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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4,801.68	↓ -0.36	↓ -0.26
BET-C	2,677.34	↓ -0.52	↓ -0.73
BET-FI	23,218.66	↓ -0.35	↑ 0.83
BET-XT	450.14	↓ -0.38	↓ -0.17
FP	0.5275	↓ -0.57	↑ 1.44
SIF5	1.3700	↓ -0.22	↑ 1.78
SIF1	1.1100	↓ -0.89	↓ -0.98
SNP	0.3846	↓ -0.10	↓ -0.36
BRD	8.2500	↓ -0.48	↓ -1.20

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5.90	↑ 3.0	↑ 2.0
12 month	6.03	↑ 3.0	↑ 3.5
3 year	6.39	↑ 1.5	↔ 0.0
5 year	6.50	↑ 1.0	↓ -0.5
10 year	6.72	↑ 1.5	↑ 1.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	07.05.2013	700 mn. RON	931 mn. RON
Thursday	09.09.2013	600 mn. RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5.34	↓ -9.0	↓ -25.0
3M ROBOR	5.81	↓ -3.0	↓ -8.0
6M ROBOR	6.14	↓ -2.0	↓ -4.0
1Y ROBOR	6.21	↓ -2.0	↓ -3.0
5Y CDS	357.71	↔ 0.0	↓ -4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4895	↑ 0.00	↑ 0.79
USD/RON	3.5703	↑ 0.16	↑ 0.77
CHF/RON	3.7378	↓ -0.03	↑ 0.82
100HUF/RON	1.58	↑ 0.10	↓ -0.19

Source: Reuters, OTP Research

Summary

- BSE indices closed red yesterday on high volumes;
- S&P downgrades Transgaz Medias to 'BB'; outlook negative;
- Romania sold 750 mn EUR in 2018 Eurobonds;
- July PPI rose 5.7% YoY;

Bucharest Stock Exchange indices finished red yesterday, in line with international markets, on higher volumes and for the second time in the last month, above the year's average volume. The turnover was boosted by a block trade with Rompetrol Rafinare Constanta shares which accounted for 80% of the total market's turnover. The blue chip companies' index BET-C declined the most due to Fondul Proprietatea (-0.57%) and BRD-GSG (-0.48%) declines. Standard & Poor's Ratings Services lowered yesterday its long-term foreign and local currency corporate credit ratings on Transgaz S.A. Medias to 'BB' from 'BB+'. The outlook is negative. The negative outlook primarily reflects the view that continued regulatory uncertainty and high ongoing dividend payments could weaken the group's financial risk profile in the near to medium term.

Romania raised yesterday 750 mn. Euros from selling more 2018 euro-denominated bonds, at 5.10% yield. The total demand for this issue exceeded 2.5 bn. Euros. According to Bloomberg the bond's yield declined to a record low of 4.87% on Monday and climbed to 4.93% after yesterday's sale.

Romania's July Industrial Producer Price Index (PPI) rose 0.96% MoM and by 5.69% YOY according to INS data published yesterday. The national statistics office showed yesterday that retail sales index rose by an annual 4.4% in the first seven months of 2012 and by 4.4% YoY in July. The figures are seasonally and working-day adjusted and do not include trade with motor vehicles and motorcycles. Also yesterday, INS published the net wage rate which increased by 0.3% MoM and by 5.8% YoY. The average net monthly salary was 1,556 lei in July.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	no data			
Tuesday	July	Net wage growth rate (y-o-y, %)	5.8	5.4
	July	Retail sales seasonally and workday adjusted (y-o-y, %)	4.4	3.9
	July	Industrial production price indices (y-o-y, %)	5.7	5.8

Source: Reuters, Bloomberg, NIS, NBR, OTP Research

OTP AM – Open-End Funds		3-9-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%	52W%	
OTP AvantisRO	RON	6.4465	↑ 0.11	↑	14.71	↑	12.90
OTP Obligatiuni	RON	11.9561	↑ 0.05	↑	4.33	↑	6.47
OTP ComodisRO	RON	14.5847	↑ 0.05	↑	4.44	↑	6.56
OTP Eurobond	EUR	10.8424	↑ 0.03	↑	3.21	↑	4.63

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