



MONTHLY REPORT
October 31-st, 2020

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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

- Borrowing requirement 2020

	2019		2020**)	
	RON mil.	% of GDP	RON mil.	% of GDP
Financing needs, o/w:	91.416,0	8,63%	143.535,1	13,7%
1. Deficit of general consolidated budget	48.300,2	4,56%	96.058,3	9,1%
2. Principal repayments*, o/w:	43.115,8	4,07%	47.476,8	4,5%
- refinancing of government securities issued on domestic	27.415,1		33.520,8	
- refinancing of eurobonds	7.117,5		9.680,0	
- principal repayments on external loans:	6.933,0		1.921,0	
- principal repayments on local loans	1.650,2		2.355,0	
*) debt repaid from budget				
GDP, according to NCSF release from November 2020				
	GDP	1.059.803,2	1.050.500,0	
**) financing needs updated according to budgetary adjustments from November 2020				
- 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 October (RON mil.)

Total reimbursable financing		126.491,0 RON mil.				
o/w:						
	By Instrument	by Currency	by Market			
MFP	T-Bills(ROM and EUR)	6.611,3	RON	62.542,4	Domestic	74.452,0
	T-Bonds denominated in RON	54.045,9	EUR	47.159,4	External	49.805,1
	Retail bonds (in RON and EUR)	3.426,2				
	T-Bonds denominated in EURO*	10.368,6				
	Eurobonds*	45.144,0	USD	14.652,0		
	FX loans*	4.661,1				
	total	124.257,1		124.353,8		124.257,1
Local governments					2.233,9	

Ratio of covering of financing needs: 88,1%

*Average exchange rates EUR/ RON 4.84 and USD/ RON 4.44

II. Public debt stock and changes in stock

1. Public debt evolution

	December, 2019		October 2020		change	
	RON mil.	% of total	RON mil.	% din total	RON mil.	% of total
Outstanding of public debt	449.015,0		542.531,9			
o/w						
a) by type of sector	449.015,0	100,0%	542.531,9	100,0%	93.516,9	20,8%
Government public debt	432.480,7	96,3%	526.323,8	97,0%	93.843,1	21,7%
Local public debt	16.534,3	3,7%	16.208,2	3,0%	-326,1	-2,0%
b) by type of debt	449.015,0	100,0%	542.531,9	100,0%	93.516,9	20,8%
Direct public debt	429.821,1	95,7%	514.890,2	94,9%	85.069,1	19,8%
Guaranteed public debt	19.193,9	4,3%	27.641,8	5,1%	8.447,9	44,0%
c) by the residence of creditor	449.015,0	100,0%	542.531,9	100,0%	93.516,9	20,8%
External	173.886,4	38,7%	229.231,8	42,3%	55.345,3	31,8%
Domestic	275.128,6	61,3%	313.300,1	57,7%	38.171,6	13,9%
Total public debt	449.015,0		542.531,9		93.516,9	20,8%
Outstanding of Public debt /GDP	42,4%		51,6%		9,3%	

GDP, according to NCSF release from November 2020

1.059.803,2

1.050.500,0

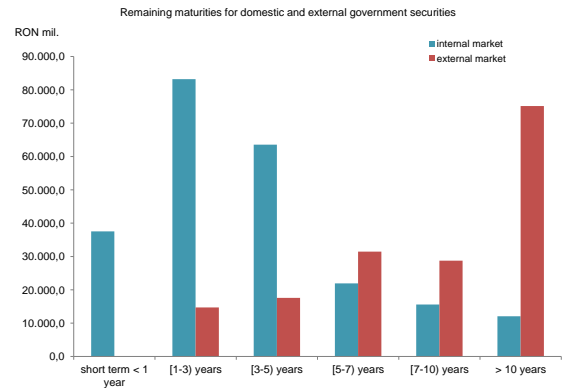
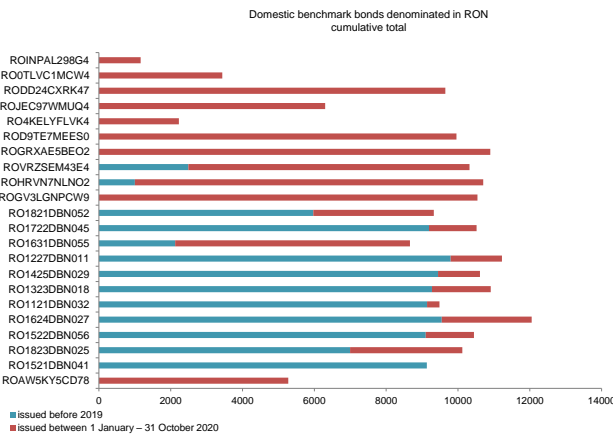
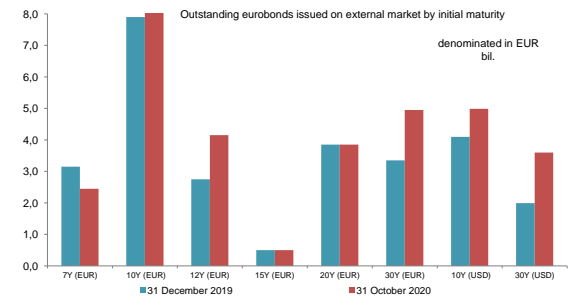
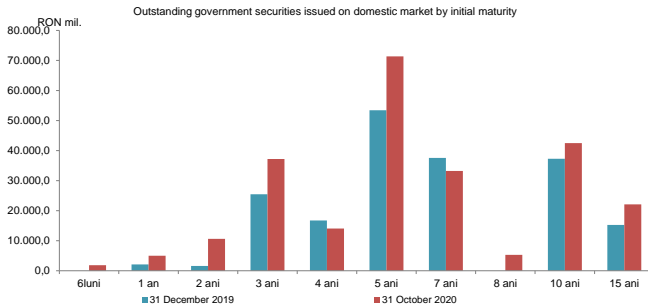
- the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

2. Government public debt evolution

	December, 2019	October 2020	change	
	RON mil.	RON mil.	RON mil.	%
Total government public debt, o/w	432.480,6	526.323,8	93.843,2	21,7%
1. After the market issuance				
External, o/w:	165.728,5	204.657,3	38.928,8	23,5%
By instruments				
Eurobonds	131.382,8	167.603,6	36.220,8	27,6%
loans	34.345,7	37.053,7	2.708,0	7,9%
By currency				
RON	37,5	23,5	-14,1	-37,5%
USD	29.122,9	42.134,4	13.011,6	44,7%
EURO	134.591,8	160.638,8	26.047,0	19,4%
others	1.976,4	1.860,7	-115,7	-5,9%
By creditor				
multilateral	33.779,3	36.553,5	2.774,2	8,2%
bilateral	74,4	83,0	8,6	11,6%
private banks and others	131.874,8	168.020,8	36.146,0	27,4%
By interest rate				
fixed	152.799,3	189.536,4	36.737,1	24,0%
floating	12.929,2	15.120,9	2.191,7	17,0%
Domestic, o/w:	266.752,1	321.666,4	54.914,3	20,6%
By instruments				
T-bills	1.660,5	6.264,9	4.604,4	277,3%
Bonds	182.760,0	219.596,5	36.836,5	20,2%
Retail bonds issued under the Program TEZAUR	5.240,5	8.176,0	2.935,5	
loans	17.737,7	26.364,2	8.626,5	48,6%
others	59.353,4	61.264,9	1.911,5	3,2%
By currency				
RON	245.153,7	290.508,9	45.355,2	18,5%
USD	11,1	10,9	-0,2	-2,0%
EURO	21.587,4	31.146,6	9.559,2	44,3%
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	266.752,2	321.666,4	54.914,2	20,6%
By interest rate				
fixed	188.000,6	227.772,4	39.771,8	21,2%
floating	78.751,6	93.894,0	15.142,4	19,2%
2. After residence of the creditor				
External	170.700,3	209.170,4	38.470,1	22,5%
Domestic	261.780,3	317.153,3	55.373,0	21,2%
Government public debt /GDP	40,8%	50,1%	9,3%	
GDP (min RON)	1.059.803,2	1.050.500,0		

- 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 October 2020 is 3,5 years and 13 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	109.086,7	48,3%
2. Central Depository	107,0	0,0%
3. Clients holdings:	116.643,2	51,6%
non residents *)	43.963,1	19,5%
residents, o/w:	72.680,2	32,2%
private pension funds	42.901,2	19,0%
Total	225.836,9	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	89.035,9	44,7%
2. Central Depository	107,0	0,0%
3. Clients holdings:	110.066,8	55,3%
non residents *)	38.823,6	19,5%
residents, o/w:	71.243,2	35,8%
private pension funds	42.720,5	21,4%
Total	199.209,8	100,0%

*) includes government securities held by Clearstream and Euroclear

Holdings of government securities denominated in EUR issued on domestic market

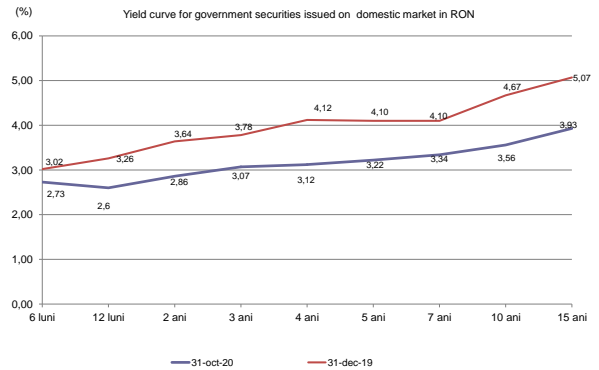
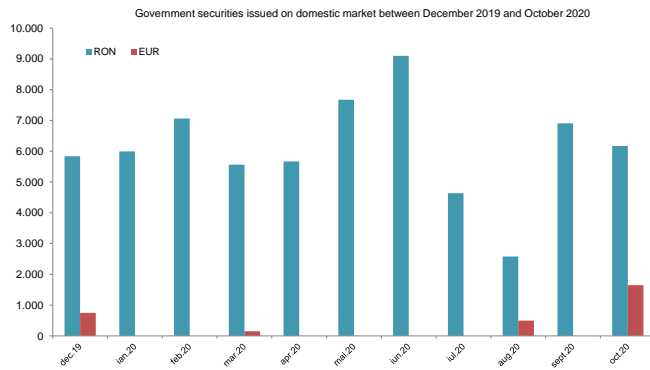
Category	Available at nominal value (EUR mil.)	(%) total
1. Banking system	4.113,6	75,3%
3. Clients holdings:	1.349,2	24,7%
non residents *)	1.054,4	19,3%
residents, o/w:	294,8	5,4%
private pension funds	37,1	0,7%
Total	5.462,8	100,0%

*) includes government securities held by Clearstream and Euroclear

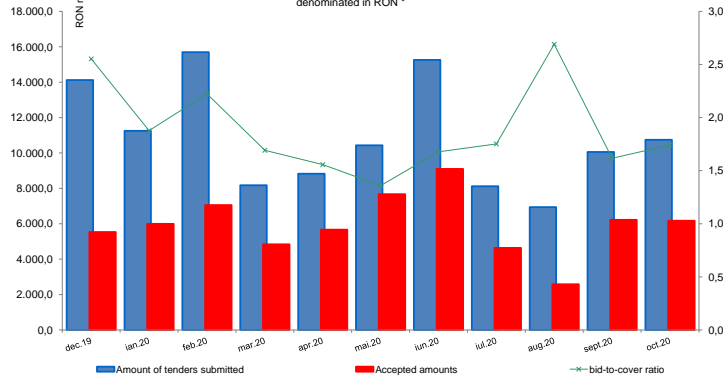
III. Primary and secondary market of government securities

1. Primary market of government securities

RON mil.

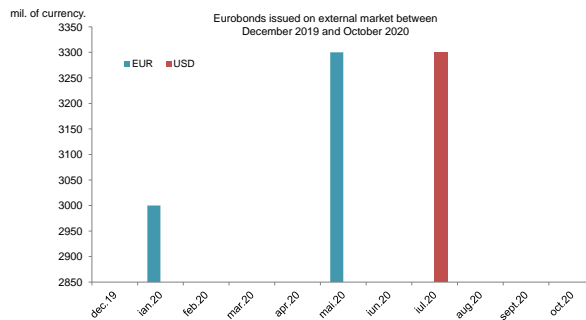
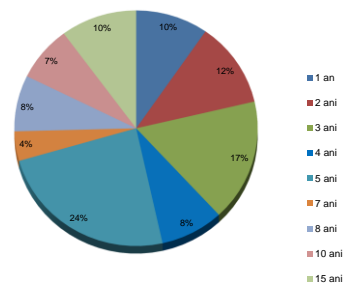


Report bid-to-cover for Government securities issued on the internal market denominated in RON *

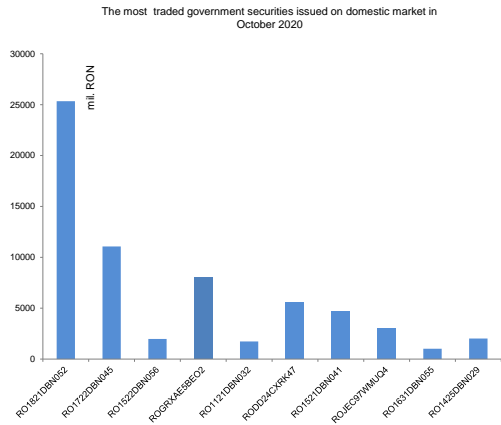
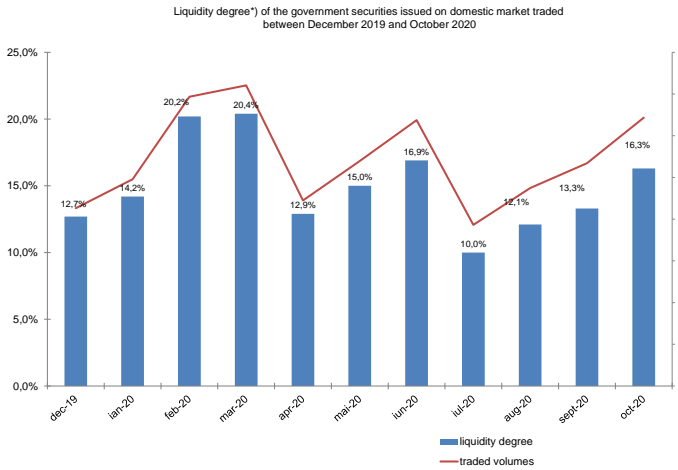
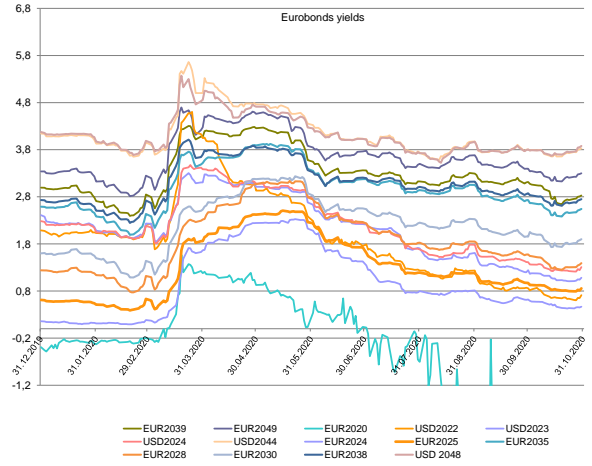
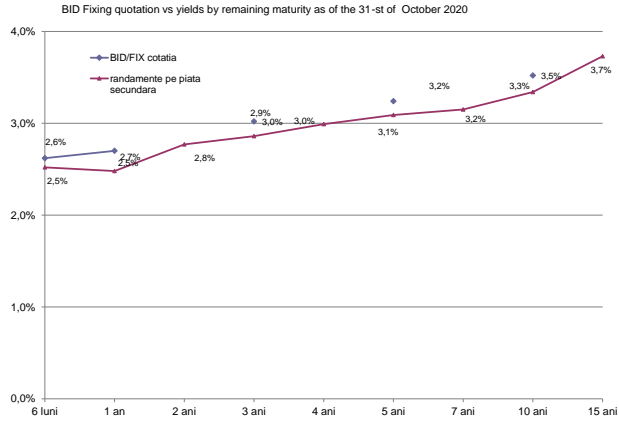


*calculated as amount of bids submitted/accepted amounts

Government securities issued between January 2020 and October 2020 by initial maturity



2. Secondary market of government securities



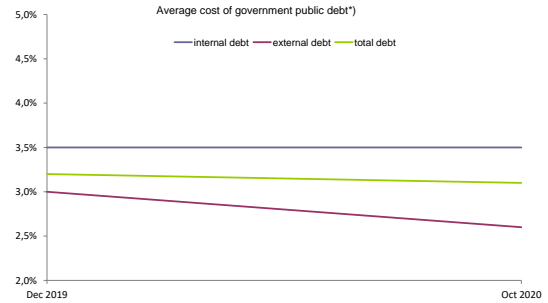
*) liquidity degree is calculated as ratio between the total volume of monthly transactions and the total volume of the government securities.

IV. Cost of the government public debt

Interest payments on government public debt*)

RON mil.	2020
domestic debt	8.000,8
external debt	5.485,7
total	13.486,5

*) includes payments on direct and guaranteed government debt from January to October 2020

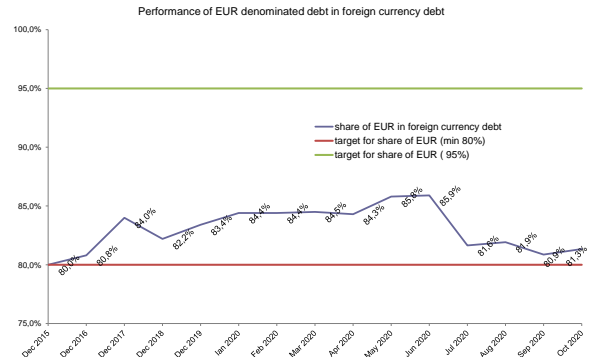
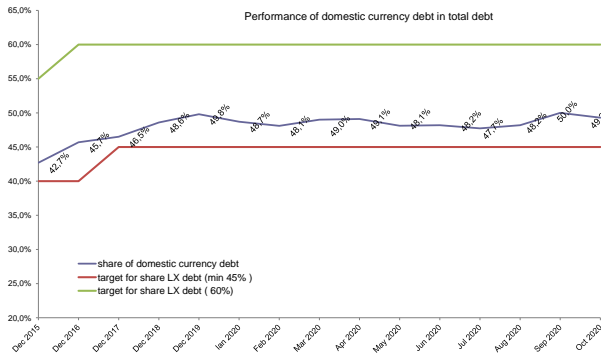
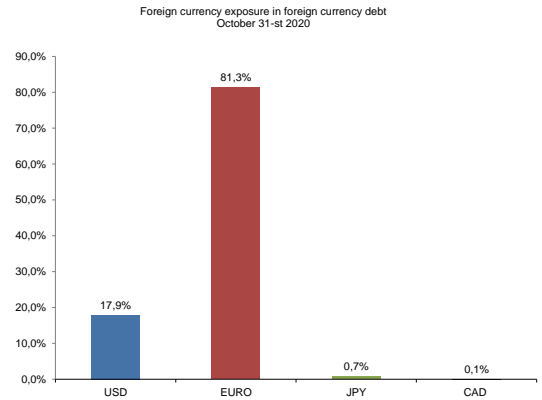
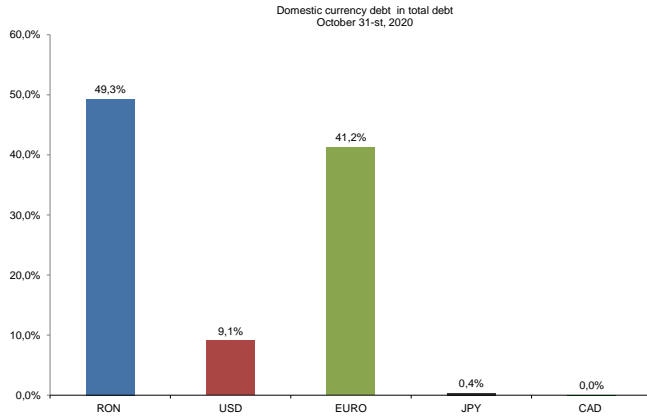


*) does not include interest for temporary financing. It was calculated dividing annually interest payments by stock of the government public debt at the end of October 2020

V. Implementation of DMS on medium term

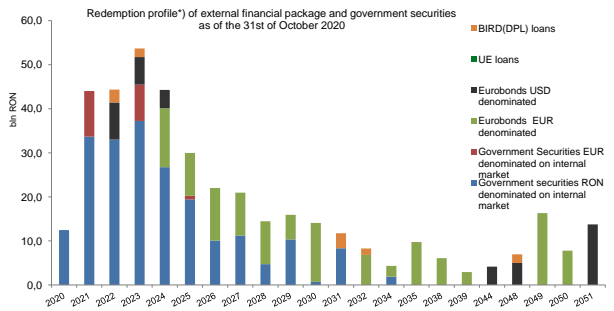
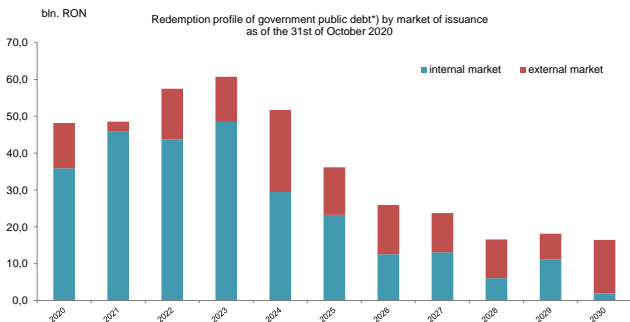
The revised Government Debt Management Strategy for the period 2019-2021 was approved by the Government in September 2019, proposing indicative targets for managing the financial risks associated with the government debt portfolio. On the medium term, risk indicators fall within the indicative targets 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 *)

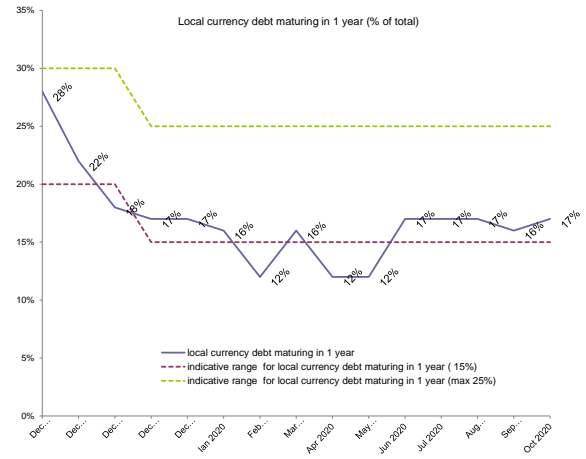
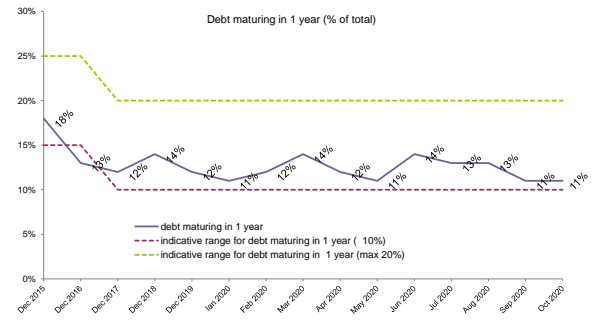
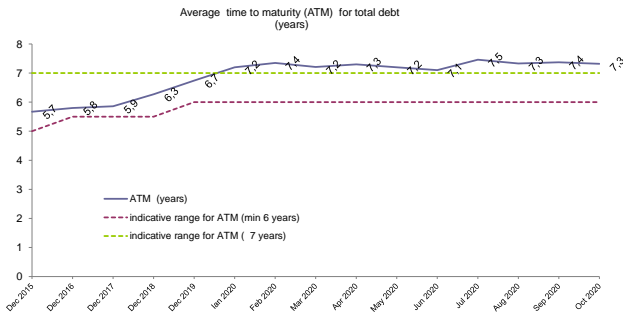


*) the difference in absolute value / percentage is due to the rounding of the calculation formula in excel

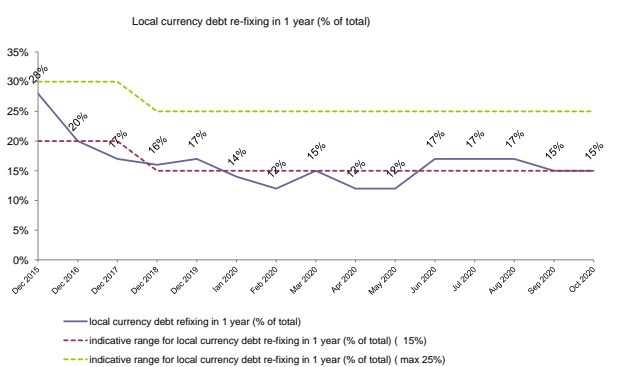
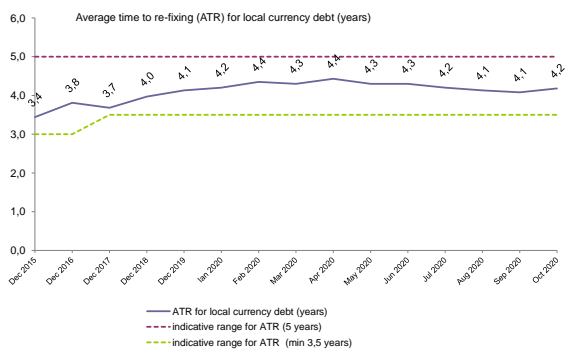
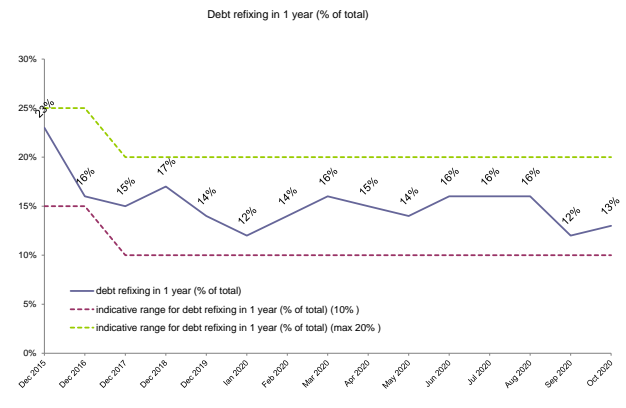
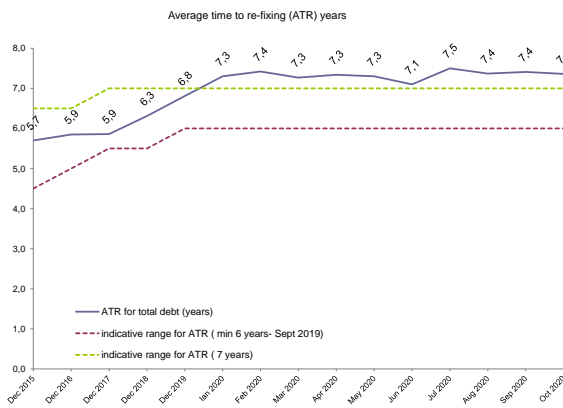
2. Refinancing risk



*) based on contracted debt at the end of October 2020



3. Interest rate risk

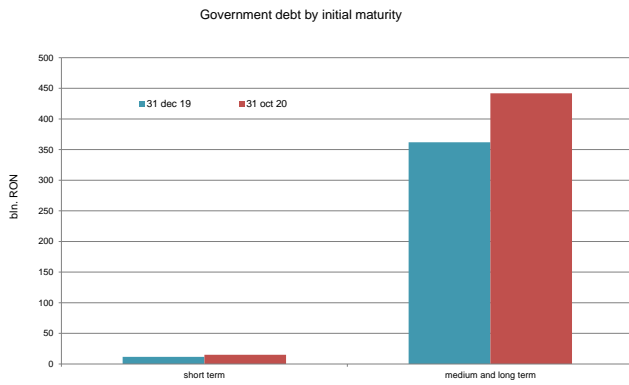
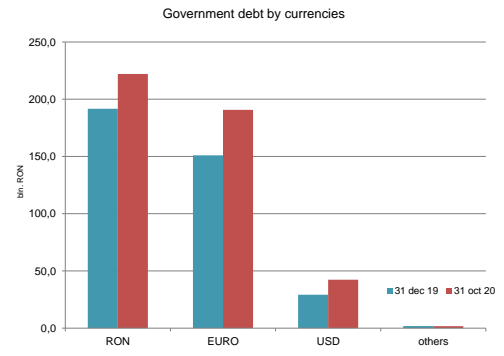
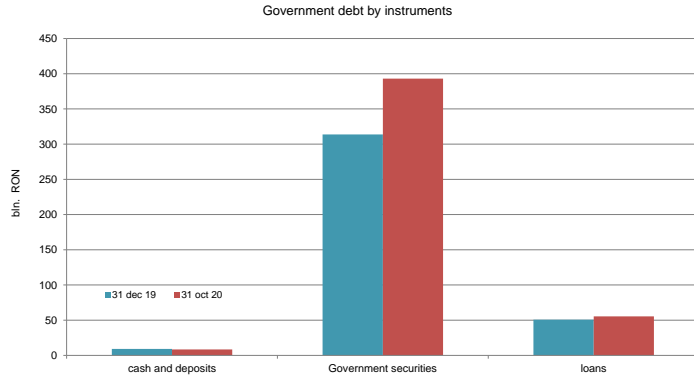


B. PUBLIC DEBT ACCORDING TO EU METHODOLOGY

	December, 2019		October, 2020**)		change	
	RON million	% of total	RON mil.	% din total	mil. RON	% din total
General government debt *)	373.624,6		456.925,3		83.300,7	22,3%
	%GDP	35,3%		44,0%		8,7%
A o/w:						
Central government debt	358.820,1	96,0%	441.766,6	96,7%	82.946,5	23,1%
Local government debt	14.804,5	4,0%	15.158,7	3,3%	354,2	2,4%
B o/w:						
General domestic government debt	200.618,8	53,7%	227.693,2	49,8%	27.074,4	13,5%
General external government debt	173.005,8	46,3%	229.232,2	50,2%	56.226,4	32,5%

*) 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. 314/08.12.2020



At the end of the second quarter of 2020 government debt represented 41,1% of GDP, well below the level registered in the EU-27 (87,8% of GDP), and the Euro Zone (96,1% of GDP) (according to Eurostat news release no.157/2020 - October 22-nd, 2020).