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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.352,74	↑ 1,09	↑ 0,15
BET-C	2.936,31	↑ 0,70	↑ 0,09
BET-FI	24.191,52	↓ -0,49	↓ -2,07
BET-XT	484,84	↑ 1,02	↓ -0,32
FP	0,6420	↓ -2,87	↓ -2,73
SIF5	1,3460	↓ -1,25	↓ -1,32
EBS	103,5000	↑ 0,49	↑ 1,87
SIF3	0,5050	↑ 1,92	↓ -21,64
BRD	7,9900	↑ 1,14	↑ 2,57

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,88	↓ -12,5	↓ -56,0
12 month	4,06	↓ -8,0	↓ -57,0
3 year	4,37	↑ 0,0	↓ -30,5
5 year	4,45	↓ 0,0	↓ -33,5
10 year	4,80	⇒ 0,0	↓ -25,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	800 mn RON	800 mn RON
Thursday	5Y	500 mn RON	
Thursday*	5Y	50 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2,76	↓ -5,0	↓ -186,0
3M ROBOR	3,84	↓ -2,0	↓ -35,0
6M ROBOR	4,60	↓ -4,0	↓ -33,0
1Y ROBOR	4,67	↓ -1,0	↓ -32,0
5Y CDS	165,29	↓ -5,8	↓ -6

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,3255	↑ 0,01	↑ 0,48
USD/RON	3,3335	↑ 0,07	↑ 1,25
CHF/RON	3,4811	↑ 0,03	↓ -0,79
100HUF/RON	1,47	↓ -0,60	↑ 1,13

Source: Reuters, OTP Research

Note: *Supplementary session for competitive offers

Summary

- BVB indexes opened up this morning; OMV Petrom announced slightly better than expected Q1 results
- The Treasury sold 800 mn RON in 12M T-bills at record low yield: 3.98%
- Industrial production rose by 1.3% YoY and 0.3% MoM (seasonally adjusted) in March. Business cycle indicators for March were mixed: retail trade was slightly down but industry and constructions marginally up; prospects for April are good in what concerns industrial and constructions activity (NBR survey)

Major indexes on BVB finished up yesterday and total equities' turnover stood at 11.8 mn EUR. One fifth of liquidity was made in the deals market, where 5 stocks were traded (BRD, FP, Transgaz, Banca Transilvania and SIF Muntenia). BET advanced by 1.1% and the best performer was the energy companies' index BET-NG: it was supported especially by OMV Petrom (+ 5%) and the utilities companies, Transgaz (+1.29%) and Transelectrica (+0.79%). This morning, Petrom announced its first quarter results which were marginally better than analysts polled by Reuters expected (net profit of 1.3 bn RON). Net income attributable to stockholders stood at 1.33 bn RON, slightly lower (-3.9% YoY) than last year. EBIT stood at 1.582 bn RON, which was lower than last year by 11.8% YoY.

The Treasury sold the planned amount of 800 mn RON in 12M T-bills at a record low yield of 3.98% compared to 4.99% earlier in April. Demand was high and total subscriptions stood at 3 bn RON, leading to a bid to cover ratio of 3.89.

In March, industrial production advanced by 1.4% YoY and by 0.3% MoM (seasonally adjusted). The seasonally adjusted business cycle indicators in March basically revealed a slowdown in retail trade whereas constructions and industry were marginally in the positive territory. Also, trade data showed that both internal and external demand were weaker in March. However, the survey published by the Central Bank for April was positive for industry and constructions activity so Q2 starts on a good note. The private loans evolution was not supportive in the first quarter, with corporate loan dynamics getting weaker but prospects are improved given the lower interest rate environment and the announced rate cut cycle. In addition, we did not receive worrying signs from agriculture until now. Our GDP forecast for this year is +1.5%, close to the official one of 1.6%.

PERIOD	INDICATOR	FACT	PREVIOUS	
Monday	March	Index value of new orders in manufacturing (y-o-y, %)	0,7	15,8
	March	Industrial trade turnover index (y-o-y, %)	-2,9	13,8
Tuesday	March	Industrial Production Index (y-o-y, %)	1,3	7,2

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		10-May-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,7956	↑ 0,35	↓ -0,42	↑ 7,38		
OTP Obligatiuni	RON	12,6106	↑ 0,02	↑ 2,27	↑ 7,57		
OTP ComodisRO	RON	15,2725	↑ 0,05	↑ 2,21	↑ 6,83		
OTP Eurobond	EUR	11,3984	↑ 0,01	↑ 2,49	↑ 6,69		

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