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Daily Report – Romania

Last data: 19.09.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.889,63	↑ 1,11	↑ 1,54	
BET-C	3.090,20	↑ 0,73	↑ 0,86	
BET-FI	26.449,17	↑ 1,14	↑ 2,63	
BET-XT	532,20	↑ 1,10	↑ 1,72	
FP	0,7200	↑ 1,48	↑ 3,00	
TLV	1,4190	↑ 2,23	↑ 3,58	
SIF3	0,6100	↑ 2,35	↑ 3,48	
SIF2	1,2540	↑ 0,48	↑ 0,80	
SNP	0,4350	↑ 0,07	↓ -0,68	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,56	↓ -12,0	↓ -32,5	
12 month	3,70	↓ -9,5	↓ -28,5	
3 year	4,20	↓ -21,5	↓ -29,5	
5 year	4,47	↓ -16,5	↓ -35,0	
10 year	4,96	↓ -16,0	↓ -36,0	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	12M	RON 1 bn	RON 1 bn

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	1,63	↓ -15,0	↓ -150,0	
3M ROBOR	3,56	↓ -7,0	↓ -27,0	
6M ROBOR	3,98	↓ -3,0	↓ -14,0	
1Y ROBOR	4,04	↓ -3,0	↓ -12,0	
5Y CDS	174,52	↓ -4,0	↓ -11,6	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4586	↑ 0,26	↓ -0,47	
USD/RON	3,2954	↓ -0,44	↓ -2,18	
CHF/RON	3,6189	↑ 0,41	↓ -0,06	
100HUF/RON	1,5015	↓ -0,85	↑ 0,91	

Source: Reuters, OTP Research

Summary

- BVB indexes moved up yesterday, on a higher turnover; the blue chips index ROTX marked the highest hike (+1.43%); next events to be followed are on 30th September and mid-October when the US decided on the budget and the national debt strategy, respectively
- The leu and its peers partly lost some of their initial gains marked post Fed's monetary policy decision
- Government bond yields are down 30-36 bps on a weekly basis.

BVB indexes moved up yesterday as they built on the news that Fed will not start tapering in September. BET gained 1.11% and the strongest uptake was seen by the blue chips' index ROTX (+1.43%). ROTX was driven by especially by 2 banking stocks Banca Transilvania and Erste Group Bank, which rose some 2.2% -2.5%. On a weekly basis, some blue chips like Fondul Proprietatea (FP) and Banca Transilvania (TLV), which were among the most traded by value yesterday, rose nicely between 3%-3.6%. Total equities' turnover was good at EUR 9.8 mn as investors took a chance to mark some profits. The deals market was active as well and made up almost half of the liquidity, in 10 deals with FP, OMV Petrom, Transgaz, Banca Transilvania and BRD. Next major events that investors may have their eyes on are on 30th Septemeber when the US has to make a budget deal to prevent a blackout of the federal government and later on in Mid-October when another deal is needed to avoid a US default on national debt.

After the initial firming, the leu and it peers slid back yesterday, erasing part of the gains. The EUR/RON is currently trading around 4.46.

Government securities yields adjusted significantly this week and 3Y- 10Y bond yields erased between 30- 36 bps on a weekly basis. All yields are back below the 5%. We are looking forward to the Central Bank meeting on 30th September when the markets widely wait for a base rate cut of 25 bps.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday		no data		
Friday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		18-Sep-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,1658	↑ 0,02	↑ 4,99	↑ 7,62		
OTP Obligatiuni	RON	12,8776	↑ 0,01	↑ 4,42	↑ 7,22		
OTP ComodisRO	RON	15,5716	↑ 0,01	↑ 4,20	↑ 6,51		
OTP Eurobond	EUR	11,5305	↑ 0,01	↑ 3,67	↑ 5,59		

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