

Last data: 12.08.2013

STOCK EXCHANGE			
	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.761,45	↑ 0,20	↑ 3,21
BET-C	3.059,32	↑ 0,31	↑ 3,25
BET-FI	25.691,14	↑ 0,06	↑ 5,46
BET-XT	520,20	↓ -0,04	↑ 3,74
FP	0,6950	↑ 2,21	↑ 3,42
EBS	112,6000	↓ -0,18	↑ 6,23
SIF3	0,5770	↓ -0,43	↑ 6,65
TLV	1,3700	↔ 0,00	↑ 1,86
SNP	0,4389	↓ -0,70	↓ -0,25

GOV'T BOND MARKET			
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,88	↓ -1,5	↓ -30,0
12 month	3,94	↓ -1,0	↓ -32,5
3 year	4,37	↓ -1,0	↓ -24,0
5 year	4,51	↓ -1,0	↓ -22,0
10 year	4,94	↓ -0,5	↓ -13,0

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	3Y	300 mn RON	300 mn RON

MONEY MARKET			
	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2,14	↓ -6,0	↓ -145,0
3M ROBOR	3,88	↓ -4,0	↓ -52,0
6M ROBOR	4,21	↓ -6,0	↓ -46,0
1Y ROBOR	4,25	↓ -3,0	↓ -43,0
5Y CDS	184,74	↑ 0,5	↑ 2,2

FX MARKET			
	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4125	↓ -0,31	↑ 0,02
USD/RON	3,3174	↓ -0,14	↓ -0,30
CHF/RON	3,5838	↓ -0,47	↓ -0,12
100HUF/RON	1,4837	↓ -0,77	↑ 0,53

Source: Reuters, OTP Research

Summary

- BVB closed mixed yesterday; FP closed at 0.695 RON/ share; OMV Petrom reported 1.06 bn RON profit in Q2, marginally higher than expectations
- The Treasury sold 300 mn RON in 3Y bonds at 4.23% against 4.74% in Mid July and demand was strong
- The CA posted a surplus of 695 mn EUR mainly as the trade balance deficit corrected sharply
- The Central Bank injected 7 mn RON to one bank this week.

BVB indexes closed mixed yesterday, same as the dynamics noticed in Europe. Total equities' turnover was lower than the previous day and stood at 4.9 mn EUR. 4 deals were made yesterday with: BRD, BVB and Fondul Proprietatea. Among the blue chips comprised by ROTX, only Fondul Proprietatea and Biofarm were on the rise. The former hit 0.695 RON/ share yesterday, advancing by 2.2% in a day. The buyback program that started in April 2013 is set to last 18 months and the Fund announced that between 5-9 August it redeemed another 11 mn RON worth of stocks. The program continues to support its share price. Today, OMV petrom announced its Q2 results which marginally beat expectations: net profit stood at 1.06 bn RON (+65% YoY) compared to 1.02 bn RON estimated by analysts' in a Reuters' poll. Meanwhile, sales stood at 5.8 bn RON, lower by 6.6% YoY in Q2 2013.

The Central Bank injected an insignificant amount at yesterday's repo (7 mn RON) to one bank, after last week's lack of bids. Money market rates continue to fall (3-6 bp).

The Treasury sold the planned 300 mn RON in 3Y bonds (residual maturity) at an average accepted yield of 4.23%, compared to 4.74% in Mid July. Demand was strong, as expected and bid to cover ratio was 6X. Non residents likely manifested an interest for this sale and the leu gained 0.3% to the euro and the EUR/RON closed around 4.41 yesterday. The pair is currently trading around 4.415 (mid). We believe the batch of macro data to be released this week will be the main driver: Q2 GDP will be available in Romania as well as in the euro-zone. Also, the US retail sales will give more hints about the Fed's next actions.

During the first 6M, the current account posted a surplus of 695 mn EUR, compared to 2.8 bn EUR deficit last year in the same period. The main driver was the reduction of trade balance deficit (by 2 bn EUR), as exports speeded up and import slowed down, on weak internal demand. Secondly, the services balance showed a surplus of 1.2 bn EUR as opposed to a small deficit last year. Net FDI are still weaker though, 666 mn EUR (-19% YoY). The sharp correction of the external imbalance, the fairly adequate FX reserves and the new agreement to be signed with the IMF place the leu in a good position at the moment.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	July	Consumer price index (y-o-y,%)	4,4	4,80	5,4
	June	CA balance (EUR mn, YTD)	695		314,5
Tuesday					

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		09-Aug-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,1812	↓ -0,42	↑	5,67	↑	15,32
OTP Obligatiuni	RON	12,8069	↑ 0,02	↑	3,83	↑	7,58
OTP ComodisRO	RON	15,4776	↑ 0,02	↑	3,56	↑	6,52
OTP Eurobond	EUR	11,4880	↑ 0,01	↑	3,29	↑	6,23

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