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# Daily Report – Romania

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.382,55	↓ -0,21	↓ -0,67
BET-C	2.901,55	↓ -0,15	↓ -0,79
BET-FI	25.246,47	↑ 0,24	↑ 2,11
BET-XT	494,01	↓ -0,07	↑ 0,22
EBS	107,7000	↑ 2,57	↑ 0,65
FP	0,6480	↑ 0,15	↑ 1,73
TGN	189,8000	↓ -0,63	↓ -6,96
SNP	0,4270	↑ 0,71	↓ -0,67
SIF3	0,5580	↑ 1,27	↑ 3,53

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	4,43	↓ -9,0	↓ -30,0
12 month	4,55	↓ -5,0	↓ -23,0
3 year	4,92	↓ -9,0	↓ -20,0
5 year	5,09	↓ -2,5	↓ -17,5
10 year	5,34	↓ -14,5	↓ -21,0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	5Y	800 mn RON	800 mn RON
Thursday	7Y	300 mn RON	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2,49	→ 0,0	↓ -67,0
3M ROBOR	4,38	↓ -4,0	↓ -15,0
6M ROBOR	4,68	↓ -2,0	↓ -12,0
1Y ROBOR	4,77	↑ 2,0	↓ -6,0
5Y CDS	174,06	↓ -0,4	↓ -1

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4900	↑ 0,82	↓ -0,60
USD/RON	3,3524	↑ 0,61	↓ -1,18
CHF/RON	3,6456	↑ 0,96	↓ -0,58
100HUF/RON	1,53	↑ 0,17	↑ 0,41

Source: Reuters, OTP Research

Note: \*Supplementary session for competitive offers

**Summary**

- BET lost 0.21% yesterday dragged down especially by BRD (-1.76%). In Europe, evolution was mixed and investors' are waiting for Fed's guidance today
- Investors became anxious again, before Fed's meeting and emerging market currencies such as the leu and its peers took a hit yesterday; EUR/RON (mid) is trading around 4.51.

Domestic indexes closed mixed yesterday and BET lost 0.21% in the day, after it was dragged down by BRD (-1.76%), Banca Transilvania (-0.17%) and two utilities' stocks: Transgaz (-0.63%) and Transelectrica (-0.76%). Other blue chips which were among the most traded stocks managed to stay in the positive territory (Erste, OMV Petrom, Fondul Proprietatea). The deals market was active again and made up roughly 40% of the total equities' turnover. 6 deals were made with three stocks: BRD, OMV Petrom and SIF Oltenia. Total equities' turnover remained relatively low: 5 mn EUR. In Europe, evolution was mixed as well whereas in the US we saw gains up to 1% yesterday.

Investors are looking forward to today's Fed's meeting and focus falls on Bernanke's speech that is expected to give guidance on the details of future stimulus measures. Up to now, these measures have helped European equities. Also, recent expectations of Fed lowering the size of the stimulus triggered a selloff in European emerging market bonds, including Romania, which was felt in the bond price level and currency as well. Yesterday, emerging market currencies such as the leu and its peers fell again against the euro after having bounced back the week before. The leu was down 0.8% to the euro and as it was anticipated early in the year by the Central Bank as well, volatility of the currency is increased due to foreigners' exposure on Romanian debt. Low money market rates do not support leu's appreciation either: this week liquidity is at good levels, given that we are going closer to the end of the maintenance period for the required reserves. Investors' sentiment and expectations about the future is driving the currency these days and a positive signal from Ben Bernanke can send the euro lower against the leu. The US economy has not engaged clearly on a growth path and unemployment rate is nowhere near the 6.5% level at which the Fed announced it will raise interest rates. US unemployment rate stood at 7.6% in May. EUR/RON (mid) is currently trading around the 4.51 level.

In line with falling interest rates, yields gave up 2 to 14 bp yesterday and lost 17 to 30 bp on a weekly basis. The 3Y bond yield dropped again below the 5% level and stood at 4.92% (mid) at yesterday's NBR fixing.

PERIOD	INDICATOR	FACT	PREVIOUS
Tuesday		no data	
Wednesday		no data	

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		17-Jun-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,9812	↑ 0,40	↑ 1,89	↑ 15,73		
OTP Obligatiuni	RON	12,6917	↑ 0,04	↑ 2,88	↑ 7,59		
OTP ComodisRO	RON	15,3575	↑ 0,04	↑ 2,74	↑ 6,71		
OTP Eurobond	EUR	11,4358	↑ 0,02	↑ 2,80	↑ 6,62		

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