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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.756,83	↓ -0,72	↓ -0,71
BET-C	2.593,01	↓ -0,45	↓ -0,58
BET-FI	24.312,13	↓ -0,15	↑ 0,73
BET-XT	453,26	↓ -0,50	↓ -0,36
FP	0,5400	↓ -0,37	↑ 0,56
SNP	0,3952	↓ -0,70	↓ -0,65
SIF1	1,1300	↑ 0,80	↓ -1,05
SIF3	0,6595	↑ 0,23	↑ 3,13
TLV	1,1400	↓ -1,55	↓ -1,72

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	6,01	⇒ 0,0	↓ -4,5
12 month	6,18	⇒ 0,0	↑ 2,5
3 year	6,56	↑ 4,5	↑ 0,5
5 year	6,60	↑ 1,0	↑ 2,0
10 year	6,70	↑ 1,0	↑ 2,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	500 mn RON	
Thursday	5Y	200 mn RON	
Thursday	2Y	400 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,66	↑ 8,0	↓ -87,0
3M ROBOR	6,12	↑ 2,0	↓ -17,0
6M ROBOR	6,33	⇒ 0,0	↑ 2,0
1Y ROBOR	6,36	⇒ 0,0	↑ 3,0
5Y CDS	204,48	↑ 0,0	↑ 1

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5325	↓ -0,06	↑ 0,31
USD/RON	3,5055	↑ 0,23	↑ 1,08
CHF/RON	3,7526	↑ 0,06	↑ 0,23
100HUF/RON	1,60	↓ -0,02	↓ -0,60

Source: Reuters, OTP Research

Summary

- The Central Electoral Bureau announced official partial results: USL coalition won 60.03% votes for the Senate and 58.63% for the Deputy Chamber
- the trade deficit widened in October; exports rose 1.4% YoY and imports by 7.9% YoY after they had sharply declined the previous month

BET was down by 0.72% on Friday and all indexes finished in the red, on low turnover. In Romania, Sunday's parliamentary elections had the expected result. The Central Electoral Bureau announced this morning the official partial results: USL coalition won 58.63% votes for the Deputy Chamber and 60.03% for the Senate. The results were largely expected but for local market of key importance will be the decision regarding the 2013 budget and the coming negotiations with the IMF. Meanwhile, the political situation in Italy changed over the weekend when the PM Mario Monti announced that he would resign earlier, which increased concerns about the resolution of the eurozone's debt crisis again. The news is perceived as negative by the markets.

The Treasury plans to sell 1.1 bn RON in government securities this week. On Friday, yield at the short end of the curve did not move, while the ones at the long end of the curve advanced 1-4 bp in the day. On a weekly basis they were higher up to 2 bp (with one exception, the 6M T-bills which lost 4 bp). The Treasury has accepted higher yields in the past weeks as the liquidity squeeze pushed MM rates up.

The trade deficit widened in October to 1.1 bn EUR, higher by 330.5 mn EUR than last year. After the sharp drop witnessed by both imports and exports in September, exports rose by 1.4% YoY and imports by 7.9% YoY in October.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	Oct	Construction works index (y-o-y, %)	-5,1	-5,6
Monday	Oct	Exports (y-o-y, %)	1,4	-9,0
	Oct	Imports (y-o-y, %)	7,9	-8,0

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		06-Dec-12					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,5383	↑ 0,20	↑ 16,34	↑ 20,86		
OTP Obligatiuni	RON	12,2367	↑ 0,02	↑ 6,78	↑ 7,15		
OTP ComodisRO	RON	14,8341	↑ 0,02	↑ 6,22	↑ 6,55		
OTP Eurobond	EUR	11,0446	↑ 0,01	↑ 5,13	↑ 5,37		

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