

## Headquarter Treasury Sales

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# Daily Report – Romania

Last data: 17.01.2014

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6.559,86	↑ 0,31	↓ -0,60
BET-C	3.406,52	↑ 0,19	↓ -0,20
BET-FI	32.114,54	↑ 1,05	↑ 1,27
BET-XT	611,55	↑ 0,51	↑ 0,30
FP	0,8220	↑ 0,24	↓ -2,61
SNG	34,0000	↑ 0,29	↓ -1,88
SNP	0,4850	↑ 0,62	↑ 1,70
TLV	1,7000	↑ 1,19	↑ 0,89
BVB	31,7000	↑ 3,09	↑ 0,35

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1,87	↑ 0,5	↓ -15,0
12 month	2,21	↑ 0,5	↓ -13,5
3 year	3,30	→ 0,0	↓ -10,5
5 year	4,28	↑ 1,0	↓ -1,5
10 year	5,15	↑ 1,5	↓ -1,0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	
Thursday	12M	RON 1 bn	
Thursday	5Y	EUR 200 mn	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0,99	↑ 1,0	↓ -8,0
3M ROBOR	1,98	↑ 2,0	↓ -5,0
6M ROBOR	2,63	↑ 1,0	↓ -7,0
1Y ROBOR	2,77	→ 0,0	↓ -14,0
5Y CDS	161,96	→ 0,0	→ 0,0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5308	↓ -0,04	↓ -0,26
USD/RON	3,3463	↑ 0,21	↑ 0,66
CHF/RON	3,6733	↓ -0,14	↓ -0,30
100HUF/RON	1,5025	↑ 0,11	↓ -1,27

Source: Reuters, OTP Research

**Summary**

- BVB indexes climbed between 0.3% and 1.1% on Friday, in line with the evolution seen in Europe
- The CA deficit stood at EUR 1.3 bn during the first 11M of 2013, 4 times lower than the previous year mainly as the trade gap reduced due to weaker internal demand; net FDI was EUR 2.4 bn, up 22% YoY.

BVB indexes climbed between 0.3% and 1.1% on Friday, on a moderate equities' turnover of EUR 8.7 mn. Of this, 42% of liquidity was made by 12 deals, especially by trades with BRD. Of the indexes, BET –FI advanced the most led by a few SIFs and Fondul Proprietatea posted a hike of 0.2%. Blue chips faired also better than average, with ROTX climbing 0.5% due to gains of Erste Group Bank (+1%), Banca Transilvania (+1.2%) and OMV Petrom (+0.6%). In Europe, most major indexes ended in the green as well and the dynamics was not much different from the local market. The fresh perspective of growth in Europe that is seen resuming this year and that the economy is at a “turning point” globally according to the World Bank is supportive for equities.

On Friday, both money market rates and government securities yields edged up marginally, just ahead of the end of the current reserve period. However, according to NBR's decision to lower the reserves ratio, other RON 4 bn will be released at the beginning of the new reserve period which will add temporarily to the existing current excess liquidity.

During the first 11M of 2013, the current account deficit stood at EUR 1.3 bn, 4 times lower than the previous year during the same period. The adjustment comes mainly from the lower trade deficit as internal demand was rather weak. Additionally, we saw an increasing surplus of services' balance and higher current transfers as EU funds absorption started to pick up. Net FDI was reported at EUR 2.4 bn, an actual increase of 22% YoY. The difference to November 2012 data is the increase in equity stakes consolidated with net loss which stood at EUR 1.4 bn in 2013 (first 11M) compared to EUR 0.5 bn in the same period in 2012. Intra group loans were only marginally higher. We expect a widening of the CA deficit this year, as internal demand strengthens and imports continue to grow.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	CA balance (EUR mn, YTD)	-1.326		-955
Monday	no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		16-Jan-14					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,8934	↓ -0,19	↑	1,09	↑	10,56
OTP Obligatiuni	RON	13,1040	↑ 0,01	↑	0,18	↑	5,98
OTP ComodisRO	RON	15,8137	↑ 0,01	↑	0,17	↑	5,55
OTP Eurobond	EUR	11,6452	↑ 0,01	↑	0,13	↑	4,54

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