

Last data: 23.01.2014

STOCK EXCHANGE				
	Close	Daily chg. (%)		Weekly chg. (%)
BET	6.569,54	↓	-0,12	↑ 0,45
BET-C	3.390,15	↓	-0,30	↓ -0,29
BET-FI	31.871,97	↓	-0,76	↑ 0,29
BET-XT	610,80	↓	-0,38	↑ 0,38
FP	0,8175	↑	0,31	↓ -0,30
SNG	34,1000	↑	0,29	↑ 0,59
SIF5	2,0300	↓	-0,49	↑ 0,94
SIF2	1,4950	↓	-0,99	↑ 0,54
SNP	0,4816	↓	-0,70	↓ -0,08

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)		Weekly chg. (bp)
6 month	1,83	↓	-0,5	↓ -3,5
12 month	2,10	↓	-0,5	↓ -11,0
3 year	3,15	↓	-0,5	↓ -15,0
5 year	4,13	↑	0,5	↓ -14,0
10 year	5,09	↓	-0,5	↓ -5,0

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	RON 714 mn
Thursday	12M	RON 1 bn	RON 1 bn
Thursday	5Y	EUR 200 mn	EUR 279 mn

MONEY MARKET				
	Rate (%)	Daily chg (bp)		Weekly chg (bp)
ON ROBOR	0,96	↑	1,0	↓ -2,0
3M ROBOR	1,97	↓	-1,0	↑ 1,0
6M ROBOR	2,64	↓	-1,0	↑ 2,0
1Y ROBOR	2,77	→	0,0	→ 0,0
5Y CDS	161,97	↑	0,0	↑ 0,0

FX MARKET				
	Rate	Daily chg. (%)		Weekly chg. (%)
EUR/RON	4,5313	↑	0,06	↑ 0,08
USD/RON	3,3084	↓	-1,06	↓ -0,45
CHF/RON	3,6871	↑	0,53	↑ 0,36
100HUF/RON	1,4835	↓	-0,94	↓ -1,37

Source: Reuters, OTP Research

Summary

- Domestic stock started lower today, after they ended in the red on Thursday as well; the move was in line with European stocks;
- The Treasury successfully sold 12M T-bills at an average accepted yield of 2.03%, 87 bps lower than in mid December; is also sold EUR 279 mn in 5Y bonds denominated in euro at 3.18%
- The new reserve period starts today and lower required reserves ratio applies for both RON and FX liabilities.

The domestic stock market opened down today, after another weak day yesterday when BET gave out 0.1% on higher equities' turnover. In Europe, major indexes took a hit as well, despite the good macro data released: the PMI and consumer confidence indicator for January came out better than expected. The pessimism was driven by the perceived weaker earnings of European companies acting in emerging markets, after the Latin American currencies took a big hit yesterday.

The leu remains steady amid a wave of depreciation across peer currencies. The new reserve period to which a lower ratio applies for both RON and FX liabilities starts today. Additionally, the governor stated that the CB still has more resources to ease the monetary policy, pointing directly to the required reserves. So for the moment, expectations are for another base rate cut to come as early as February and another round of cutting reserve ratio for RON liabilities. Under these circumstances, the leu is less likely to appreciate in the short term.

The Treasury has been succesful in selling 12M T-bills (RON 1 bn) at the average accepted yield of 2.03%, 87 bps lower than the previous similar tender held in mid December. Demand was high at RON 2 bn. The Treasury also sold EUR 279 mn in 5Y bonds, which is more than the planned amount (EUR 200 mn). The average accepted yield was 3.18% and demand was healthy too: EUR 772 mn.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	no data			
Friday	no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		22-Jan-14					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	7,9415	↑	0,20	↑	1,31	↑ 12,53
OTP Obligatiuni	RON	13,1124	↑	0,01	↑	0,24	↑ 5,91
OTP ComodisRO	RON	15,8205	↑	0,01	↑	0,22	↑ 5,49
OTP Eurobond	EUR	11,6498	↑	0,01	↑	0,17	↑ 4,52

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