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Daily Report – Romania

Date: 11.04.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,435.31	↓ -0.57	↓ -0.25
BET-C	3,247.78	↓ -0.92	↓ -0.40
BET-FI	27,716.25	↓ -0.41	↓ -3.39
BET-XT	579.59	↓ -0.53	↓ -1.01
FP	0.8100	↓ -0.12	↓ -0.98
TLV	1.8000	↑ 0.56	→ 0.00
SIF3	0.4727	↓ -1.85	↓ -8.57
TEL	17.7700	↑ 2.07	↑ 5.15
TGN	200.0000	↓ -0.15	↑ 1.29

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.60	↑ 3.0	↓ -0.5
12 month	2.85	→ 0.0	↓ -1.5
3 year	4.18	↓ -0.5	↓ -11.0
5 year	4.50	↑ 0.5	↓ -14.0
10 year	5.17	↓ -1.5	↓ -12.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2.35	↑ 11.0	↑ 1.0
3M ROBOR	2.97	↑ 1.0	↑ 4.0
6M ROBOR	3.33	→ 0.0	↑ 3.0
1Y ROBOR	3.37	↑ 1.0	↑ 4.0
5Y CDS	149.97	↑ 0.5	↓ -4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4645	↑ 0.11	↑ 0.11
USD/RON	3.2153	↑ 0.11	↓ -1.22
CHF/RON	3.6693	↑ 0.13	↑ 0.61
100HUF/RON	1.46	↓ -0.18	↓ -0.06

Source: Reuters, OTP Research

Summary

- BET lost 0.6% on Friday; most European and US equity indexes finished in the red; sentiment is down this morning as Ukraine tension builds up
- The EUR/RON is trading higher, around 4.47; leu's peers are also weaker to the euro this morning
- The Treasury plans to sell RON 500 mn in 5Y bonds today but the market context is less supportive, given the pressure on yields.

BET lost 0.6% on Friday whereas the top losses were marked by the composite index BET-C (-0.9%) and the energy sector index BET-NG (-1.1%). Total equities' turnover stood at EUR 6.4 mn. In Europe and the US, major stock indexes ended in the red on Friday and sentiment is down this morning again, especially as Ukraine tensions build up. Today's market moving data refers to the US retail sales (March) and economists' consensus is for a higher pace compared to the previous month. The Fed's minutes released last week revealed that the Fed was in no hurry to raise interest rates and therefore that the economy still needed relaxed monetary conditions.

The renewed tensions in Ukraine took its toll on European emerging market currencies and the EUR/RON is trading higher this morning, around 4.47. Leu's peers are also weaker to the euro.

The market sentiment does not bode well with the planned auction of today. The Treasury seeks to sell RON 500 mn in 5Y bonds. Last week, demand was healthy and the auctions were successful but the upward pressure on yields is significant this morning.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday		no data		
Monday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		10.04.2014					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7.4764	↑ 0.31	↓ -4.47	↑ 7.58		
OTP Obligatiuni	RON	13.2300	↑ 0.01	↑ 1.15	↑ 5.42		
OTP ComodisRO	RON	15.9539	↑ 0.01	↑ 1.07	↑ 5.00		
OTP Eurobond	EUR	11.7192	↑ 0.01	↑ 0.77	↑ 3.78		
OTP Dollar Bond	USD	10.0429	↑ 0.00	↑ 0.43	n.a.		

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