

## Headquarter Treasury Sales

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# Daily Report – Romania

Last data: 18.02.2014

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6.423,04	↑ 0,10	↑ 1,28
BET-C	3.282,78	↑ 0,35	↑ 0,23
BET-FI	31.049,96	↓ -0,09	↓ -0,39
BET-XT	595,41	↑ 0,04	↑ 0,73
TGN	185,9000	↑ 0,95	↑ 1,67
SNG	33,5000	↑ 1,30	↑ 1,73
SIF5	1,9710	↑ 0,31	↑ 0,31
SNN	8,8900	↑ 3,37	↓ -5,63
SNP	0,4639	↑ 0,43	↓ -0,24

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,36	↑ 5,5	↑ 34,5
12 month	3,47	↑ 7,0	↑ 40,5
3 year	4,02	↑ 10,5	↑ 35,0
5 year	4,79	↑ 5,5	↑ 23,5
10 year	5,48	↑ 0,5	↑ 5,5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	RON 500 mn
Thursday	5Y	EUR 200 mn	
Thursday	1Y	RON 1,2 bn	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	4,67	↑ 9,0	↑ 143,0
3M ROBOR	3,66	↑ 2,0	↑ 23,0
6M ROBOR	3,61	↑ 1,0	↑ 18,0
1Y ROBOR	3,61	↑ 1,0	↑ 20,0
5Y CDS	161,12	⇒ 0,0	↓ -3,2

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4815	↓ -0,14	↑ 0,18
USD/RON	3,2573	↓ -0,52	↓ -0,70
CHF/RON	3,6678	↓ -0,10	↑ 0,44
100HUF/RON	1,4435	↓ -0,85	↓ -0,02

Source: Reuters, OTP Research

**Summary**

- Domestic indices moved up yesterday, especially the energy index (+0.7%); deals with BRD covered nearly half of liquidity; in Europe, stocks finished mixed after disappointing German ZEW index data
- The leu resisted depreciation pressures yesterday as MM rates jumped; government securities yields climbed up to 10 bps on the day and up to 40 bps in a week;
- Political leaders are meeting today again to put an end to the current difference of opinions that threaten the USL governing coalition.

Domestic indices climbed yesterday on higher equities' turnover (EUR 8.3 mn). There was only one exception, BET-FI which finished in the negative territory after 3 SIFs lost between 0.1% -0.7% (SIF Muntenia, SIF Banat Crisana, SIF Moldova). The energy companies' index was the top performer as BET-NG added 0.7%, especially driven by two gas companies Transgaz (+1%) and Romgaz (+ 1.3%). In fact, energy companies dominated the top 5 most traded companies yesterday. Deals covered half of liquidity, especially 11 trades with BRD mounting to EUR 4 mn. In Europe, stocks finished mixed as the sentiment was hurt by the negative surprise of the German ZEW index (economic sentiment) which came out much lower than the market forecast: 55.7 (February) instead of expectations of 61.5.

On the FX market, we see the leu resisting depreciation pressures for the moment as the RON liquidity continues to dry out. ROBOR ON mounted 9 bps yesterday to 4.67%. The tighter conditions on the money markets are also pushing government securities yields: yesterday, the curve shifted up by a maximum 10 bps in the case of 3Y bonds. On a weekly basis, we are looking at significant moves, ranging between 5 to 40 bps. One of the risks cited for 2014 outlook was stemmed from the political environment and the fact that this year's elections could trigger more effervescence on the financial market. This is what we are seeing at the moment. Today, political leaders are meeting again to seek an end to the current difference of opinions. Crin Antonescu, the president of PNL stated that the USD alliance which has been recently created and excludes his party has to cease its existence if the current governing coalition USL is to continue.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday		no data		
Wednesday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		17-Feb-14					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,6100	↑ 0,20	↓ -2,92	↑ 7,70		
OTP Obligatiuni	RON	13,1412	↑ 0,03	↑ 0,44	↑ 5,69		
OTP ComodisRO	RON	15,8669	↑ 0,03	↑ 0,49	↑ 5,33		
OTP Eurobond	EUR	11,6684	↑ 0,02	↑ 0,32	↑ 4,45		
OTP Dollar Bond	USD	9,9948	↑ 0,01	↑ 0,01	N/A		

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