

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.824,98	↓ -0,62	↓ -2,25
BET-C	2.622,17	↓ -0,55	↓ -1,76
BET-FI	23.672,29	↓ -0,92	↓ -1,93
BET-XT	453,64	↓ -0,75	↓ -2,47
FP	0,5335	↓ -0,74	↓ -0,65
SIF5	1,3600	↓ -0,73	↓ -3,89
SIF3	0,6000	↓ -1,32	↓ -1,72
SIF2	1,3600	↔ 0,00	↓ -1,23
TLV	1,1640	↓ -0,60	↓ -2,59

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,92	↓ -0,5	↓ -0,5
12 month	6,01	↔ 0,0	↑ 0,0
3 year	6,38	↓ -0,5	↑ 0,5
5 year	6,48	↑ 0,5	↑ 1,5
10 year	6,65	↑ 0,5	↑ 0,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	800 mn RON	800 mn RON
Thursday	3Y	300 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,73	↑ 2,0	↑ 23,0
3M ROBOR	5,79	↑ 2,0	↑ 4,0
6M ROBOR	6,11	↑ 3,0	↑ 3,0
1Y ROBOR	6,18	↑ 1,0	↑ 1,0
5Y CDS	210,46	↑ 0,1	↓ -2

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5310	↑ 0,15	↑ 0,17
USD/RON	3,5637	↑ 0,13	↑ 0,78
CHF/RON	3,7583	↑ 0,13	↑ 0,30
100HUF/RON	1,59	↓ -0,16	↓ -0,46

Source: Reuters, OTP Research

Summary

- BSE's indexes fell yesterday, in line with European markets; Greece was not given another tranche of the bailout despite Sunday's austerity vote; in the US, investors fear the potential "fiscal cliff" of next year and analysts estimate that it could push US in recession
- The Treasury sold the planned 800 mn RON in 12M T-bills at higher yield: 6.13% vs. 6.08% earlier in November; it plans to issue 150 mn euro in 3Y euro denominated bonds on Nov 16
- Leu weakened for the second day
- Central Bank maintained liquidity cap but amount was higher by 2bn RON than last week; record bids
- The CA deficit shrunk again by 23.2% YoY during first 9M;

BSE's indexes slipped back in the negative territory, on low turnover. A trade was made in the deal markets with stocks of SIF Moldova which saw a jump of 0.37% but it remained flat in the regular market. The most traded stocks by value were only financial stocks, Fondul Proprietatea, SIFs (2,3,5) and Banca Transilvania and OMV Petrom missed from the usual candidates. Transgaz reported a net profit of 215.2 mn RON for the first 9M, lower by 24% YoY. However, the market considered the results as being satisfactory as the stock was marginally up yesterday (+0.07%). The other blue chip that finished in the green yesterday was Erste Group Bank (+1.27%). International markets saw declines as well, as worries about Greece and the US "fiscal cliff" intensified. Greece was not approved yet a next tranche of bailout, despite the fact that on Sunday, they voted for the adoption of the austerity budget. In US, the potential spending cuts and tax hikes that may come into force next year will weigh on investors' appetite and could put US in recession next year

The above international context kept the EUR/USD at 1.2709 yesterday (closing) and the euro strengthened against the leu by 0.15%. NBR maintained the liquidity cap at yesterday's repo but the injected amount was higher by 2 bn RON than last week, at 6 bn RON and the total bids were this year's record: 24 bn RON. Despite the higher injection, MM rates climbed yesterday.

The Treasury sold the planned 800 mn RON in 12M T-bills at an average yield of 6.13%, higher than the previous similar tender in November: 6.08%. The Treasury plans to boost its buffer by issuing another 150 mn EUR in 3Y euro denominated bonds, thereby taking advantage of the lower costs while yields in RON are under pressure.

The CA deficit shrank again, by 23.2% YoY. The FDI were higher by 29% YoY during the first 9M and stood at 1.1 bn EUR, financing one third of the CA deficit.

Yesterday's inflation figures revealed that core2 adjusted inflation continued to rise in October. Inflation was lower than analysts' expectations of 5.3% YoY as prices of fruits and vegetables posted a surprise: in October, they fell after jumping in September 5-10% MoM.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	Oct	Consumer price index (y-o-y,%)	5,0	5,3	5,3
	Sep	CA balance (EUR mn, YTD)	-3.671		-3.123
Tuesday		no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		9-11-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,5103	↓ -0,04	↑	15,84	↑	14,62
OTP Obligatiuni	RON	12,1590	↑ 0,02	↑	6,10	↑	7,03
OTP ComodisRO	RON	14,7606	↑ 0,02	↑	5,70	↑	6,65
OTP Eurobond	EUR	11,0096	↑ 0,01	↑	4,80	↑	5,47

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