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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.890,97	↓ -0,01	↓ -0,68
BET-C	2.660,29	↓ -0,12	↓ -1,09
BET-FI	23.993,85	↑ 0,11	↓ -0,06
BET-XT	461,63	↓ -0,07	↓ -0,61
FP	0,5330	↑ 0,95	↑ 1,14
SIF3	0,6125	↑ 0,08	↑ 0,74
SNP	0,4100	↓ -0,12	↓ -0,97
SIF5	1,4000	↓ -0,50	→ 0,00
SIF1	1,1620	↓ -0,68	↓ -0,77

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,98	↑ 3,0	↑ 3,5
12 month	6,07	↑ 1,5	↑ 2,0
3 year	6,39	↓ 0,0	↓ -0,5
5 year	6,49	↑ 1,0	↑ 0,0
10 year	6,66	↑ 1,0	↑ 0,5

GOV'T BOND AUCTIONS

Maturity	Auctions	Sold

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,43	↓ -3,0	↑ 23,0
3M ROBOR	5,75	→ 0,0	↑ 1,0
6M ROBOR	6,10	→ 0,0	↓ -2,0
1Y ROBOR	6,19	↑ 1,0	→ 0,0
5Y CDS	207,25	↓ 0,0	↑ 5

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5555	↓ -0,16	↓ -0,48
USD/RON	3,5203	↓ -0,21	↑ 0,14
CHF/RON	3,7674	↓ -0,13	↓ -0,56
100HUF/RON	1,62	↓ -0,94	↓ -1,63

Source: Reuters, OTP Research

Summary

- BSE's indexes finished in the red on Friday and they continued to slide today
- The Central Bank plans to accept an unlimited number of government securities as collateral for the open market operations
- In September, residential buildings' licenses were down by 8.4% YoY

BSE's indexes finished in the red on Friday, on very low turnover. Only BET-FI managed to record some gain (+0.11%) supported by the advance of FP (+0.95%) and SIF Transilvania (+0.08%). Today markets opened in the red as well as concerns about Spain are still under scrutiny.

The leu continued to appreciate on Friday. The EURRON was lower by 0.5% on a weekly basis.

In the letter sent to the IMF in September, Romanian authorities said that given the risks of higher inflation and "excessive volatility in capital flows and the exchange rate", NBR will raise the base rate, should the exchange rate pressures continue. Also, they engaged that by the end of October, an unlimited number of government securities will be accepted as collateral for the open market operations, while currently, only 5 issues are accepted.

In September, only 3521 residential buildings licences were issued, lower by 8.4% YoY. In August, the decline was similar. Two thirds of the licenses were issues for the rural area.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	no data			
Monday	Licenses for residential buildings (y-o-y, %)	-8,4		-8,1

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		25-10-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,5265	↓ -0,08	↑	16,13	↑	19,75
OTP Obligatiuni	RON	12,1246	↑ 0,02	↑	5,80	↑	7,11
OTP ComodisRO	RON	14,7137	↑ 0,02	↑	5,36	↑	6,60
OTP Eurobond	EUR	10,9950	↑ 0,01	↑	4,66	↑	5,51

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