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# Daily Report – Romania

Date: 23.01.2015

STOCK EXCHANGE					
	Close	Daily chg. (%)	Weekly chg. (%)		
BET	7,056.81	↑ 0.27	↑ 0.98		
BETPlus	1,041.38	↑ 0.27	↑ 0.88		
BET-FI	30,429.09	↑ 1.14	↑ 3.36		
BET-XT	639.98	↑ 0.39	↑ 1.43		
FP	0.8670	↑ 0.81	↑ 1.88		
TLV	2.0100	↑ 0.55	↑ 3.61		
BVB	40.0000	↑ 1.52	↑ 3.39		
EL	12.4000	↑ 0.40	↑ 1.22		
SNG	34.7000	→ 0.00	↓ -0.43		

  

GOV'T BOND MARKET					
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)		
6 month	1.23	↓ -0.5	↓ -1.0		
12 month	1.35	↓ -1.0	↓ -3.0		
3 year	1.93	↓ -10.0	↓ -6.5		
5 year	2.14	↓ -7.5	↓ -6.5		
10 year	2.86	↓ -16.5	↓ -26.0		

  

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Thursday	11M	RON 800 mn	RON 800 mn
Monday	8Y	RON 400 mn	

  

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.48	↑ 6.0	↑ 5.0	
3M ROBOR	1.57	→ 0.0	↓ -3.0	
6M ROBOR	1.83	↑ 2.0	↓ -2.0	
1Y ROBOR	1.87	↑ 1.0	↓ -1.0	
5Y CDS	110.65	↓ -1.8	↓ -1.8	

  

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4824	↓ -0.24	↓ -0.47	
USD/RON	3.9993	↑ 1.19	↑ 2.73	
CHF/RON	4.5482	↑ 0.19	↑ 0.19	
100HUF/RON	1.4474	↑ 0.66	↑ 2.49	

Source: Reuters, OTP Research

**Summary**

- The majority of the BVB's indices registered gains on Friday; the BET increased by 0.3%; the index closed in the green in week/week comparison too (+1.0%).
- The regional currencies strengthened against the EUR; the EUR/USD closed the week at 1.12, which means an 11-year low.
- Today, the Treasury aims to sell RON 400 mn in 8Y government bonds.

On Friday, most of the BVB's indices climbed slightly higher. The BET-FI outperformed again the market (+1.1%) as the majority of SIFs advanced significantly. The BET increased by 0.3% compared to the previous day and almost 1.0% on weekly basis. Equities' total turnover was not too convincing, it reached RON 30 mn.

While the main regional equity indices changed little on Friday (the PX 50 increased by only 0.1%, the WIG20 was practically flat, and the BUX lost 0.1%), the leading European markets rallied further, reaching seven-year highs. The good market sentiment was still due to the ECB's stimulus measures announced on Thursday. The DAX rose almost 2.1%, and it was followed closely by the CAC 40, which advanced 1.9%. US indices mostly fell on Friday.

The EUR/USD closed last week around 1.12, which means an 11-year low, while the European bond yields declined because of the coming ECB's QE. In line with regional peers, the RON strengthened further against the euro, the EUR/RON ended the week close to 4.48. The Romanian yield curve shifted down; the 10Y maturity saw the highest drop (26 bps in weekly comparison).

The Syriza party won Greece's general election, gaining 149 seats out of the 300-member parliament. Without absolute majority, the party has to start talks in order to find a coalition partner. The Syriza plans to renegotiate Greece's debt but aims to remain in the eurozone.

Today, the Treasury plans to sell RON 400 mn in bonds with a residual maturity of 8.3 years; demand is likely to remain healthy.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday		no data		
Friday		no data		
Monday		no data		
Tuesday	December	M3 (broad money, YoY, %)		6.1
		Non governmental loans (YoY, %)		-2.7
		Non governmental deposits (YoY, %)		5.9

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		22-Jan-15					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	8.0793	↑	0.71	↑	0.97	↑ 1.74
OTP Obligatiuni	RON	13.8134	↑	0.01	↑	0.23	↑ 5.35
OTP ComodisRO	RON	16.6008	↑	0.04	↑	0.60	↑ 4.93
OTP Euro Bond	EUR	12.0421	↑	0.00	↑	0.16	↑ 3.37
OTP Dollar Bond	USD	10.3290	↑	0.01	↑	0.07	n.a.

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