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# Daily Report – Romania

Date: 12.03.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,100.74	↑ 0.89	↓ -1.10
BETPlus	1,046.33	↑ 0.77	↓ -1.02
BET-FI	31,003.18	↑ 0.24	↓ -0.12
BET-XT	645.59	↑ 0.77	↓ -0.96
FP	0.8635	↑ 0.29	↓ -0.75
SNG	33.2800	↓ -1.04	↓ -1.10
BRD	9.4000	↓ -0.21	↓ -3.09
SNN	7.9150	↑ 2.86	↑ 3.46
TGN	273.5000	↑ 1.30	↑ 0.37

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.31	↓ -1.0	↑ 3.5
12 month	1.48	↑ 0.5	↑ 5.5
3 year	2.06	↓ -2.0	↑ 10.0
5 year	2.28	↓ -2.0	↑ 13.5
10 year	3.05	↓ -3.0	↑ 13.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	4Y	RON 500 mn	RON 500 mn
Thursday	10Y	RON 200 mn	RON 200 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.59	↓ -1.0	↓ -5.0
3M ROBOR	1.32	⇒ 0.0	↓ -4.0
6M ROBOR	1.57	⇒ 0.0	↓ -2.0
1Y ROBOR	1.64	↑ 1.0	↓ -1.0
5Y CDS	94.98	⇒ 0.0	↓ -2.7

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4405	↓ -0.09	↓ -0.08
USD/RON	4.1771	↓ -0.88	↑ 3.63
CHF/RON	4.1648	↓ -0.25	↑ 0.71
100HUF/RON	1.4610	↓ -0.34	↑ 0.47

Source: Reuters, OTP Research

**Summary**

- The RON slightly strengthened compared to the EUR yesterday, while the USD/RON moved significantly lower.
- The Treasury sold 10Y bonds at an average accepted yield of 3.09%, 28 bps higher than at the beginning of February; the bid-to-cover stood at 2.8.
- The turnover index of market services rendered mainly to enterprises advanced by 6.3% YoY in January.
- All of the BVB indices finished in the green yesterday; the BET was the best performer of the CEE region with its 0.9% gain.

The RON slightly strengthened against the EUR yesterday, while the USD/RON moved significantly lower, after the USD retreated compared to the common European currency. The dollar depreciated on Thursday, as expectations for a rate hike were pushed back after disappointing retail sales data were released in the USA.

The Treasury sold the planned amount of 10Y bonds at an average accepted yield of 3.09%, which is 28 bps higher than at the similar auction at the beginning of February. At the same time, demand was relatively strong, as banks subscribed for RON 563 mn, which resulted in a 2.8 bid-to-cover ratio. Overall, yields moved marginally downwards yesterday, but on a weekly basis the yield curve still stays 4-13 bps higher.

In January, the turnover index of market services rendered mainly to enterprises advanced by 6.3% YoY (gross data), up from 3.9% a month earlier.

On Thursday, all of the BVB indices closed in the positive territory, registering gains between 0.2% and 0.9% on slightly below-average turnover. The BET inched up 0.9% after five consecutive days of losses. The nice result of the main index was helped by SNN's rally. The shares of the nuclear energy company soared 2.9% on good volumes. Compared to the CEE region, the BET was the best performer, outpacing the Czech PX (0.7%), which was followed by the BUX (0.5%) and the WIG20 (0.2%).

After their Wednesday's march, the main European equity benchmarks changed mixed yesterday. The CAC40 dropped 0.2%, while the DAX fell only marginally (0.1%) and the FTSE could even grew (0.6%). In the USA, positive trading sentiment ruled the market; the key indices advanced 0.9%-1.5%, also helped by the weaker dollar and the banking shares' rally.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
10-Mar	Tuesday	January	Net wage growth rate (YoY%)	7.1	6	
10-Mar		February	Consumer price index (YoY%)	0.4	0.3	0.4
10-Mar		January	Industrial trade turnover index (YoY%)	5.6		4.2
10-Mar		January	Index value of new orders in manufacturing (YoY%)	11.1		1.6
11-Mar	Wednesday	January	Industrial production index (YoY%)	1.2		3.1
12-Mar	Thursday	January	Exports (FOB, YoY%)	6.4		-1.4
12-Mar		January	Imports (CIF, YoY%)	4.1		4.5
12-Mar		January	Households services turnover index (YoY%)	-2.5		-5.2
12-Mar		January	Construction works index (YoY%)	12.2		15.0
13-Mar	Friday	January	Wholesale services turnover index (YoY%)			3.9
16-Mar	Monday	January	CA balance (EUR mn, YTD)			-696.0

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		11-Mar-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.1031	↓ -0.12	↑	1.27	↑	9.10
OTP Obligatiuni	RON	13.8582	↑ 0.01	↑	0.56	↑	5.10
OTP ComodisRO	RON	16.6573	↑ 0.01	↑	0.94	↑	4.74
OTP Euro Bond	EUR	12.0867	↑ 0.01	↑	0.53	↑	3.39
OTP Dollar Bond	USD	10.3451	↓ -0.01	↑	0.23	↑	3.38

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