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# Daily Report – Romania

**STOCK EXCHANGE**

|        | Close     | Daily chg. (%) | Weekly chg. (%) |
|--------|-----------|----------------|-----------------|
| BET    | 4.856,76  | ↓ -0,04        | ↑ 1,36          |
| BET-C  | 2.720,69  | ↑ 0,21         | ↑ 2,53          |
| BET-FI | 23.194,10 | ↓ -0,18        | ↑ 1,14          |
| BET-XT | 454,23    | ↓ -0,05        | ↑ 1,71          |
| FP     | 0,5320    | ↑ 0,19         | ↑ 0,76          |
| SIF3   | 0,5445    | ↑ 0,18         | ↑ 3,91          |
| TGN    | 200,0000  | ↓ -0,50        | ⇒ 0,00          |
| TLV    | 1,0900    | ↓ -0,27        | ↓ -0,18         |
| SIF5   | 1,3500    | ⇒ 0,00         | ↑ 2,27          |

**GOV'T BOND MARKET**

| Maturity | Yield (%) | Daily chg. (bp) | Weekly chg. (bp) |
|----------|-----------|-----------------|------------------|
| 6 month  | 5,97      | ↑ 6,0           | ↑ 1,0            |
| 12 month | 6,10      | ↑ 6,0           | ↑ 7,5            |
| 3 year   | 6,41      | ↑ 1,5           | ↓ -1,0           |
| 5 year   | 6,55      | ↑ 1,5           | ↓ -1,0           |
| 10 year  | 6,74      | ↑ 2,0           | ↓ -0,5           |

**GOV'T BOND AUCTIONS**

|          | Maturity | Auctions   | Sold     |
|----------|----------|------------|----------|
| Monday   | 12M      | 500 mn RON | 0 mn RON |
| Thursday | 4Y       | 200 mn RON | 0 mn RON |

**MONEY MARKET**

|          | Rate (%) | Daily chg (bp) | Weekly chg (bp) |
|----------|----------|----------------|-----------------|
| ON ROBOR | 7,75     | ↑ 337,0        | ↑ 153,0         |
| 3M ROBOR | 5,96     | ↑ 6,0          | ↓ -9,0          |
| 6M ROBOR | 6,26     | ↑ 5,0          | ↑ 4,0           |
| 1Y ROBOR | 6,27     | ↑ 5,0          | ↑ 5,0           |
| 5Y CDS   | 354,25   | ↑ 8,6          | ↓ -5            |

**FX MARKET**

|            | Rate   | Daily chg. (%) | Weekly chg. (%) |
|------------|--------|----------------|-----------------|
| EUR/RON    | 4,4855 | ↓ -0,18        | ↑ 0,09          |
| USD/RON    | 3,5692 | ↓ -0,49        | ↓ -1,64         |
| CHF/RON    | 3,7347 | ↓ -0,21        | ↑ 0,02          |
| 100HUF/RON | 1,61   | ↓ -0,39        | ↓ -0,04         |

Source: Reuters, OTP Research

**Summary**

- BSE indices finished mixed yesterday; European equities slid after the German Finance Minister's comments about giving Greece more time to reduce debt; better than expected German and French PMI, but euro zone GDP set to drop in Q3
- ROBOR ON climbed to 7.75%
- The Finance Ministry rejected again all bids for 4Y bonds at yesterday's auction; none of the two auctions was successful this week

BSE indices finished mixed yesterday: BET, BET-FI and BET-XT retreated, with the lowest rate being posted by BET-FI (-0.18%). BET was dragged down by the fall in stock price of BRD (-1.18%), Banca Transilvania (-0.27%) and Transgaz (-0.5%). There was one deal with OMV Petrom stocks, for 11 mn RON, half of yesterday's equities turnover. In Europe, equities fell as German Finance Minister Wolfgang Schaeuble curbed optimism regarding Greece receiving more time to decrease its debt (Bloomberg). At the same time, there were some positive data as well, as French and German Purchasing Managers' Index came out better than expected. However, overall euro-zone GDP looks forward to a decline in Q3 as well.

As the observation period for the required reserves ended, we noticed a significant hike of ROBOR ON: +337 bp yesterday. ROBOR ON reached 7.75% as liquidity is drying out with every week NBR maintains the cap at the weekly repo. Consequently, government securities yields are heading upwards: 12M T-bills reached 6.1% and the 10Y bonds are at 6.74%. The Finance Ministry rejected all bids at yesterday's auction for 4Y bonds. This week, none of the auction was successful.

Today the NBR will release banking statistics data for July.

| PERIOD   | INDICATOR | FACT                               | CONSENSUS | PREVIOUS |
|----------|-----------|------------------------------------|-----------|----------|
| Thursday | no data   |                                    |           |          |
| Friday   | July      | M3 (broad money, YoY, %)           |           | 8,5      |
|          | July      | Non governmental loans (YoY, %)    |           | 6,3      |
|          | July      | Non governmental deposits (YoY, %) |           | 9,6      |

Source: Reuters, NIS, NBR, OTP Research

| OTP AM – Open-End Funds |     | 22-8-2012  |         |   |       |   |       |
|-------------------------|-----|------------|---------|---|-------|---|-------|
| Open-end fund           | ccy | last NAV/U | 1d%     |   | Ytd%  |   | 52W%  |
| OTP AvantisRO           | RON | 6,4758     | ↓ -0,10 | ↑ | 15,23 | ↑ | 12,82 |
| OTP Obligatiuni         | RON | 11,9297    | ↑ 0,02  | ↑ | 4,10  | ↑ | 6,42  |
| OTP ComodisRO           | RON | 14,5569    | ↑ 0,02  | ↑ | 4,24  | ↑ | 6,62  |
| OTP Eurobond            | EUR | 10,8298    | ↑ 0,01  | ↑ | 3,09  | ↑ | 4,68  |

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