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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.818,50	↑ 0,76	↓ -0,16
BET-C	2.637,20	↑ 0,37	↓ -0,66
BET-FI	23.061,39	↑ 0,75	↓ -2,02
BET-XT	451,70	↑ 0,73	↓ -0,59
FP	0,5100	↑ 0,49	↓ -3,13
TLV	1,1900	↑ 1,88	↑ 1,88
EBS	83,5000	↑ 0,60	↑ 0,24
BRD	7,7000	↑ 0,33	↑ 0,92
SNP	0,4025	↓ -0,10	↓ -0,12

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,94	↑ 3,5	↑ 10,0
12 month	6,01	→ 0,0	↑ 6,5
3 year	6,39	↑ 5,5	↑ 12,0
5 year	6,49	↑ 2,5	↑ 6,5
10 year	6,66	↑ 0,5	↑ 2,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	11M	1 bn RON	
Thursday	2Y	300 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,60	↑ 2,0	↑ 67,0
3M ROBOR	5,74	↑ 2,0	↑ 12,0
6M ROBOR	6,12	↑ 1,0	↑ 9,0
1Y ROBOR	6,20	↑ 1,0	↑ 7,0
5Y CDS	214,53	↓ -4,5	↓ -32

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5673	↓ -0,01	↓ -0,10
USD/RON	3,5238	↓ -0,30	↑ 0,50
CHF/RON	3,7776	↓ -0,07	↑ 0,15
100HUF/RON	1,63	↑ 0,52	↑ 1,02

Source: Reuters, OTP Research

Summary

- BSE indices finished up on Friday, contrary to European markets; BET advanced by 0.76% and FP gained 0.49%, recovering part of the previous day's losses; the stocks' turnover was again low
- Last week, the Government approved a memorandum for the SPO of 15% stake in Transgaz but no date was established for the sale
- ROBOR ON higher by 67 bp a week after liquidity cap and reached 5.6%;
- The CDS reaches new lows; The Treasury plans to sell 1bn RON today in 11M bills but yields for short maturities are higher by 7-10 bp on a weekly basis

Stock indices finished in the green on Friday on very low turnover and contrary to European markets. European futures were down as well. BET advanced 0.76% and the composite index BET-C gained 0.37%. Fondul Proprietatea recovered some of the previous day's loss: +0.49% on Friday after having lost 3.3% on Thursday. In Europe, various alternatives are analyzed to push down Greek debt and on how to build and euro zone budget to pool borrowing. Spain could ask for a bailout in November together with Cyprus and Greece (Reuters) so this could ease tension regarding Spanish debt sustainability in the short term. On the local markets, the Government approved a memorandum for a 15% stake in Transgaz to be listed in a secondary public offer but no date was established for the sale yet.

ROBOR ON stood at 5.6% on Friday, still moving up after the Central Bank capped liquidity last Monday. It was higher by 67 bp as a result of the liquidity shortage. We expect to continue the cap this week as well. The 5Y CDS reaches new lows at 215 bp: last time it stood at this level was in July 2011.

The Treasury plans to sell 1bn RON in 11M T-bills today and 300 mn RON in 2Y bonds on Thursday but yields are higher by 7-10 bp (short term maturities) compared to last week while the 3Y bond yields climbed 12 bp on a weekly basis, at the NBR Fixing.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	no data			
Monday	Aug	CA balance (EUR mn, YTD)		-2.436

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		11-10-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,4091	↓ -0,31	↑	14,04	↑	22,08
OTP Obligatiuni	RON	12,0766	↑ 0,00	↑	5,38	↑	6,97
OTP ComodisRO	RON	14,6755	↑ 0,02	↑	5,09	↑	6,69
OTP Eurobond	EUR	10,9653	↑ 0,01	↑	4,38	↑	5,48

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