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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.448,53	↑ 0,98	↓ -0,66
BET-C	2.951,51	↑ 0,78	↓ -0,60
BET-FI	25.167,84	↓ -1,05	↓ -2,07
BET-XT	496,54	↑ 0,41	↓ -1,18
FP	0,6540	↓ -0,30	↓ -0,46
EBS	109,5000	↑ 0,46	↑ 2,43
SIF3	0,5490	↓ -1,96	↓ -1,96
SNP	0,4200	↑ 1,45	↓ -2,33
SIF5	1,4100	↓ -1,81	↓ -3,69

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	4,31	↑ 1,5	↑ 4,4
12 month	4,36	↑ 2,5	↑ 4,7
3 year	4,65	↑ 4,5	↑ 4,8
5 year	4,84	↑ 3,5	↑ 16,5
10 year	5,14	↑ 6,0	↑ 16,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	5Y	500 mn RON	500 mn RON
Tuesday*	5Y	50 mn RON	
Thursday	3Y	700 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	4,36	↑ 40,0	↑ 10,0
3M ROBOR	4,22	↑ 7,0	↑ 3,0
6M ROBOR	4,56	↑ 1,0	↓ -3,0
1Y ROBOR	4,61	↑ 2,0	↓ -2,0
5Y CDS	168,71	↓ 0,0	↑ 0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4130	↑ 0,49	↑ 1,67
USD/RON	3,3747	↓ -0,13	↑ 1,57
CHF/RON	3,5626	↑ 0,69	↑ 0,78
100HUF/RON	1,51	↑ 1,97	↑ 0,16

Source: Reuters, OTP Research

Note: *Supplementary session for competitive offers

Summary

- Weak US manufacturing data eased investors' worries that the Fed will cut the stimulus measures, helping European shares
- The FX reserves rose from 32.4 bn EUR in April to 32.7 bn EUR in May; payments due in the account of foreign public debt amount to 555 mn EUR in June
- Industrial producer prices rose by 3% YoY in April, compared to 4.5% YoY in March.

BET gained close to 1% yesterday. Looking to Europe, shares are expected to perform better today, after weak US manufacturing data eased fears that the Fed will cut the stimulus measures.

The leu lost 0.5%, uncorrelated with its peers and it is down 1.7% on a weekly basis to the euro. The move could be explained by profit taking in the debt market, given that we are also approaching the end of the quarter. Meanwhile on the money markets, rates are moving higher, and ROBOR ON gained 40 bp yesterday. In line with the hike in interest rates, government securities yields gained up to 6 bp yesterday (in the case of 10Y bonds).

The Treasury sold 500 mn RON in 5Y bonds at an average accepted yield of 4.66%, which is 13 bp higher than the yield recorded at the similar tender at the end of May.

The FX reserve rose to 32.7 bn EUR in May from 32.4 bn EUR in April. Inflows stood at 1.6 bn EUR and outflows amounted 1.3 bn EUR. The latter included the 6th and 7th instalment to the IMF for which the NBR paid 846 mn EUR and the Finance Ministry 172 mn EUR. In June, the total debt, payments in the account of foreign denominated public debt amount to 555 mn EUR.

Producer price index dropped to 3% YoY in April, down from 4.5% YoY in March. This was explained by a decline in domestic industrial production price inflation from +5.9% YoY in March to +4.9% YoY in April. On the external markets, prices fell by 0.6% YoY.

	PERIOD	INDICATOR	FACT	PREVIOUS
Monday	April	Retail trade turnover index (y-o-y, %)	2,7	-4,2
	May	FX reserves (bn EUR)	32,7	32,4
Tuesday	April	Producer Price Index (y-o-y, %)	3,0	4,5

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		31-May-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,0027	↓ -0,66	↑	2,62	↑	17,76
OTP Obligatiuni	RON	12,6616	↑ 0,01	↑	2,68	↑	7,67
OTP ComodisRO	RON	15,3205	↑ 0,02	↑	2,53	↑	6,81
OTP Eurobond	EUR	11,4175	↑ 0,01	↑	2,66	↑	6,64

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