

## Headquarter Treasury Sales

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# Daily Report – Romania

Last data: 10.02.2014

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6.340,12	↓ -0,46	↓ -1,47
BET-C	3.280,53	↓ -0,33	↓ -1,13
BET-FI	31.014,16	↓ -0,71	↑ 2,48
BET-XT	590,22	↓ -0,47	↓ -0,18
SNP	0,4660	↑ 0,22	↓ -0,81
FP	0,8160	↓ -0,67	↓ -2,10
SNG	32,9000	↓ -0,57	↓ -0,45
IMP	0,7800	↑ 1,10	↑ 1,30
TLV	1,6310	↓ -1,15	↓ -4,06

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,06	↓ -9,0	↓ -54,5
12 month	3,09	↓ -7,0	↓ -50,0
3 year	3,65	↓ -4,5	↓ -20,5
5 year	4,50	↓ -3,5	↓ -21,0
10 year	5,38	↓ -2,5	↓ -21,5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	10Y	RON 800 mn	RON 800 mn
Thursday	10Y	RON 100 mn	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	3,34	↓ -27,0	↓ -85,0
3M ROBOR	3,48	↓ -2,0	↓ -6,0
6M ROBOR	3,45	↑ 5,0	↑ 18,0
1Y ROBOR	3,43	↑ 4,0	↑ 16,0
5Y CDS	164,25	→ 0,0	↓ -4,4

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4695	↓ -0,12	↓ -0,45
USD/RON	3,2755	↓ -0,26	↓ -1,32
CHF/RON	3,6514	↓ -0,21	↓ -0,89
100HUF/RON	1,4356	↓ -1,39	↑ 0,48

Source: Reuters, OTP Research

**Summary**

- BET was down 0.5% yesterday on low equities' turnover; Janet Yellen is expected to speak ahead of the Congress today and give more forward guidance
- The Treasury managed to sell the planned amount of RON 800 mn in bonds with a residual maturity at 4.06%, in line with the secondary market
- The yield curve edged down 20 to 50 bps on a weekly basis.

Domestic equities indexes edged down between 0.2% -0.7% yesterday, on low turnover (EUR 3.1 mn). Of the blue chips, only a minority dropped yesterday: Banca Transilvania (-1.1%), Fondul Proprietatea (-0.7%) and Transgaz (-0.7%). In Europe, the evolution was also mixed while in the US stocks moved higher. Investors are waiting for Janet Yellen's testimony in front of the Congress, that will give away more forward guidance. The market does not expect any modification of the tapering schedule, but look for more information on the interest rates future levels, given that US unemployment rate has been declining close to Fed's target level.

The Treasury managed to sell the planned amount of RON 800 mn in bonds with residual maturity of 3.4 years at an average accepted yield of 4.06%. At the end of November 2013, the similar auction had seen a yield of 4.52% but the base rate has been cut by 50 bps since then. Total demand was not impressive, at RON 1.1bn but we consider the auction a success, given that last week The Treasury has canceled all bids. Meanwhile, the yields are down significantly on a weekly basis, between 20-50 bps, especially at the short end of the curve.

Money market rates are slowing down as expected, for maturities up to 3M. ROBOR ON lost 27 bps yesterday and 85 bps on a weekly basis, to 3.34%. ROBOR 3M is at 3.48%, in line with the case rate. This is the benchmark to which most variable rate loans are linked to.

	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	Dec	Exports (y-o-y, %)	22,5		7,7
	Dec	Imports (y-o-y, %)	11,5		6,1
Tuesday		no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		07-Feb-14					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,6400	↑ 0,08	↓ -2,42	↑ 7,92		
OTP Obligatiuni	RON	13,1293	↑ 0,01	↑ 0,37	↑ 5,77		
OTP ComodisRO	RON	15,8537	↑ 0,08	↑ 0,36	↑ 5,35		
OTP Eurobond	EUR	11,6619	↑ 0,01	↑ 0,27	↑ 4,49		
OTP Dollar Bond	USD	9,9937	↓ 0,00	↓ 0,00	N/A		

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