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Daily Report – Romania

Date: 20.06.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,747.78	↓ -0.10	↓ -2.41
BET-C	3,334.98	↑ 0.09	↓ -1.48
BET-FI	28,587.23	↑ 0.59	↓ -1.35
BET-XT	605.92	↑ 0.12	↓ -0.09
FP	0.8120	→ 0.00	↑ 0.37
SNP	0.4545	↑ 0.11	↑ 0.58
SNG	34.1500	↑ 0.41	↓ -4.48
TLV	1.7600	↓ -1.12	↓ -6.83
EBS	110.9500	↓ -0.94	↓ -2.59

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.08	↓ -2.0	↓ -1.5
12 month	2.27	↓ -0.5	↑ 4.5
3 year	3.15	↓ -1.5	↓ -6.5
5 year	3.62	↓ -0.5	↑ 0.0
10 year	4.45	↓ -1.0	↑ 5.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	8.8Y	RON 200 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.83	↑ 2.0	↓ -11.0
3M ROBOR	2.39	↑ 1.0	↓ -2.0
6M ROBOR	2.76	↑ 1.0	↓ -3.0
1Y ROBOR	2.85	↓ -1.0	↓ -4.0
5Y CDS	135.00	↓ -1.6	↓ -4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.3965	↓ -0.02	↑ 0.04
USD/RON	3.2323	↓ -0.05	↓ -0.19
CHF/RON	3.6114	↓ -0.02	↑ 0.07
100HUF/RON	1.44	↓ 0.00	↑ 0.51

Source: Reuters, OTP Research

Summary

- Domestic stock indexes ended mixed on Friday; as of today, BET-C will not be calculated anymore and BET-Plus will take its place
- Money market rates up top 6M inched up on Friday; today is the end of the reserve period
- Government securities yields inched down on Friday. The Treasury plans to sell RON 200 mn today of bonds with residual maturity if 8.8 years.

BET (-0.1%) ended marginally in the red on Friday, mainly led by the decline of Banca Transilvania (-1.1%). Otherwise, the evolution of the main domestic stock indexes was mixed and this pattern described the dynamics of major European stock indexes as well. This morning, the manufacturing PMI (June) released in China came out better than expected, lifting spirits. Today, we are waiting for the release of June manufacturing PMI in Europe as well, but estimations do not point to improvements, so any positive surprise should be reflected by the market.

A new index was added on BVB, BET-Plus, starting on 23rd June. BET-C, the composite index will no longer be calculated. BET Plus will catch the evolution of the blue chips and of companies that are less liquid than the ones contained by BET. Another index is expected as of September, BET-TR or BET Total Return Index which will also include dividends in the return calculation, not only the company price data. BET-TR will have the same selection criteria as BET.

Government securities yields continued to slide on Friday, but on a weekly basis, Friday data showed a mixed pattern. The 3Y (mid fixing) bonds lost 6.5 bps w-o-w whereas the 10Y maturity (mid fixing) added 5.5 bps. Short term money market rates inched up on Friday ahead of the last day of the reserve period, which is today. The Treasury plans to sell RON 200 mn today of bonds with residual maturity if 8.8 years.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday		no data		
Monday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		19.06.2014					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7.7936	↓ -0.24	↓ -0.42	↑ 11.67		
OTP Obligatiuni	RON	13.3365	↑ 0.01	↑ 1.97	↑ 5.05		
OTP ComodisRO	RON	16.0907	↑ 0.14	↑ 1.94	↑ 4.75		
OTP Eurobond	EUR	11.7828	↑ 0.01	↑ 1.32	↑ 3.02		
OTP Dollar Bond	USD	10.1094	↑ 0.01	↑ 1.10	n.a.		

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