

MINISTRY OF FINANCE

ORDER No. 1068
on issuance prospectuses of government bonds with coupon denominated in Euros and
launched in the month of August 2021

Pursuant to:

- art.10, para. (4) Of Government Decision no. 34/2009 on the organization and functioning of the Ministry of Public Finance, as subsequently amended and supplemented,
- Government Emergency Ordinance no. 64/2007 on public debt, approved as amended and supplemented through the Law no. 109/2008, as subsequently amended and completed, to the methodological norms of enforcement of the provisions in Government Emergency Ordinance no. 64/2007 on public debt, approved through Government Decision no. 1470/2007, as subsequently amended and supplemented,
- the Regulations on operations with government securities on domestic market approved through the order of the Ministry of Public Finances no, 2245/2016, the Regulations of the National Bank of Romania no. 7/2016 on the primary market of government securities administered by the National Bank of Romania and the Regulations of the National Bank of Romania no. 12/2005 on the secondary market of government securities administered by the National Bank of Romania as subsequently amended and the Convention no. 184575/13/2005 concluded between the Ministry of Public Finance and the National Bank of Romania,

Minister of Finance, issues the order herein below:

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of August 2021, the issuance prospectus of government bonds with coupon denominated in Euros is hereby approved, amounting to a total nominal value of EUR 100,000,000 as provided in the appendix, which is an integral part of this order.

Art.2 The General Directorate of Treasury and Public Debt shall enforce the provisions of this order.

Art.3 This order shall be published in the Official Gazette of Romania, Part I.

Issued in Bucharest, on: 25.08.2021

For the Minister of Finance,

Secretary of state
György Attila

**ISSUANCE PROSPECTUS
OF GOVERNMENT BONDS WITH COUPON DENOMINATED IN EUROS
LAUNCHED IN THE MONTH OF AUGUST 2021**

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of August 2021, the Ministry of Finance announces the reopening of an issuance of government bonds with coupon denominated in Euros with the following characteristics:

ISIN Code (*)	Auction date	Issuance date	Due date	Initial maturity No. of years	Residual maturity No. of years	Coupon rate %	Accrued interest EUR/title	Total nominal value EUR
ROE3GCPAFCP6	26.08.2021	30.08.2021	13.12.2023	5	2,29	1,0	35,62	100.000.000

(*) According to the provisions of the OMPF no. 2231/2008, these series are traded simultaneously on the secondary market administered by the National Bank of Romania and on the regulated market administered by S.C. „Bucharest Stock Exchange” S.A.

Art.2 The total nominal value of the issuance of government bonds with coupon denominated in Euros can be increased through subsequent re-openings thereof.

Art.3 The individual nominal value of one government bond with coupon denominated in Euros is of EUR 5,000.

Art.4 The interest (coupon) is paid, for ROE3GCPAFCP6, according to the prospectus approved by the Order of the Minister of Public Finance no. 3714/05.12.2018 on the prospectus of coupon bonds denominated in Euro launched in December 2018, being determined according to the formula:

$$D = VN * r / \text{annual frequency of the coupon (1)}$$

Where:

D= Interest (coupon)

VN= nominal value

r = coupon rate

Art.5 The sales method is auction and it shall take place on the dates mentioned in the table above, and the adjudication shall be made according to the **multiple price method**. The price quotation shall be expressed in percentages, with four decimals.

Art.6 Government bonds with coupon denominated in Euros can be purchased by primary dealers, who shall send bids both on their own account and on account of their private individuals and legal entities clients.

Art.7 (1) The bids are **competitive** and **noncompetitive**.

(2) Competitive bids shall indicate the elements comprised in appendix no. 6.3 to the Norms of the National Bank of Romania no. 1/2016 for the enforcement of the Regulations of the National Bank of Romania no. 7/2016 on the primary market of government securities administered by the National Bank of Romania, as subsequently amended and supplemented.

(3) The number of price quotations is not restricted.

(4) Noncompetitive bids can be submitted by private individuals and legal entities, with the exception of credit institutions, as these are defined in G.E.O. no. 99/2006 on credit institutions

and capital adequacy, as subsequently amended and supplemented, acting as clients of primary dealers.

(5) Noncompetitive bids shall indicate the elements comprised in appendix no. 5.2 to the Norms of the National Bank of Romania no. 1/2016 for the enforcement of the Regulations of the National Bank of Romania no. 7/2016 on the primary market of government securities administered by the National Bank of Romania, as subsequently amended and supplemented. Noncompetitive bids in a share of 25% of the total issuance announced shall be admitted. The noncompetitive bid submitted by the primary dealer on the account of a single client cannot exceed the value calculated through the application of the aforementioned weight. The enforcement thereof shall be made at the weighted average level of the price at which the competitive bids were adjudicated.

(6) Each installment of the competitive or noncompetitive bid shall be of at least EUR 5,000.

Art.8 (1) The bids shall be sent on auction date by noon to the National Bank of Romania, which acts as administrator of the primary and secondary markets of government securities and of the system of registration/deposit, in the auction day between the hours 10:00 to 12:00.

(2) The auction session begins after the schedule for submission of offers to purchase specified in paragraph (1).

Art.9 The Ministry of Finance reserves the right to increase, decrease or even cancel the values borrowed, depending on the financing needs and/or the yield level resulted after an auction.

Art.10 The result of the auction shall be established on the same day at the seat of the National Bank of Romania by the Auction Commission created for this purpose and shall be made public.

Art.11 The payment of the government bonds with coupon denominated in Euros shall be made on issuance date, by 1 PM – Romanian time, at the latest, through transfer from the primary dealer and/or the credit institutions as defined by GEO 99/2006 on credit institutions and capital adequacy, as subsequently amended and supplemented, as clients of primary dealers who are registered holders, of the amount representing the cost of the government bonds with coupon denominated in Euros corresponding to the adjudicated installments, into the EUR account of the National Bank of Romania in the TARGET2 system (**BIC** participant: **NBORROBUXXX**).

Art.12 Government bonds with coupon denominated in Euros shall be redeemed on due date, through crediting of the corresponding accounts in EUR of primary dealers and/or credit institutions as defined by GEO 99/2006 on credit institutions and capital adequacy, as subsequently amended and supplemented, as clients of primary dealers who are registered holders, officially communicated to the National Bank of Romania at least two business days prior to the due date, with the amount representing the nominal value of the government bonds with coupon denominated in Euros, including the coupon corresponding thereto.

Art.13 The payment events corresponding to government bonds with coupon denominated in Euros shall be managed according to the Rules of the System of Registration and Settlement of Operations with Government Securities – SaFIR.

Art.14 If the date when one of the payments corresponding to the government bonds should have been made is a holiday or a non-business day, the payment shall be made on the following business day, without moratorium interest. Government securities found in this situation remain in the ownership of the registered holder and cannot be dealt.

Art.15 The fiscal regime of government securities provided under art. 1 is regulated by the legislation in force.

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