

MINISTRY OF FINANCE

ORDER No. 1080

on issuance prospectuses for treasury certificates with discount and government bonds of benchmark type for the month of September 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,
- - art. 6 para. (2) of the Government Emergency Ordinance no. 212/2020 on the establishment of measures at the level of the central public administration and for the modification and completion of some normative acts,
- 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 September 2021, the issuance prospectus of government securities such as treasury certificates with discount and benchmark bonds is approved, in amount of lei 4,000 million, to which an amount of lei 405 million allocated to supplementary sessions of competitive offers may be added, as provided in appendices no. 1 and no. 2 which are 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: 26.08.2021

p.MINISTER OF FINANCE,

Secretary of State

György Attila

**ISSUANCE PROSPECTUS
OF TREASURY CERTIFICATES WITH DISCOUNT
LAUNCHED IN THE MONTH OF SEPTEMBER 2021**

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of September 2021, the Ministry of Finance announced the launching of two issuances of treasury certificates with discount, as follows:

ISIN Code	Auction date	Issuance date	Due date	No. of days	Issuance amount LEI
ROTY4MYAEVU5	02/09/2021	06/09/2021	23/02/2022	170	600,000,000
RO61BFL2RAN2	09/09/2021	13/09/2021	07/09/2022	359	700,000,000

Art.2 The individual nominal value of a treasury certificate with discount is of Lei 5,000.

Art.3 The sales method is auction and it shall take place on the dates mentioned in the table above and the adjudication will be made according to the **multiple price method**.

Art.4 The treasury certificates with discount can be purchased by primary dealers who shall submit bids both on their own account and on account of their private individuals and legal entities clients.

Art.5 (1) The bids are **competitive and noncompetitive**.

(2) Competitive bids shall indicate the elements specified in appendix no. 6.1 to the Norms of the National Bank of Romania no. 1/2016 for the enforcement of the Regulation of the National Bank of Romania no. 7/2016 of government securities primary market administered by the National Bank of Romania, as subsequently amended and supplemented.

(3) The number of tranches, at different yield rates, is not restricted.

(4) Noncompetitive bids can be submitted by private individuals and legal entities, with the exception of credit institutions, such as these are defined in Government Emergency Ordinance no. 99/2006 on credit institutions and capital adequacy, as subsequently amended and supplemented, as clients of the primary dealers.

(5) Noncompetitive bids shall indicate the elements specified in appendix no. 5.1 to the Norms of the National Bank of Romania no. 1/2016, for the enforcement of Regulations no. 7/2016 of government securities primary market administered by the National Bank of Romania. Noncompetitive bids shall be admitted in a share of 25% of the total value corresponding to each announced issuance. The value of noncompetitive bids submitted by the primary dealer on behalf of a single client cannot exceed the above threshold. The execution thereof shall be made at the weighted average level of the yield at which the competitive bids were adjudicated.

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

Art.6 The price and yield shall be determined by using the following formulas:

$$P = 1 - \frac{d \times r}{360}$$

$$Y = r / P$$

Where:

P = price of the security with discount, expressed with four decimals

d = number of days until due date

r = discount rate, expressed with two decimals

Y = yield, expressed with two decimals

Art.7 (1) The bids shall be sent on auction date between 10:00 to 12:00 hours to the National Bank of Romania, as administrator of the primary and secondary markets of government securities and as registrar/custodian

(2) The auction session begins immediately after the end of the submission of offers specified in paragraph (1).

Art.8 The Ministry of Finance reserves the right to increase, decrease or even cancel the amounts borrowed, subject to the financing needs and/or the yield level resulted at the auction.

Art.9 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.10 The payment events corresponding to the treasury certificates with discount shall be managed according to the Rules of the System of Registration and Settlement of Operations with Government Securities – SaFIR.

Art.11 When the due date for repayment of government securities falls on a non-business day, the payment shall be made on the following business day, without moratorium interest. During this period the Government securities remain under the ownership of the registered holder and cannot be traded.

Art.12 The fiscal regime of government securities provided under art. 1 is governed by the legislation in force.

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**ISSUANCE PROSPECTUS
OF BENCHMARK SECURITIES
LAUNCHED IN THE MONTH OF SEPTEMBER 2021**

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of September 2021, the Ministry of Finance announces the reopening of issuances of benchmark securities with maturities of 4, 5, 7, 10 and 15 years and the organization of supplementary sessions of competitive offers (SSON), as follows:

ISIN	Auction date	SSON* auction date	Settlement date	Maturity	Yrs	Residual Maturity	Coupon %	Accrued Interest (RON)	Indicative target amount (RON)	Indicative target amount SSON* (RON)
ROGSHSTVFMX2	02/09/2021	03/09/2021	06/09/2021	24/06/2026	5	4.80	3.25	32.95	400,000,000	60,000,000
RO4KELYFLVK4	06/09/2021	07/09/2021	08/09/2021	11/10/2034	15	13.10	4.75	216.03	300,000,000	45,000,000
RO0TLVC1MCW4	09/09/2021	10/09/2021	13/09/2021	25/11/2024	4	3.20	3.70	148.00	300,000,000	45,000,000
ROVRZSEM43E4	13/09/2021	14/09/2021	15/09/2021	12/02/2029	10	7.42	5.00	147.26	300,000,000	45,000,000
ROINPAL298G4	16/09/2021	17/09/2021	20/09/2021	24/10/2030	10	9.10	4.15	188.17	500,000,000	75,000,000
ROAW5KY5CD78	20/09/2021	21/09/2021	22/09/2021	26/01/2028	8	6.35	4.15	135.87	300,000,000	45,000,000
ROIJ9H39WKT4	23/09/2021	24/09/2021	27/09/2021	28/04/2036	15	14.59	4.25	88.49	200,000,000	30,000,000
RO7P95F9FNY6	27/09/2021	28/09/2021	29/09/2021	25/10/2027	7	6.07	2.50	116.10	400,000,000	60,000,000

*) 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 values of the issuances of benchmark securities can be increased through subsequent re-openings thereof.

Art.3 The individual nominal value of one benchmark security issued before the 1st of October 2013, is lei 10,000, thereafter nominal value of the new benchmark bonds is lei 5,000.

Art.4 (1) For the benchmark securities issued, specified in art. 1 (the coupon) is paid on the date specified in the related prospectus, as follows:

ISIN	Prospectus approved through the Order of the Minister no.	Month of issue
ROGSHSTVFMX2	2946/29.10.2020	November 2020
RO4KELYFLVK4	3200/30.09.2019	October 2019
RO0TLVC1MCW4	2073/30.06.2020	July 2020
ROVRZSEM43E4	2980/30.08.2018	September 2018
ROINPAL298G4	2073/30.06.2020	July 2020
ROAW5KY5CD78	409/30.01.2020	February 2020
ROIJ9H39WKT4	528/28.04.2021	May 2021
RO7P95F9FNY6	113/29.01.2021	February 2021

(2) The interest is determined according to the formula:

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

Where:

D = interest (coupon)

VN= nominal value

r = coupon rate

(4) **For the reference auctions**, the sale method is auction and it shall take place on the dates specified in the table above, according to the **multiple price method**. The price quotation shall be expressed in percentages, with four decimals.

(5) **For SSON**, the sales method is subscription and sale will be held on the date listed in the table specified in Article 1, and the sale price is the average price determined at the reference auction.

Art.5 (1) For the reference auction, the benchmark securities can be purchased by primary dealers, who shall submit bids both on their own account and on the account of their clients, private individuals or legal entities.

(2) For SSON, the benchmark securities can be purchased exclusively by the primary dealers, who will submit bids on their own name.

Art.6 For the reference auctions:

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

(2) Competitive bids shall indicate the elements specified in appendix no. 6.3 to the Norms of the National Bank of Romania no. 1/2016 of enforcement of the Regulations of the National Bank of Romania no. 7/2016 government securities primary market administered by the National Bank of Romania,

(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 through the Law no. 227/2007, as subsequently amended, as clients of primary dealers.

(5) Noncompetitive bids shall indicate the elements specified in appendix no. 5.2 to the Norms of the National Bank of Romania no. 1/2016 of 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. Noncompetitive bids shall be admitted in a share of 25% of the total nominal value corresponding to each announced issuance. The value of noncompetitive bids submitted by the primary dealer on behalf of a single client cannot exceed the above threshold. The execution thereof shall be made at the weighted average level of the price for which competitive bids were accepted.

(6) Each tranche of a competitive or noncompetitive bid shall have a minimum value per unit corresponding to each instrument issued.

Art.7 For SSON:

(1) The bids are **noncompetitive**.

(2) Noncompetitive bids can be submitted exclusively by the primary dealers, according to "Section 2. Noncompetitive offer section dedicated to primary dealers" of "Chapter III – Placement of government securities on the primary market" of Regulation of the National Bank of Romania no. 7/2016 on the government securities primary market administered by the National Bank of Romania.

(3) Noncompetitive bids shall indicate the elements specified in appendix no. 5.3 to the Norms of the National Bank of Romania no. 1/2016 of enforcement of the Regulation of the National Bank of Romania no. 7/2016 on government securities primary market administered by the National Bank of Romania.

(4) The minimum amount of the noncompetitive bid under SSON shall have the same value per unit corresponding to each instrument issued and the threshold is the total nominal value for the respective SSON provided at Art. 1 of the present annex.

Art.8 (1) The bids shall be sent on auction date between 10:00 to 12:00 hours, and between 10:00-12:00 for the SSON, to the National Bank of Romania, as administrator of the primary and secondary markets of government securities and as registrar/custodian.

(2) The auction session begins immediately after the end of the submission of offers specified in paragraph (1).

Art.9 The Ministry of Finance reserves the right to increase, decrease or even cancel the amounts borrowed, subject to the financing needs and/or the yield level resulted at auction.

Art.10 The result of the reference auction/SSON 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 events corresponding to the benchmark securities shall be managed according to the System of Registration and Settlement of Operations with Government Securities – SaFIR.

Art.12 When the date for repayment of benchmark securities falls on a non-business day, the payment shall be made on the following business day, without moratorium interest. During this period the government securities remain under the ownership of the registered holder and cannot be traded.

Art.13 The fiscal regime of government securities provided under art. 1 is governed by the legislation in force.

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