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# Daily Report – Romania

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.651,26	↓ -1,05	↓ -1,47
BET-C	2.636,52	↓ -0,83	↓ -0,67
BET-FI	20.207,60	↓ -1,16	↓ -2,00
BET-XT	421,82	↓ -0,98	↓ -1,78
FP	0,4900	↓ -1,80	↑ 0,20
AZO	2,1850	↑ 7,11	↑ 9,80
SIF5	1,0400	↓ -2,80	↓ -3,70
TEL	12,6900	↓ -0,31	↓ -2,16
SIF3	0,4620	↓ -1,51	↓ -10,47

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,10	↑ 2,0	↑ 9,0
12 month	5,21	↑ 2,5	↑ 9,5
3 year	6,10	↑ 2,0	↑ 2,0
5 year	6,23	↑ 2,5	↓ 0,0
10 year	6,55	↑ 1,0	↑ 1,5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	7Y	500 mn RON	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1,59	↓ -76,0	↓ -355,0
3M ROBOR	5,32	↓ -1,0	↑ 36,0
6M ROBOR	5,38	↑ 2,0	↑ 15,0
1Y ROBOR	5,39	→ 0,0	↑ 6,0
5Y CDS	373,50	↑ 4,5	↓ -4,5

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4650	↑ 0,21	↑ 0,67
USD/RON	3,5454	↑ 0,97	↑ 1,72
CHF/RON	3,7153	↑ 0,18	↑ 0,73
100HUF/RON	1,48	↓ -0,40	↓ -0,92

Source: Reuters, OTP Research

**Summary**

- BVB indices turned to negative territory; the energy sector index dipped the most (BET-NG, -1.91%); the composite index slid by 0.83% less than European markets (2-3%); Reuters reported that three euro zone sources said each country needs to prepare a contingency plan in case of Greek exit
- The 5Y CDS jumped again to 374 bp, after having declined for a few days
- The RON took another hit yesterday and finished at 4.4650, losing 0.21% against the euro. Meanwhile, the euro slid significantly against the dollar: -0.76%.

BVB indices turned to negative territory, in line with European markets. Total turnover was low, as investors still wait for some fresh measures to come out of EU leaders' negotiations. In Europe, indices fell 2%-3%, while in Bucharest, the composite index BET-C plunged a little less: 0.83%. The EU summit brought no new ideas to the surface and all eyes turn in the end to Greek elections. Reuters reported that three euro zone sources stated that each country will have to prepare a contingency plan in case of a Greek exit. This being the international markets 'pulse, we turn to BVB: the index which fell the most was the energy sector index, BET-NG (-1.91%) driven mainly by OMV Petrom (-0.86%) and Rompetrol Rafinare (-7.74%). The latter has offset a large part of the last days' advance. Three blue chips finished up: Azomures (+7.11%), Condmag (+0.86%) and BRD (+0.51%).

The RON took another hit yesterday and finished at 4.4650, losing 0.21% against the euro. Meanwhile, the euro slid significantly against the dollar: -0.76%.

ROBOR ON was 1.59% yesterday as the mandatory period reserves ended. Longer maturities were stable or up. We expect rates to bounce back to previous levels. The 5Y CDS jumped again to 374 bp, after having declined for a few days. Treasuries yields advanced moderately: 1-3 bp. We expect the 7Y bonds auction today where the Finance Ministry plans to sell 7Y bonds. Up to now, the yields on the primary market were reluctant to jump significantly (compared to the secondary market). The need to prolong the residual maturity of the government securities is now in contradiction with the target of decreasing country's cost of debt, as we see an upward tendency for government securities yields, in line with deteriorated risk perception.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		22-5-2012				
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%	
OTP AvantisRO	RON	6,0157	↑ 1,26	↑ 7,04	↓ -14,43	
OTP Obligatiuni	RON	11,7432	↑ 0,02	↑ 2,47	↑ 6,47	
OTP ComodisRO	RON	14,3224	↑ 0,02	↑ 2,56	↑ 6,55	
OTP Eurobond	EUR	10,6985	↑ 0,01	↑ 1,84	↑ 4,73	

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