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Daily Report – Romania

Last data: 06.09.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.736,35	↓ -0,13	↓ -1,79	
BET-C	3.022,84	↓ -0,07	↓ -1,46	
BET-FI	25.102,93	↓ -0,03	↓ -2,16	
BET-XT	515,83	↓ -0,10	↓ -1,87	
FP	0,6775	↓ -0,37	↓ -1,74	
TLV	1,3950	↓ -1,41	↓ -3,59	
SIF3	0,5680	→ 0,00	↓ -3,24	
BRD	8,4500	→ 0,00	↓ -1,17	
SNP	0,4370	↑ 1,13	↓ -0,50	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,89	↑ 0,5	↑ 0,5	
12 month	3,97	→ 0,0	↓ -0,5	
3 year	4,47	↑ 0,5	↑ 2,0	
5 year	4,78	↑ 0,5	↑ 3,0	
10 year	5,19	↓ -0,5	↑ 3,5	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	3Y	RON 1 bn	
Thursday	7Y	RON 500 mn	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	3,27	↓ -4,0	↓ -48,0	
3M ROBOR	3,84	→ 0,0	↑ 6,0	
6M ROBOR	4,11	↓ -1,0	↑ 1,0	
1Y ROBOR	4,15	→ 0,0	↓ -1,0	
5Y CDS	190,12	↓ -0,9	↓ -1,3	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4744	↑ 0,15	↑ 0,85	
USD/RON	3,3934	↓ -0,34	↑ 1,24	
CHF/RON	3,6205	↑ 0,47	↑ 0,47	
100HUF/RON	1,4909	↑ 0,69	↑ 1,35	

Source: Reuters, OTP Research

Summary

- The subscription for the IPO of Nuclearelectrica starts today; oil stocks posted gains on Friday
- The EUR/RON is currently trading around 4.48; the US Senate has to cast a vote related to intervention in Syria on Wednesday; The Treasury plans to sell RON 1 bn in 3Y bonds today
- Constructions activity saw an extraordinary advance in July (+8.5 MoM, SA); the residential segment rose unexpectedly by 47% MoM but the rest of segments gained as well
- Exports continued to be strong in July (+18.1% YoY) and imports advanced by 11.3% YoY, raising hopes that domestic demand is doing better as well, after a rough second quarter.

BVB indexes finished mostly in the red on Friday on a low liquidity turnover: EUR 3.5 mn. Indexes lost up to 0.7%, the worst performance being posted by the blue chips' index ROTX (-0.66%). ROTX was driven down especially by Erste Group Bank (-2.35%), Banca Transilvania (-1.41%) and Fondul Poprietatea (-0.37%). Only the energy sector remained in the green, with BET-NG moving up by 0.11% as the oil companies advanced: OMV Petrom moved up 1.13%. In Europe, major indexes managed to add up to 1%, after US jobs data came out lower than expected, raising hopes that Fed could start tapering later on, not as initially thought in September. On the local market, the IPO of Nuclearelectrica starts today.

After the US non-farm payrolls data came out, the dollar lost ground against the euro. The leu did not manage to step up, it lost 0.1% on Friday and 0.8% on a weekly basis. It is now trading around 4.48. Tensions related to Syria remain and the US Senate is expected to cast a vote related to this issue on Wednesday.

The Treasury plans to sell RON 1.5 bn in bonds this week, out of which RON 1 bn today in 3Y bonds today. Yields have barely moved on Friday and they are higher on a weekly basis by up to 3 bp. The 3Y bonds yield (mid) stood at 4.47% at NBR's fixing on Friday.

Constructions data came out strong in July: constructions inched up by 8.5% MoM (seasonally adjusted) and 15.4% YoY. The monthly hike was supported by all construction types: the residential segment was up by 47% MoM, the nonresidential by 8.4% MoM and the civil engineering by 3.3% MoM. External trade data also showed good results in July: exports rose significantly (+18.1% YoY) and imports by 11.3% YoY. While in the case of exports we have already witnessed good dynamics this year, imports were affected by weak internal demand and slipped in the negative territory in Q2.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	July	Industrial trade turnover index (y-o-y, %)	8,9		3,8
	July	Index value of new orders in manufacturing (y-o-y, %)	9,4		9,5
Monday	July	Construction works index (y-o-y, %)	15,5		-0,2
	July	Exports (y-o-y, %)	18,1		7,0
	July	Imports (y-o-y, %)	11,3		-6,5

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		05-Sep-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,0827	↓ -0,05	↑	3,84	↑	10,25
OTP Obligatiuni	RON	12,8538	↑ 0,01	↑	4,23	↑	7,40
OTP ComodisRO	RON	15,5482	↑ 0,02	↑	4,04	↑	6,55
OTP Eurobond	EUR	11,5191	↑ 0,01	↑	3,57	↑	6,04

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