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# Daily Report – Romania

Date: 23.03.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,010.78	↑ 1.15	↓ -0.29
BETPlus	1,033.26	↑ 1.08	↓ -0.23
BET-FI	30,058.90	↑ 1.29	↓ -0.79
BET-XT	635.70	↑ 1.17	↓ -0.46
SNG	33.8700	↑ 2.33	↑ 2.02
FP	0.8505	↑ 0.29	↑ 0.71
BRD	9.3000	↓ -0.11	↓ -1.06
TLV	2.0600	↑ 0.49	↓ -4.14
EL	12.5000	↑ 1.54	↑ 0.48

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.34	→ 0.0	↑ 5.5
12 month	1.50	→ 0.0	↑ 3.5
3 year	2.06	↓ -2.0	↓ -2.0
5 year	2.31	↓ -2.5	↑ 3.0
10 year	3.20	↓ -3.5	↑ 9.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	5Y	RON 300 mn	RON 300 mn
Monday	3M	RON 500 mn	RON 500 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.57	↓ -1.0	↓ -1.0
3M ROBOR	1.29	↓ -2.0	→ 0.0
6M ROBOR	1.55	↓ -1.0	↓ -1.0
1Y ROBOR	1.61	↓ -1.0	↓ -1.0
5Y CDS	95.88	↓ -0.4	↑ 0.9

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.3925	↓ -1.04	↓ -1.00
USD/RON	4.0131	↓ -2.15	↓ -4.48
CHF/RON	4.1539	↓ -1.22	↓ -0.36
100HUF/RON	1.4472	↓ -1.11	↓ -1.12

Source: Reuters, OTP Research

**Summary**

- Yesterday the Finance Ministry successfully sold the planned RON 500 mn in 3M bills on record low average yield (1.20%); as expected, the demand was healthy, as investors subscribed for more than RON 1.1 bn.
- The RON significantly strengthened yesterday; the EUR/RON was traded around 4.40 this morning.
- Non-government loans in local currency advanced 0.7% MoM and 7.1% YoY in February, while FX loans dropped further.
- All of the BVB indices closed in the green yesterday; the BET advanced 1.2%.

The Treasury successfully sold the planned RON 500 mn in 3M bills. The average yield stood at 1.20%, 4 bps lower than at the previous similar auction, setting a new record low. As expected, the demand was healthy, after local banks subscribed for RON 1.145 mn.

On Monday, government securities' yields slightly slipped on the medium and long-end. At the same time, the RON significantly strengthened compared to the EUR yesterday.

According to the NBR's data, the RON denominated non-government loans could have advanced in February 0.7% MoM and 7.1% YoY, while FX loans continued their downtrend, dropping around 11% YoY. On the other hand, non-government deposits decreased 0.6% MoM in February, but still showed strong performance on YoY basis (+5.7%).

The BVB continued its own way on Monday. While global markets were mostly characterized by unfavourable investment sentiment, Romania's equity indices rallied on good volumes. The main index, the BET advanced 1.2%, driven primarily by SNG (+2.3%) and SNP (+2.2%), but the shares of Transelectrica also inched up more than 2.0%. The good performance of the above companies lifted the BET's Energy and Related Utilities Index (BET-NG) 1.8% higher too. Equities' total turnover reached almost RON 46 mn, as it was fuelled first of all by trades with Romgaz's (RON 15 mn) and FP's shares (RON 12 mn). With the 1.2% gain of the BET, Romania's main index was the winner of the CEE region, as the BUX and the WIG increased by 0.5% and 0.3%, while the PX remained practically flat. In Europe, most of the key indices finished lower, after the significant gains of the previous days. The stronger EUR and the concerns over Greece weigh on the market; the DAX sank 1.2%, while the CAC40 slipped around 0.7%. On the other hand London's FTSE100 could slightly climb higher (+0.2%). US shares were sluggish yesterday; the S&P and the Dow Jones marginally decreased (0.2% and 0.1% respectively).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
19-Mar	Thursday	no data			
20-Mar	Friday	no data			
23-Mar	Monday	no data			
24-Mar	Tuesday	February	M3 (broad money, YoY%)	6.5	7.8
24-Mar	February	February	Non-government loans (YoY%)	-3.7	-3.8
24-Mar	February	February	Non-government deposits (YoY%)	5.7	7.0
25-Mar	Wednesday	no data			

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		20-Mar-15					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	7.9428	↓	-0.45	↓	-0.73	↑ 7.55
OTP Obligatiuni	RON	13.8694	↑	0.01	↑	0.64	↑ 5.06
OTP ComodisRO	RON	16.6639	↑	0.01	↑	0.98	↑ 4.70
OTP Euro Bond	EUR	12.0912	↑	0.01	↑	0.57	↑ 3.34
OTP Dollar Bond	USD	10.3511	↑	0.00	↑	0.29	↑ 3.17

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