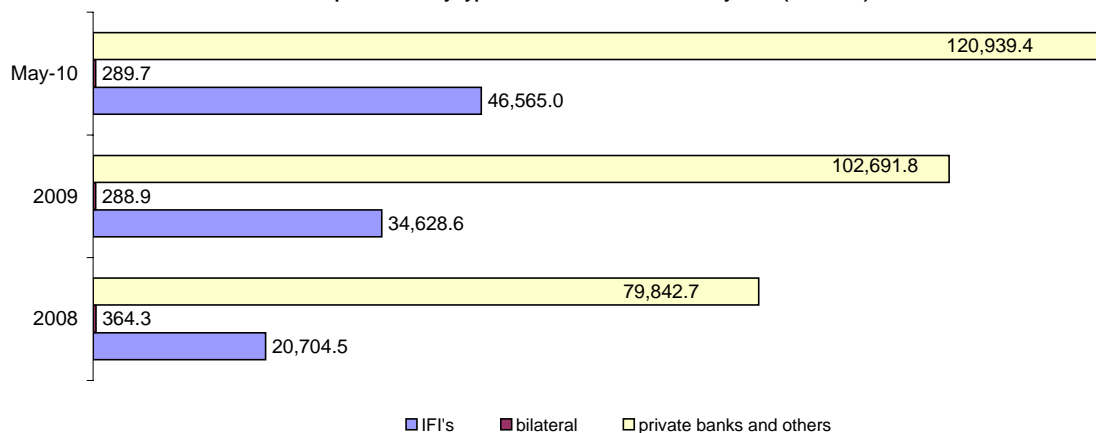**Government public debt by type of holders at the end of May 2010**

other resources*), 19.35%
financial leasing, 0.06%
T-bills, 16.75%
Government bonds, 16.69%
State loans, 39.32%
Eurobonds, 7.82%

Government public debt by currencies at the end of May 2010

JPY 1.32%
USD 5.67%
others 6.52%
RON 47.66%
EURO 38.82%

*) loans from the availabilities of the Treasury General Accounts

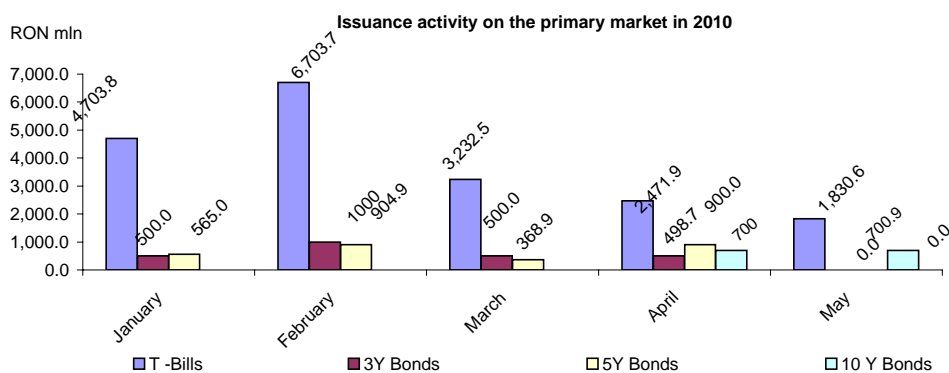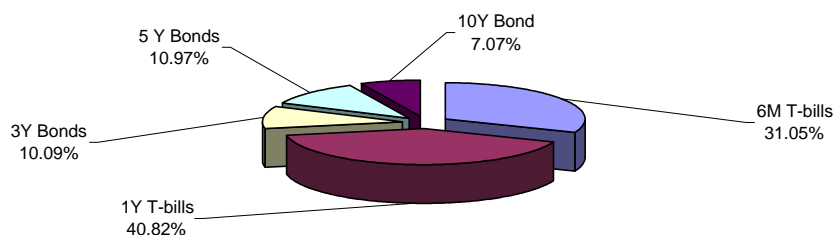**Government public debt by type of holders at the end of May 2010 (Ron mln.)**

May-10
120,939.4
289.7
46,565.0

2009
102,691.8
288.9
34,628.6

2008
79,842.7
364.3
20,704.5

IFI's   bilateral   private banks and others

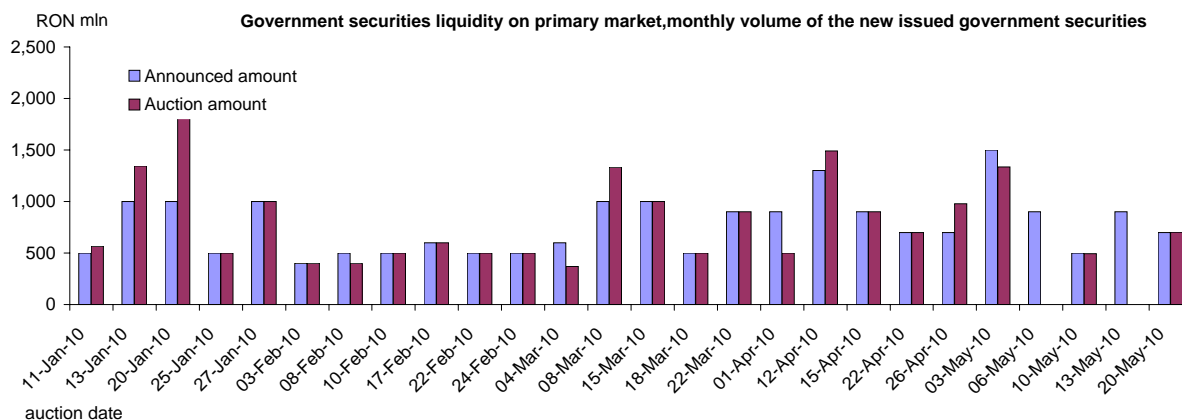| B. New government loans between 1 January - 31 May 2010	

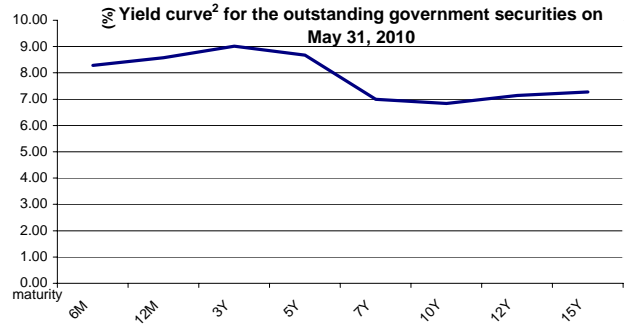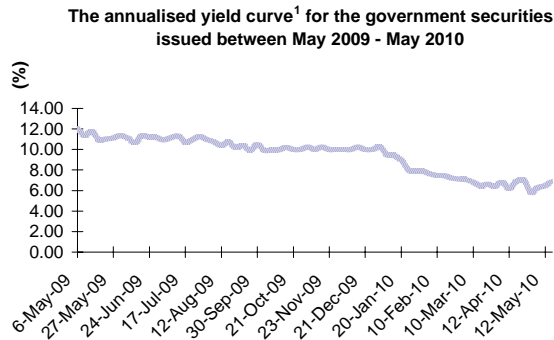| The structure of loans contracted between 1 January 2010 - 31 May 2010	
government securities issued on domestic market	19,812.2
cash management instruments*	0.0
state loans, out of which:	7,484.5
- contracted directly	4,162.3
- state guaranteed	3,322.2
TOTAL	**27,296.6**

*) cash management instruments contracted on short term, at 31 May 2010

Government securities by initial maturity issued between 1 January - 31 May 2010

5 Y Bonds 10.97%
10Y Bond 7.07%
3Y Bonds 10.09%
6M T-bills 31.05%
1Y T-bills 40.82%

Issuance activity on the primary market in 2010

RON mln

	January	February	March	April	May
T-Bills	4,703.8	6,703.7	3,232.5	2,471.9	1,830.6
3Y Bonds	500.0	1000	500.0	498.7	0.0
5Y Bonds	565.0	904.9	368.9	900.0	700.9
10 Y Bonds				700	0.0

■ T -Bills   ■ 3Y Bonds   □ 5Y Bonds   □ 10 Y Bonds

C. Primary and secondary market	

Government securities liquidity on primary market, monthly volume of the new issued government securities

RON mln

■ Announced amount
■ Auction amount

auction date

The annualised yield curve[1] for the government securities issued between May 2009 - May 2010

(%)

**(%) Yield curve[2] for the outstanding government securities on May 31, 2010**

maturity

*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*

2.the yield curve is calculated based on the average yields for the outstanding governmnet securities

Inflation and interest rates for 12M T-bills for May 2009 - May 2010
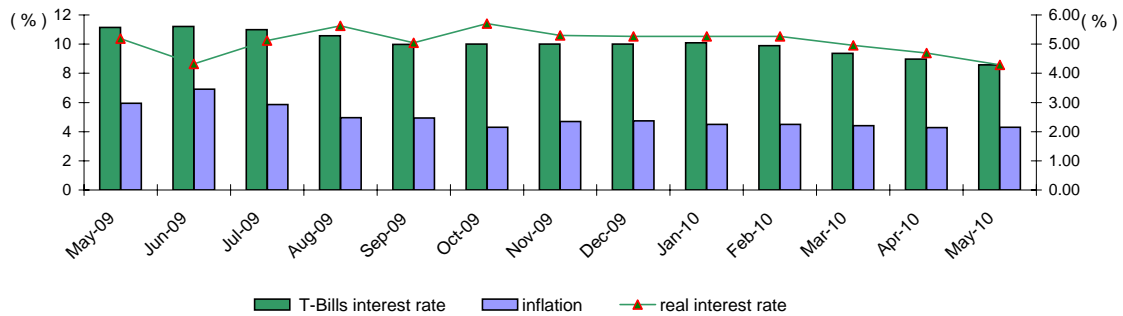
Note : The monthly real interest rate is calculated as the difference between 12 M T-bills interest rate and inflation rate.
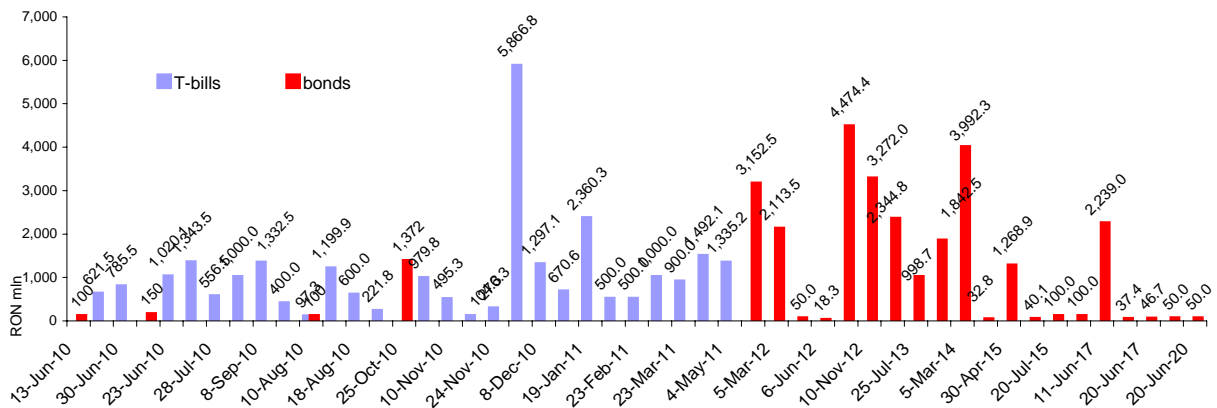
Remaining maturity of the government securities *

	31-Dec-09	%	31-May-10	% în total
Total amount	46,134.0	100.00%	55,660	100.00%
out of wich:				
short term (<1an)	25,350.0	54.95%	29,386	52.80%
medium term (1-5 Y)	19,489.0	42.24%	23,611	42.42%
long term (>5ani)	1,295.0	2.81%	2,663	4.78%

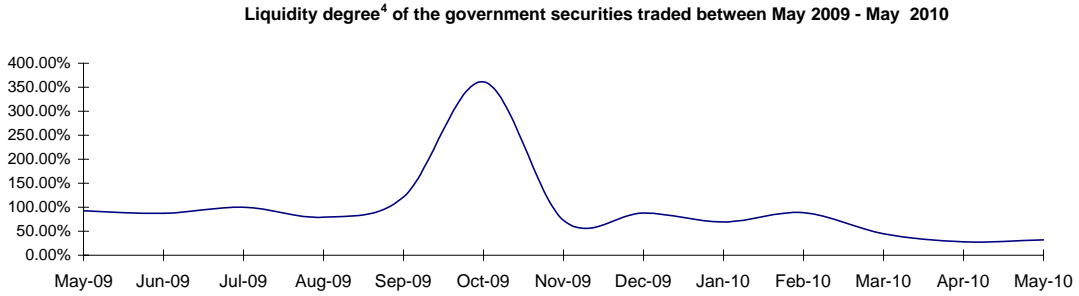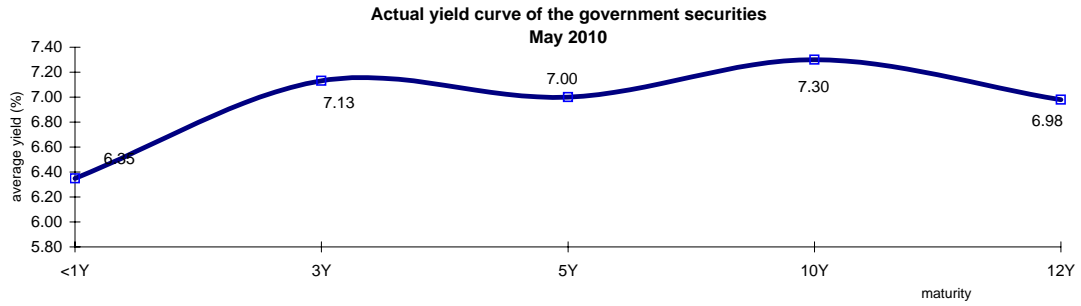* does not include eurobonds

Weighted average value of the remaining maturity for T-bills and bonds is at the end of May 2010: 1,7 years

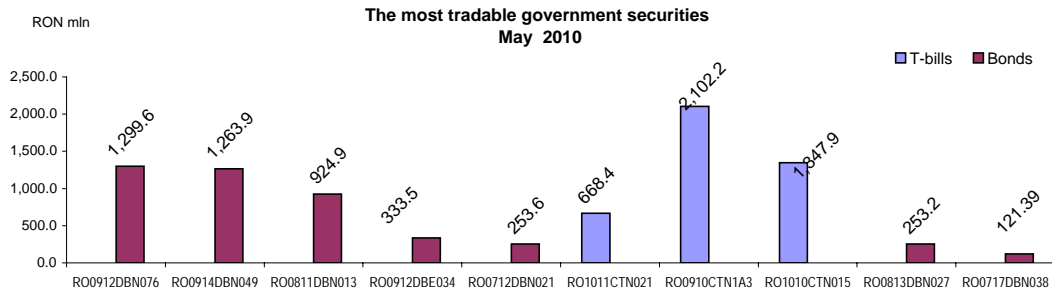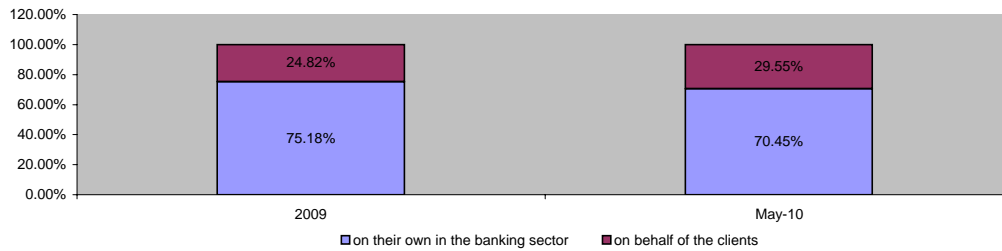**Redemtion schedule of the outstanding government securities at the end of May 2010**

Note: does not include eurobonds

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II. Secondary market

Actual yield curve of the government securities
May 2010

average yield (%)

7.40
7.20
7.00
6.80
6.60
6.40
6.20
6.00
5.80

6.35   7.13   7.00   7.30   6.98

<1Y   3Y   5Y   10Y   12Y

maturity

Liquidity degree[4] of the government securities traded between May 2009 - May 2010

400.00%
350.00%
300.00%
250.00%
200.00%
150.00%
100.00%
50.00%
0.00%

May-09 Jun-09 Jul-09 Aug-09 Sep-09 Oct-09 Nov-09 Dec-09 Jan-10 Feb-10 Mar-10 Apr-10 May-10
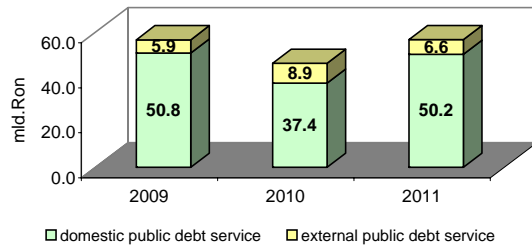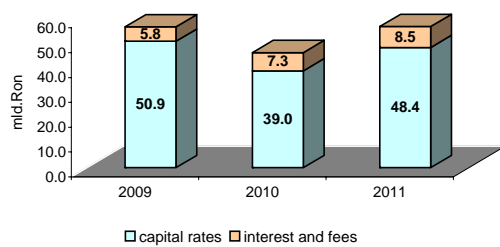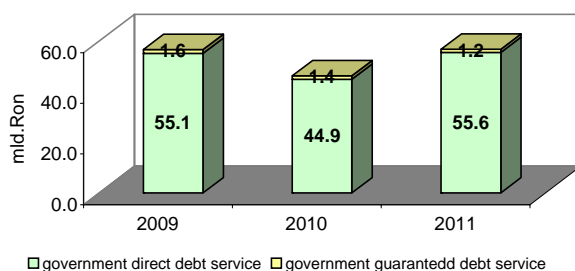
4. liquidity degree is calculated as report between the total volume of the monthly transactions and
the total volume of the government securities

**Holders of government securities on domestic market**

120.00%
100.00%
80.00%
60.00%
40.00%
20.00%
0.00%

24.82%   29.55%

75.18%   70.45%

2009   May-10

□ on their own in the banking sector   ■ on behalf of the clients

The most tradable government securities
May 2010

RON mln

■ T-bills   ■ Bonds

2,500.0
2,000.0
1,500.0
1,000.0
500.0
0.0

1,299.6   1,263.9   924.9   333.5   253.6   668.4   2,102.2   1,347.9   253.2   121.39

RO0912DBN076 RO0914DBN049 RO0811DBN013 RO0912DBE034 RO0712DBN021 RO1011CTN021 RO0910CTN1A3 RO1010CTN015 RO0813DBN027 RO0717DBN038

D. Government debt service*)

mld.Ron

60.0
50.0
40.0
30.0
20.0
10.0
0.0

5.8   7.3   8.5

50.9   39.0   48.4

2009   2010   2011

□ capital rates   □ interest and fees

mld.Ron

60.0
40.0
20.0
0.0

5.9   8.9   6.6

50.8   37.4   50.2

2009   2010   2011

□ domestic public debt service   □ external public debt service

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government direct debt service   government guarantedd debt service

*) Projection includes the debt service for new debt (domestic and external,includes external financing package with IMF, EC and IBRD)
to be issued for financing the deficits of next years and refinancing of public debt.

E. Financing of the budget deficit
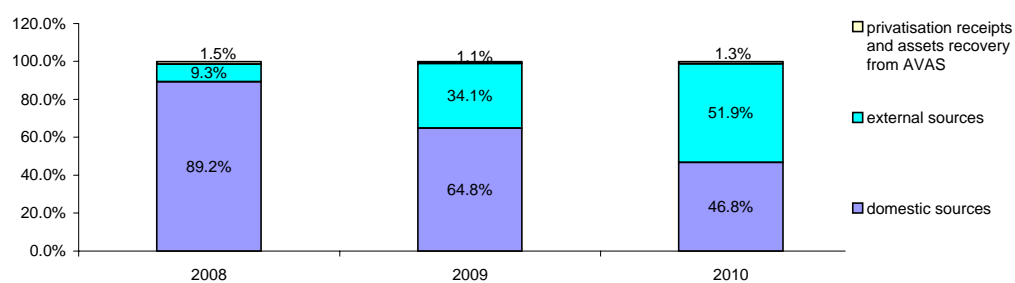
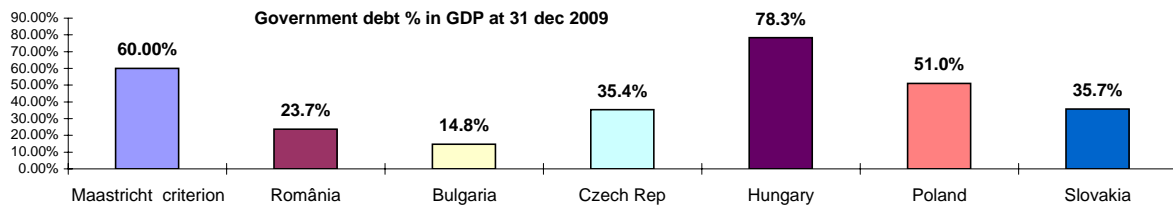## F. Government debt according ESA 95 methodology   % in GDP
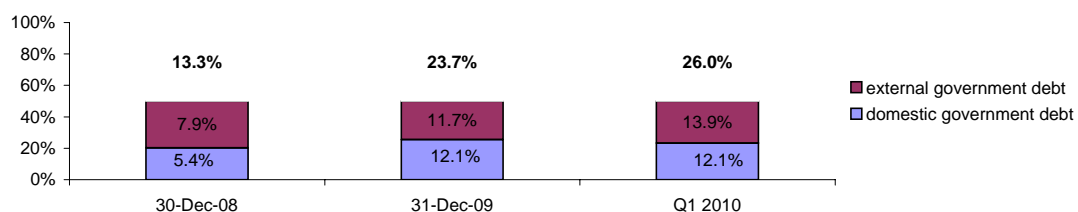
G. Evolution of government debt according ESA 95 methodology

	2008	2009	Q1 2010
			mln RON
General Government*	68,532.2	116,526.4	132,703.3
Central Government	69,674.1	113,916.8	131,910.1
Local Government	9,511.7	11,310.3	11,297.1
Social Security Funds	2,273.5	2,714.3	6,146.5

*) the consolidation is made within each sub-sector but not between sub-sectors.

G. International comparisons*

Government debt % in GDP at 31 dec 2009

Maastricht criterion	România	Bulgaria	Czech Rep	Hungary	Poland	Slovakia
60.00%	23.7%	14.8%	35.4%	78.3%	51.0%	35.7%

*)according to the EU methodology (ESA 95)