

MINISTRY OF PUBLIC FINANCE

ORDER NO. 740
on issuance prospectuses for government bonds of benchmark type for the month
of June 2013

Pursuant to:

- art.15, para. (3¹) in Government Emergency Ordinance no. 96/2012 establishing measures to reorganize the central government for amendment of legislation, approved with amendments and completions by Law no.71/2013

- Government Emergency Ordinance no. 64/2007 on public debt, approved as amended and supplemented through the Law no. 109/2008, as subsequently amended, 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 issued in dematerialized form, approved through the Order of the Minister of economy and finance no. 2509/2008, the Regulations of the National Bank of Romania no. 11/2012 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 and the Convention no. 184575/13/2005 concluded between the Ministry of Public Finance and the National Bank of Romania,

the deputy Prime-minister, minister of public finance, issues the order hereinbelow:

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of May 2013, the issuance prospectuses of government bonds of benchmark type is approved, as provided in the appendices no. 1 and 2, which are integral part of this order, which amounts to a total nominal value of Lei 2.980 million, out of which Lei 80 million allocated to supplementary sessions of competitive offers.

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 30.05.2013

For the Deputy Prime-minister, Minister of public finance

Secretary of state
Enache Jiru

**ISSUANCE PROSPECTUS
OF GOVERNMENT SECURITIES OF BENCHMARK TYPE
LAUNCHED IN THE MONTH OF JUNE 2013**

Art.1 In order to finance the state budget deficit and refinance the public debt in the month of June 2013, the Ministry of Public Finance announces the issuance of a new government security benchmark type with due date after 3 years, the reopening of issuances of government securities of benchmark type with due date after 5, 7 and 10 years, and the organization of supplementary sessions of competitive offers (SSON), as follows:

ISIN Code*)	Auction date	SSON auction date	Issuance date	Due date	Matu rity No. of years	Cupon rate %	Accrued interest Lei/title	Indicative target amount Lei/title	Indicative target amount SSON* Lei/title
RO1015DBN010	03.06.2013	04.06.2013	05.06.2013	30.04.2015	5	6,00	59,18	500.000.000	50.000.000
RO1316DBN053	06.06.2013	-	10.06.2013	29.08.2016	3	4,75	370,89	700.000.000	-
RO1116DBN024	10.06.2013	11.06.2013	12.06.2013	30.04.2016	5	6,00	70,68	300.000.000	30.000.000
RO1318DBN034	17.06.2013	-	19.06.2013	28.11.2018	5	5,60	311,45	800.000.000	-
RO1320DBN022	20.06.2013	-	25.06.2013	29.04.2020	7	5,75	89,79	300.000.000	-
RO1323DBN018	25.06.2013	-	27.06.2013	26.04.2023	10	5,85	99,37	300.000.000	-

*) According to the provisions of the OMPF no. 2231/2008, these series are dealt 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 government bonds of benchmark type can be increased through subsequent re-openings thereof.

Art.3 The individual nominal value of one government bond of benchmark type is Lei 10,000.

Art.4 (1) For the government securities benchmark type issue with due date after 3 years, the coupon is paid annually on 29th of August, starting with 29th of August 2013 and ending with 29th of August 2016 including, and for the other government securities benchmark type issues specified in art. 1 (the coupon) is paid on the date specified in the related prospectus, as follows:

- for ISIN code RO1015DBN010 prospectus approved through the Order of the minister of public finance no. 708/01.03.2010 on the issuance prospectuses of treasury certificates with discount and on government bonds of benchmark type corresponding to the month of March 2010;
- for ISIN code RO1116DBN024 prospectus approved through the Order of the minister of public finance no. 1823/30.03.2011 on the issuance prospectuses of treasury certificates with discount and on government bonds of benchmark type corresponding to the month of April 2011;
- for ISIN code RO1318DBN034 prospectus approved through the Order of the Deputy Prime-minister, minister of public finance no. 410/29.03.2013 on the issuance prospectuses of treasury

certificates with discount and on government bonds of benchmark type corresponding to the month of April 2013;

- for ISIN code RO1320DBN022 prospectus approved through the Order of the Deputy Prime-minister, minister of public finance no. 287/01.03.2013 on the issuance prospectuses of treasury certificates with discount and on government bonds of benchmark type corresponding to the month of March 2013;

- for ISIN code RO1323DBN018 prospectus approved through the Order of the Deputy Prime-minister, minister of public finance no. 1750/21.12.2012 on the issuance prospectuses of treasury certificates with discount and on government bonds of benchmark type corresponding to the month of January 2013.

(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

Art.5 (1) For the reference auctions, the sale method is auction and it shall take place on the date 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.

(2) For SSON, the sales method is subscription and sale will be held on the date listed in the table in Article 1, and the sale price is the average price determined in the tender adjudication reference.

Art.6 (1) For reference auction, government bonds of benchmark type can be purchased by primary dealers, who shall submit bids both on their own account and on the account of their private individuals or legal entities clients.

(2) For SSON, government bonds of benchmark type can be purchased exclusively by the primary dealers, who will submit bids in their own name.

Art.7 For reference auctions:

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

(2) Competitive bids shall indicate the elements comprised in appendix no. 5.3 to the Norms of the National Bank of Romania no. 2/2012 of enforcement of the Regulations of the National Bank of Romania no. 11/2012 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, as clients of primary dealers.

(5) Noncompetitive bids shall indicate the elements comprised in appendix no. 4.2 to the Norms of the National Bank of Romania no. 2/2012 of enforcement of the Regulations of the National Bank of Romania no. 11/2012 on the primary market of government securities administered by the National Bank of Romania, as subsequently amended and supplemented. Noncompetitive bids shall be admitted in a share of 25% of the total nominal value corresponding to each issuance announced. The execution thereof shall be made at the weighted average level of the price for which competitive bids were adjudicated.

(6) Each installment of a competitive or noncompetitive bid shall be of at least Lei 10,000.

Art.8 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” from “Chapter III – Placement of government securities on primary market” to the Regulations of the National Bank of Romania no. 11/2012 on the primary market of government securities administered by the National Bank of Romania.

(3) Noncompetitive bids shall indicate the elements comprised in appendix no. 4.3 to the Norms of the National Bank of Romania no. 2/2012 of enforcement of the Regulations of the National Bank of Romania no. 11/2012 on the primary market of government securities administered by the National Bank of Romania, as subsequently amended and supplemented.

(4) Noncompetitive bid amount will be sent within SSON shall be of at least Lei 10,000, the maximum amount being, as appropriate, as provided in the Article 24 of the Regulations of the National Bank of Romania no. 11/2012 on the primary market of government securities administered by the National Bank of Romania.

Art.9 The bids shall be sent to the National Bank of Romania, which acts as administrator of the primary and secondary markets for government securities and for the system of registration/deposit, on reference auction date by 12:00, and in SSON date, by 11:00.

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.10 Payment events corresponding to government bonds of benchmark type shall be managed according to the System of Registration and Settlement of Operations with Government Bonds – SaFIR.

Art.11 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.12 The fiscal regime of government securities provided under art. 1 is regulated by the legislation in force. _____// _____