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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.308,28	↓ -0,96	↓ -2,59
BET-C	2.908,64	↓ -0,89	↓ -2,29
BET-FI	25.713,55	↓ -0,70	↓ -4,54
BET-XT	491,35	↓ -0,98	↓ -3,52
FP	0,6585	↓ -0,23	↓ -0,30
EBS	105,6000	↑ 3,02	↑ 2,52
SIF3	0,6800	↓ -0,29	↓ -1,59
TGN	190,5000	↑ 1,25	↓ -3,30
TLV	1,2600	↓ -1,18	↓ -4,55

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	4,59	↓ -5,0	↓ -16,5
12 month	4,77	↓ -3,0	↓ -8,0
3 year	4,94	↓ -5,5	↓ -18,5
5 year	5,03	↓ -4,5	↓ -17,0
10 year	5,32	↓ -1,0	↓ -11,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	4Y	300 mn RON	300 mn RON
Thursday	10Y	400 mn RON	

MONEY MARKET

	Rate (%)	Daily chg. (bp)	Weekly chg. (bp)
ON ROBOR	1,51	→ 0,0	↓ -20,0
3M ROBOR	4,38	↑ 2,0	↓ -5,0
6M ROBOR	5,10	↓ -1,0	↓ -7,0
1Y ROBOR	5,17	↓ -1,0	↓ -4,0
5Y CDS	195,90	↑ 0,0	↑ 4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,3500	↓ -0,07	↓ -0,40
USD/RON	3,3461	↑ 0,46	↑ 0,86
CHF/RON	3,5380	↓ -0,80	↓ -1,52
100HUF/RON	1,45	↓ -0,30	↓ -2,45

Source: Reuters, OTP Research

Summary

- BET lost 1% yesterday, contrary to major European indexes; year to date, BET gained 3.1%; weak macro data in Germany made more room for speculations that ECB will cut the base rate
- The euro lost 0.5% to the dollar; the leu maintained fairly stable, contrary to its peers
- Central Bank's survey for April reveals that industrial production and constructions will continue to improve in April.

Yesterday BET lost 1% and all indices finished in the red. Total equities' turnover at BVB stood at 4.3 mn EUR. Among the blue chips, energy companies were the greatest losers, as Transelectrica and OMV Petrom were down 2.25% and 2.39% respectively. Among the blue chips, top performers were Erste Group Bank (+3%) and Transgaz (+1.25%) and they were in the top 5 most traded stocks by value. Year to data, BET is up by 3.1% and BET-C by 4.4%. BET-NG and BET-FI gained a mere 1.2% and 1.3% respectively.

In Europe, shares rallied yesterday, after weak macro data from Germany increased speculation that the ECB will cut the base rate. In the US, shares also gained after good earnings' reports were released.

The leu maintained stable to the euro yesterday, unlike its peers: the Polish Zloty lost 0.8% and the Hungarian forint was down by 0.3%. The leu is stronger by 0.4% to the euro on a weekly basis, despite falling interest rates. Demand for Romanian debt has boosted the leu recently and can still offer some support in the short term but we are getting closer to the level where NBR stepped into the market this year.

As the maintenance period for the required reserves ended yesterday, short term rates jumped as expected (except for ROBOR ON). Compared to March, the hike that followed the reserve period is much smaller: in March, short term rates jumped above 5% whereas now they are slightly above 4%. Liquidity conditions continue to be relaxed and only 3 banks went to the repo auction this week.

The Central Bank published its April survey of expected evolution of industrial activity and constructions. For industry, the results are mixed: improvement is expected in April but in the longer term the optimism is diminished as the new orders are reduced to roughly on third of the level witnessed in March, mostly due to weaker foreign demand. In construction, expectations are positive and volume is improving.

PERIOD	INDICATOR	FACT	PREVIOUS
Tuesday		no data	
Wednesday		no data	

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		22-Apr-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,8347	↓ -0,06	↑	0,16	↑	8,14
OTP Obligatiuni	RON	12,5744	↑ 0,04	↑	1,97	↑	7,57
OTP ComodisRO	RON	15,2220	↑ 0,04	↑	1,87	↑	6,88
OTP Eurobond	EUR	11,3058	↑ 0,02	↑	1,66	↑	6,04

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