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# Daily Report – Romania

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.438,40	↓ -0,58	↑ 3,13
BET-C	2.551,66	↓ -0,40	↑ 3,21
BET-FI	20.244,72	↓ -0,71	↑ 4,69
BET-XT	408,21	↓ -0,54	↑ 3,97
FP	0,4820	↓ -1,39	↑ 0,44
BRD	8,4000	→ 0,00	↑ 3,07
SIF5	1,0750	→ 0,00	↑ 9,47
SIF3	0,4480	↓ -0,20	↑ 5,91
SIF4	0,7620	↓ -1,04	↑ 2,97

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,21	↑ 1,0	↓ -1,0
12 month	5,29	↑ 0,0	↓ -1,0
3 year	6,15	↑ 0,5	↓ -4,0
5 year	6,29	↑ 1,0	→ 0,0
10 year	6,59	↓ 0,0	↓ -3,0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	12M	1 bn RON	507 mn RON
Thursday	2Y	600 mn RON	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,41	↑ 3,0	↑ 2,0
3M ROBOR	5,38	↑ 1,0	↑ 2,0
6M ROBOR	5,47	↑ 1,0	↑ 1,0
1Y ROBOR	5,48	→ 0,0	→ 0,0
5Y CDS	396,00	↓ -5,1	↓ -19

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4602	↓ -0,10	↓ -0,11
USD/RON	3,5611	↓ -0,52	↓ -0,70
CHF/RON	3,7150	↓ -0,02	↓ -0,04
100HUF/RON	1,50	↑ 0,18	↑ 1,62

Source: Reuters, OTP Research

**Summary**

- BVB stocks finished in the red yesterday, as expected, lagging behind international markets; the current volatility is driven by the uncertainty related to Greek elections this weekend, as well as to increased worries about contagion effect in Spain and Italy
- The World Bank has approved 1bn EUR credit line for Romania; timing is good as it reminds investors that sovereign risk in Romania is low for the moment
- MM rates continued to climb, as the weekly liquidity injection was lower this Monday; in line with higher cost of funds, treasuries yields are marginally climbing
- In April, wholesale services turnover moved up by 4.1% MoM (seasonally adjusted data)

BVB stocks finished in the red yesterday, as expected, the trend lagging behind international markets again. In Europe, stocks gained yesterday while in Bucharest the composite index BET-C lost 0.4%. The financial stocks and blue chips were main losers. The volatility we see these days, is influenced by the uncertainty related to Greek elections this week end. Another temporary turning point could be the result of today's bond auction in Italy

Romania was approved the 1bn EUR credit line, which is additional to the precautionary aid deal led by the International Monetary Fund (ending in 2013), worth 5bn EUR. The timing of the approval is good, ahead of Greek elections, as it is a reminder that for the moment sovereign risk in Romania is low.

MM rates climbed marginally, up to 3 bp in the case of ROBOR ON. Therefore, the decline in the volume of the weekly repo added to the increase in rates. In line with higher funding costs, treasuries yields advance as well on the secondary market and we have seen the Treasury already accepting significantly higher yields at the T-bills auction earlier this week. On Thursday, the Ministry of Finance will hold another bond auction for 2Y bonds.

In April, wholesale services turnover moved up by 4.1% MoM (seasonally adjusted data). Main advance was noticed in water transportation, storage, telecommunication and accounting & legal & management consulting. Land and air transportation, as well as postal services turnover declined.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	Apr	Wholesale turnover index (2005=100, seasonally adjusted)	188,9	181,4
Wednesday		no data		

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		8-6-2012				
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%	
OTP AvantisRO	RON	5,9588	↑ 0,93	↑ 6,03	↓ -16,89	
OTP Obligatiuni	RON	11,7796	↑ 0,05	↑ 2,79	↑ 6,31	
OTP ComodisRO	RON	14,3700	↑ 0,05	↑ 2,90	↑ 6,60	
OTP Eurobond	EUR	10,7167	↑ 0,03	↑ 2,01	↑ 4,61	

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