

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.796,47	↓ -0,23	↑ 0,79
BET-C	2.606,38	↓ -0,46	↓ -0,09
BET-FI	24.200,38	↓ -0,60	↑ 1,96
BET-XT	455,48	↓ -0,41	↑ 1,21
FP	0,5375	↓ -0,56	↑ 0,56
SNP	0,3925	↓ -1,03	↓ -0,63
SIF3	0,6500	↓ -0,54	↑ 4,84
SIF5	1,3350	↓ -2,20	↓ -0,37
TLV	1,1730	↑ 0,09	↑ 2,80

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	6,03	↓ -6,0	↑ 3,0
12 month	6,18	↑ 1,0	↑ 7,5
3 year	6,53	↓ -1,0	↓ -0,5
5 year	6,58	↓ -1,0	↓ -0,5
10 year	6,68	↓ -1,0	↓ -1,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	500 mn RON	500 mn RON
Thursday	15Y	100 mn RON	
Thursday	2Y	400 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	6,16	↓ -32,0	↑ 28,0
3M ROBOR	6,25	↓ -5,0	↑ 26,0
6M ROBOR	6,36	↓ -1,0	↑ 18,0
1Y ROBOR	6,38	→ 0,0	↑ 15,0
5Y CDS	204,36	↑ 0,9	↓ -5

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5343	↑ 0,23	↑ 0,61
USD/RON	3,4627	↓ -0,11	↓ -0,57
CHF/RON	3,7382	↓ -0,17	↓ -0,11
100HUF/RON	1,60	↑ 0,03	↓ -0,39

Source: Reuters, OTP Research

Summary

- BET-C lost 0.46% yesterday; European index futures indicate a growth resumption for European equities today
- MM rates still higher on a weekly basis; ROBOR ON stood at 6.16% (+28 bp more than last week)
- Retail trade turnover fell by 2% MoM (seasonally adjusted) in October
- Net average wage rose by 6.5% yoy in October, compared to 5.1% yoy in September

The composite index was down by 0.46% yesterday and all indexes finished in the red. The blue chips' index ROTX fell the most, erasing part of the gains recorded in the previous two days. However, the local market follows to a high extent the international markets, the turnover started to increase and several trades are made on the deals market. In Europe and the US investor sentiment is somehow improved, especially in Europe. In the US, investors are still waiting for the decision related to the "fiscal cliff" but anticipate that some measures will be taken so that US could avoid an unnecessary recession. On the domestic market, uncertainty is related to the coming elections and 2013 budget approval, also to the conditions which will have to be negotiated with the IMF when a new agreement will be signed.

Money market rates fell yesterday, but they are still higher on a weekly basis: ROBOR ON is at 6.16%, 28 bp higher than last week. Also, compared to the base rate, the rates are significantly higher, of around 100 bp on average. The Central Bank has maintained the liquidity cap and injected only 4 bn RON this week, having posted the lowest allocation rate. Even if the inflation target will be missed this year, preventing a further deterioration of inflation expectations is key. The leu depreciated against the euro yesterday, on the back of lower interest rates.

Compared to last week, government securities yields fell marginally at the long end and continued to be elevated at the low end of the curve: the 6 and 12M T-bill yields are at 6.03% and 6.18%, higher by 3-7 bp than last week.

In October, retail trade turnover rose by 2.1% YoY but the monthly evolution showed a decline of 2% (seasonally and work days adjusted data). On a monthly basis, foods trade turnover was down by 3.5% (seasonally adjusted), fuels trade by 3% MoM and non-foods by 0.6% MoM.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	Oct	Retail trade turnover index (y-o-y, %)	2,1		2,9
	Oct	Producer Price Index (YoY, %)	6,8		6,6
Wednesday	Oct	Net wage growth rate (y-o-y, %)	6,5		5,1

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		03-Dec-12					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,5390	↑ 0,47	↑ 16,35	↑ 18,03		
OTP Obligatiuni	RON	12,2291	↑ 0,07	↑ 6,71	↑ 7,27		
OTP ComodisRO	RON	14,8247	↑ 0,07	↑ 6,16	↑ 6,67		
OTP Eurobond	EUR	11,0411	↑ 0,03	↑ 5,10	↑ 5,47		

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