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Daily Report – Romania

Source: Reuters, OTP Research

STOCK EXCHANGE			
	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.732,73	↑ 0,02	↑ 0,07
BET-C	2.642,15	↓ -0,13	↓ -0,05
BET-FI	22.629,05	↑ 1,03	↑ 2,85
BET-XT	440,48	↑ 0,33	↑ 0,87
FP	0,5280	↑ 0,57	↑ 1,83
SNP	0,3790	↓ -0,26	↓ -1,81
EBS	69,0000	↑ 0,73	↑ 1,47
SIF3	0,5050	↑ 1,20	↑ 3,48
SIF5	1,3100	↑ 1,55	↑ 3,97

GOV'T BOND MARKET			
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,95	↑ 30,5	↑ 51,5
12 month	6,02	↑ 22,0	↑ 43,5
3 year	6,45	↑ 12,0	↑ 18,0
5 year	6,58	↑ 6,5	↑ 16,0
10 year	6,76	↑ 5,0	↑ 11,0

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	8M	700 mn RON	700 mn RON

MONEY MARKET			
	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	6,18	↑ 43,0	↑ 56,0
3M ROBOR	6,01	↑ 27,0	↑ 38,0
6M ROBOR	6,16	↑ 29,0	↑ 38,0
1Y ROBOR	6,16	↑ 29,0	↑ 35,0
5Y CDS	370,41	↑ 3,2	↑ 10

FX MARKET			
	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4825	↓ -0,20	↓ -1,36
USD/RON	3,6473	↑ 0,09	↓ -0,68
CHF/RON	3,7385	→ 0,00	↓ -1,18
100HUF/RON	1,61	↑ 0,03	↓ -1,68

Summary

- Yesterday there was a public holiday and BSE was closed; the market opened up today
- Money market rates continue to climb; ROBOR ON is higher by 56 bp compared to last week and the 6M T-Bills yields are higher by 51 bp
- The leu continued to appreciate

Yesterday was a public holiday in Romania. On Tuesday, BSE finished mixed. Indices evolved between -0.26% (BET-NG) and +1.03% (BET-FI). International markets closed in the red yesterday, but European and US futures were up. Better than expected US industrial output pushed investors into taking on riskier assets yesterday. This comes in the context of improved jobs' growth and retail sales, which generate expectations for a better second half of the year in the US. In Europe, the general sentiment towards the steps to be taken to put the debt crisis to an end is improved as well.

According to Reuters, the IMF decreased the forecast of GDP growth for this year to 0.9% YoY. The IMF officials expect that by the end of September, the local government arrears to be reduced, gas tariffs to be raised by 5% for households and by 10% for industrial clients and that tenders to be launched for the sale of 15% stake in Transgaz and majority stake in Oltchim. The IMF officials also mentioned that the Central Bank may have to tighten the monetary policy in order to prevent further slippage in the exchange rate. This view is not new.

Money market rates continue to increase. ROBOR ON is higher by 56bp compared to last week. 6M T-bills yields are higher by 51bp and the 10Y bond yields by 11 bp.

The leu continued to appreciate against the euro and EUR/RON closed at 4.4825 yesterday.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	Q2 2012	Flash GDP (QoQ, seasonally adjusted)	0,5	0,2	-0,1
Thursday		no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		13-8-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,3151	↑ 0,96	↑ 12,37	↑ 7,77		
OTP Obligatiuni	RON	11,9099	↑ 0,05	↑ 3,93	↑ 6,43		
OTP ComodisRO	RON	14,5357	↑ 0,04	↑ 4,09	↑ 6,65		
OTP Eurobond	EUR	10,8181	↑ 0,03	↑ 2,97	↑ 4,70		

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