

Table 1. Romania: Quantitative Performance Criteria and Indicative Targets Under the Stand-By Arrangement, 1999 1/

		1999	1999									
		March	July			October			December			
		Actual	Target	Adjusted target	Actual	Target	Adjusted target	Actual	Target	Adjusted target	Actual	
Performance Criteria												
I.	Ceiling on the average domestic assets of the NBR (billion lei)	15,538	13,944	20,584	20,137	14,037	20,389	13,850	14,804	28,243	19,865	2/
II.	Floor on net foreign assets of the NBR (millions of US\$)	195	499	169	331	609	409	891	593	393	846	
III.	Ceiling on net credit of the banking system to general government (billion lei)	24,958	23,241	36,798	37,332	17,827	35,319	34,736	15,843	38,051	40,887	3/
IV.	Limits on the increase in assumption of enterprise debt to banks and guaranteeing of bank loans to enterprises from March 31, 1999 (billion lei)	...	0		50	0	0	50	0		...	
V.	Ceiling on contracting or guaranteeing of external debt of: (million US\$)											
	more than one year maturity	701	1,680		1,204	2,490		1,418	3,100		1,502	
	one to three-year maturity	146	600		153	800		166	800		172	
VI.	Ceiling on short-term external debt (stock, in millions of US\$)	1.7	1.7		1.7	1.7		1.7	1.7		1.7	
VII.	Arrears to Conel, Romgaz, and Petrom (billion lei)	10,607	10,607		13,233	10,607		14,516	10,607		15,708	
	of which: Conel	4,116	4,116		5,757	4,116		5,580	4,116		6,557	
	of which: Romgaz	2,443	2,443		3,492	2,443		3,353	2,443		3,351	
	of which: Petrom	4,048	4,048		3,984	4,048		5,583	4,048		5,800	
VIII.	Quarterly cumulative floors on the net reduction of arrears of Conel, Romgaz, and Petrom to the Consolidated General Government (billion lei)	...	300		0	1,200		292	2,000		1,007	
IX.	Quarterly cumulative ceilings on the wage bills for the state budget regies autonomes, and the 24 large loss-makers (performance criteria)	9,894	24,082		23,627	33,619		34,135	39,752			
	of which: state budget sector (indicative target)	5,110	12,920		12,695	17,673		17,977	21,140		42,766	
	of which: regies autonomes (indicative target)	4,417	10,306		10,114	14,723		14,988	17,172		19,073	
	of which: large loss-makers (indicative target)	367	856		817	1,223		1,171	1,440		1,430	
Indicative Targets:												
X.	Floor on net foreign assets of the banking system (million US\$)	490	671	341	587	904	704	1,353	1,079		1,397	
XI.	Ceiling on average reserve money (billion lei)	19,463	21,874	23,271	24,177	23,464	26,491	27,773	25,495	35,475	34,658	4/
XII.	Ceiling on broad money (billion lei)	100,761	110,001		108,978	116,451		116,246	124,505		131,973	5/
XIII.	Ceiling on stock of external payment arrears (in millions US\$)	...	0		12.7	0		12.5	0		24	6/

Sources: Program projections; and data provided by the Romanian authorities

1/ Details of the performance criteria and indicative targets are presented in the Letter of Intent dated July 26, 1999.

2/ The December NDA projection takes into account changes in reserve money specified in footnote 5. NDA after adjustment is lei 12,231 billion.

3/ Includes bank restructuring T-bills for BX and BA, and dollar-denominated bonds adjusted for valuation change in 1999.

4/ The December reserve money target would have been missed if adjustment on the partial compliance of the reserve requirements of some banks were made. The fully adjusted reserve money target for December would have been 33,208 billion lei.

5/ Broad money for program purpose was adjusted so that foreign currency deposits was valued at programmed exchange rate.

6/ This refers to the DM 41 million due on bilateral debt to Germany on December 30 but was paid on January 4, 2000.

ATTACHMENT I

Table 1 (concluded). Romania: Quantitative Performance Criteria and Indicative Targets Under the Stand-by Arrangement, 2000 1/

	1999		2000			
	December Actual		March Actual	June Target	September Target	December Target
Performance Criteria:						
I. Ceiling on the average domestic assets of the NBR (billion lei)	19,865	2/	19,764	15,898	16,686	10,982
II. Floor on net foreign assets of the NBR (million US\$)	846		945	1,226	1,337	1,740
III. Ceiling on net credit of the banking system to general government (billion lei)	43,621	2/	43,154	46,441	46,213	44,440
IV. Limits on the increase in assumption of enterprise debt to banks and guaranteeing of bank loans to enterprises from March 31, 1999 (billion lei)	...		200	0	0	0
V. Ceiling on contracting or guaranteeing of external debt of: (millions US\$)						
more than one year maturity	1,502		605	1,400	2,100	2,800
one to three-year maturity	172		6	300	450	600
VI. Ceiling on short-term external debt (stock, in millions of US\$)	1.7		1.5	0.0	0.0	0.0
VII. Arrears to Conel, Romgaz, and Petrom (billion lei)	15,708		18,669	18,735	17,652	16,997
<i>of which:</i> Conel	6,557		8,060	8,091	7,576	7,095
<i>of which:</i> Romgaz	3,351		4,361	4,237	3,858	3,626
<i>of which:</i> Petrom	5,800		6,248	6,407	6,218	6,276
VIII. Quarterly cumulative floors on the net reduction of arrears of Conel, Romgaz, and Petrom to the Consolidated General Government, as at March 2000 (billion lei)	1,007		-1,388	250	700	1,388
IX. Quarterly cumulative ceilings on the wage bills for the state budget, regies autonomes, and 33 large loss-makers (performance criterion) 4/	42,766		13,856	32,480	45,572	62,095
<i>of which:</i> State budget sector (indicative target)	22,263		7,583	19,023	25,387	35,182
<i>of which:</i> Regies autonomes (indicative target)	19,073		5,510	11,997	17,996	23,994
<i>of which:</i> 33 large loss-makers (indicative target) 4/	1,430		763	1,460	2,189	2,919
Indicative Targets:						
X. Floor on net foreign assets of the banking system (million US\$)	1,397		1,486	1,767	1,878	2,281
XI. Ceiling on average reserve money (billion lei)	34,658	2/	37,262	40,476	44,308	49,084
XII. Ceiling on broad money (billion lei)	134,114	2/	136,105	147,808	156,576	172,463
XIII. Ceiling on stock of external payments arrears (in millions US\$)	24	6/	0	0	0	0

Sources: Program projections; and data provided by the Romanian authorities.

1/ Details of the performance criteria and indicative targets are presented in Attachment II, Technical Memorandum of Understanding.

2/ December numbers are all actual, rather than program definition (presented in EBS/99/141, Annex B I-XII).

3/ Change between March 31, 2000 and December 31, 1999.

4/ For 1999, 24 of the largest loss-makers. For 2000, the set of 24 companies is replaced with the set of 33 companies due to the splitting of some into smaller companies, privatization/liquidation of some, and the addition of new large loss-makers including Sidex.

5/ Estimate.

6/ This refers to the DM 41 million due on bilateral debt to Germany on December 30 but was paid on January 4, 2000.