



Last data: 11.09.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.774,87	↑ 0,37	↑ 0,19	
BET-C	3.043,15	↑ 0,33	↑ 0,58	
BET-FI	25.602,51	↑ 1,23	↑ 1,69	
BET-XT	520,74	↑ 0,56	↑ 0,58	
FP	0,6915	↑ 1,47	↑ 1,69	
SNP	0,4310	↓ -1,15	↓ -0,25	
TLV	1,3870	↑ 0,36	↓ -1,98	
SIF3	0,5840	↑ 2,46	↑ 2,82	
SIF1	1,0300	↔ 0,00	↓ -0,77	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,89	↓ -3,5	↑ 0,5	
12 month	3,99	↓ -3,0	↑ 1,5	
3 year	4,51	↓ -2,5	↑ 5,5	
5 year	4,82	↓ -3,5	↑ 4,5	
10 year	5,31	↑ 0,5	↑ 15,5	

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

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	3,17	↓ -2,0	↓ -28,0	
3M ROBOR	3,82	↓ -1,0	↓ -3,0	
6M ROBOR	4,13	↔ 0,0	↑ 2,0	
1Y ROBOR	4,17	↑ 1,0	↑ 2,0	
5Y CDS	186,11	↓ -1,8	↓ -4,9	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4822	↑ 0,46	↑ 0,56	
USD/RON	3,3674	↑ 0,12	↓ -0,22	
CHF/RON	3,6097	↑ 0,31	↑ 0,06	
100HUF/RON	1,4948	↑ 0,43	↑ 1,10	

Source: Reuters, OTP Research

### Summary

- BET gained 0.4% yesterday, on the highest turnover of the month; the IPO of Nuclearelectrica was oversubscribed 5.5 times on the small investors' tranche yesterday
- The leu lost 0.5% to the euro yesterday, uncorrelated to its peers
- In July, Romania had a current account deficit after 2M of surplus; this was driven by net outflows of current transfers (from EU) to the public administration; FDI remains low, at EUR 878 mn (-32% YoY) during the first 7M.

BVB indexes finished up yesterday, on the largest turnover since the end of August, EUR 6.2 mn respectively. BET gained 0.37%, in line with the dynamics witnessed in Europe. Ziarul Financiar reported that the IPO of Nuclearelectrica was oversubscribed 5.5 times on the small investors' tranche, who were allocated only 10% of the offer. Investors hurried to catch the 8% discount available during the first 3 days of the offer. However, the manifested interest is a good sign considering the following listings of stakes in state owned enterprises.

The leu ended the day 0.5% weaker to the euro yesterday, uncorrelated with its peers and with the general sentiment in the market. There are more signs that growth in the euro-zone could have chances to become stronger. The political risk around the situation in Syria diminishes. The technical picture favors a scenario in which the EUR/RON could fall back from the current highs, in the short term.

The current account data showed that in the month, Romania posted a deficit after two consecutive months of surplus. This happened as the current transfers were much lower than the previous 2 months and represented only half of this year's monthly average. The drivers were transfers to the public administration, which turned out to be net outflows in July. Transfers to the other sectors, which include workers' remittances came out the same as this year's monthly average, of around EUR 200 mn/month. However, the most noticeable facts this year are the adjustment of the trade gap which shrank to half given the simultaneous rush of exports and shrinking of imports which signaled that foreign demand improves while domestic demand remains weak. In July though, we saw that imports recovered which could be an early sign that domestic demand could see better days. Another driver of the lower current account deficit was the considerable surplus witnessed in the balance of services, due to transport services. On the funding side, FDI remain weak, at EUR 878 (-32% YoY) during the first 7M. Portfolio investments remain strong, at EUR 3.7 bn: we see that in June, we witnessed relatively strong outflows (~EUR 500 mn). In June, discussions related to the Fed starting to taper accelerated withdrawals from EM and it looks like Romania did not completely escaped. In July though, the data points to net inflows.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	August	Consumer price index (y-o-y,%)	3,7	3,8	4,4
	July	CA balance (EUR mn, YTD)	489		653
Thursday		no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		10-Sep-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,0866	↑ 0,35	↑ 3,49	↑ 6,95		
OTP Obligatiuni	RON	12,8625	↑ 0,02	↑ 4,29	↑ 7,23		
OTP ComodisRO	RON	15,5580	↑ 0,01	↑ 4,10	↑ 6,55		
OTP Eurobond	EUR	11,5235	↑ 0,01	↑ 3,60	↑ 6,03		

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