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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.759,17	↑ 0,50	↑ 3,83
BET-C	2.660,59	↑ 0,83	↑ 2,53
BET-FI	21.500,74	↓ -0,43	↑ 1,65
BET-XT	438,79	↑ 0,24	↑ 3,14
FP	0,4780	→ 0,00	↑ 1,92
SIF3	0,4880	↓ -1,13	↑ 3,17
SIF4	0,7410	↓ -1,20	↓ -0,54
BRD	9,5500	↑ 1,27	↑ 4,37
SIF5	1,2200	→ 0,00	↑ 0,83

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,28	↓ -2,0	↓ -7,5
12 month	5,46	→ 0,0	↓ -3,5
3 year	6,20	↓ -1,5	↓ -1,0
5 year	6,37	→ 0,0	↑ 1,5
10 year	6,60	→ 0,0	↓ -1,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	2Y	650 mn RON	185 mn RON

MONEY MARKET

	Rate (%)	Daily chg. (bp)	Weekly chg. (bp)
ON ROBOR	1,68	↓ -6,0	↓ -337,0
3M ROBOR	5,29	↓ -1,0	↓ -4,0
6M ROBOR	5,54	↑ 1,0	→ 0,0
1Y ROBOR	5,58	↑ 2,0	→ 0,0
5Y CDS	368,54	↓ 0,0	↓ -21

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5665	↑ 0,18	↑ 0,97
USD/RON	3,7183	↑ 0,12	↑ 0,62
CHF/RON	3,8017	↑ 0,02	↑ 0,93
100HUF/RON	1,61	↑ 0,71	↑ 2,57

Source: Reuters, OTP Research

Summary

- BVB finished mixed and on very low turnover yesterday;
- Angela Merkel's comments pushed down the euro against the dollar; the leu lost 0.2% to the euro as well
- Hidroelectrica poses the question of raising the prices for regulated consumers

BVB finished mixed yesterday on very low turnover. The composite index BET-C gained 0.83% while BET-FI (-0.43%) and BET-BK (-0.48%) where the only indices to finish in the red. Fondul Proprietatea traded flat on the regular market but there was one deal where the stock lost 0.42%. All the SIFs were down yesterday, retreating from the previous days' gains. BET-NG gained the most (+1.93%), led by Rompetrol Rafinare jump (+10.51%) after it had been down yesterday. Transelectrica approved during the extraordinary meeting of general shareholders a new management system: it passes from a unitary system to a dualist system: therefore the management and control functions of the company become separate.

International equities' markets finished in the green yesterday, but Angela Merkel's comments regarding the uncertain prospects of the euro zone sent the euro down against the dollar yesterday and consequently, we saw the leu depreciating against the euro as well.

Domestically, it appears that the hydropower producer Hidroelectrica which has been declared insolvent since 20th June poses the question of raising the prices for electricity supplied to households as well. According to local newspaper Ziarul Financiar, Hidroelectrica intends to increase the prices for regulated consumers from 72 RON/MWh to at least 125RON/MWh, which is in fact the production cost. Already, Hidroelectrica has filed a law suit against the Romanian Energy Regulatory Authority to diminish the quantity supplied to regulated consumers and concomitantly operate the above mentioned price increase. Electricity weighs 5% into the consumers basket considered for the CPI calculation.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		17-7-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,2089	↑ 0,79	↑ 10,48	↓ -9,75		
OTP Obligatiuni	RON	11,8527	↑ 0,02	↑ 3,43	↑ 6,21		
OTP ComodisRO	RON	14,4686	↑ 0,02	↑ 3,61	↑ 6,63		
OTP Eurobond	EUR	10,7582	↑ 0,01	↑ 2,40	↑ 4,43		

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