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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,996.61	↓ -0.03	↑ 0.59
BETPlus	1,031.47	↓ -0.03	↑ 0.63
BET-FI	30,395.08	↓ -0.35	↑ 1.43
BET-XT	635.54	↓ -0.04	↑ 0.64
FP	0.8575	↑ 0.06	↑ 2.14
SNG	34.1000	↑ 0.98	↑ 3.11
TEL	29.4900	↓ -1.70	↓ -0.07
SNP	0.3570	↓ -1.38	↑ 0.34
BRD	9.2450	↑ 1.04	↑ 0.49

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.34	→ 0.0	↓ -2.0
12 month	1.49	→ 0.0	↓ -3.0
3 year	2.03	↓ -1.5	↓ -9.0
5 year	2.26	↓ -3.0	↓ -18.0
10 year	3.18	↓ -2.0	↓ -16.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	3M	RON 500 mn	RON 500 mn
Wednesday	1Y	RON 1000 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.76	↓ -2.0	↑ 17.0
3M ROBOR	1.29	↑ 1.0	↓ -2.0
6M ROBOR	1.54	→ 0.0	↓ -1.0
1Y ROBOR	1.60	→ 0.0	↓ -2.0
5Y CDS	96.32	→ 0.0	↑ 1.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4175	↑ 0.27	↓ -0.75
USD/RON	4.0259	↓ -0.21	↓ -1.75
CHF/RON	4.1958	↓ -0.31	↑ 0.18
100HUF/RON	1.4766	↑ 0.25	↑ 0.54

Source: Reuters, OTP Research

Summary

- The EUR/RON finished somewhat higher yesterday (above 4.41), while the PLN and the HUF could slightly strengthen compared to the common European currency.
- On Wednesday, government securities' yields dropped 2-3 bps at the 3Y-10Y maturities.
- Today, the Treasury aims to sell RON 1 bn in 12M T-bills.
- Yesterday, the BVB indices finished with marginal losses on below average volumes; the BET changed little, but its constituents showed more significant moves.

In contrast to its regional peers, the RON depreciated compared to the EUR yesterday. As a result, the EUR/RON closed above 4.41.

Government securities' yields continued to slide down at the medium and long-term maturities. Today the Treasury plans to sell RON 1,000 mn in 1Y bills. Demand is likely to remain healthy, given the results seen so far.

Most of the BVB indices marginally slid into the negative territory yesterday; the BET was not an exception, even though its constituents changed remarkably. BRD and TLV regained a significant part of their Monday's losses, climbing around 1.0% higher each. Banking shares were closely followed by SNG. On the other hand, Transelectrica gave back 1.7%, while the SNP and the EL shed 1.4% and 1.0% respectively. Equities' total turnover declined to RON 32 mn, after reaching almost RON 53 mn a day earlier. In the CEE region, the BUX showed a positive surprise, after it rallied 2.9%, while the WIG20 (-0.7%) and the PX dipped into the red (-0.5%).

Negative investor sentiment ruled global equity markets on Wednesday. The main Western European indices finished 0.4%-1.3% lower, led by technology stocks. In the USA, the key benchmarks fell even more, after investors started to worry ahead of the first-quarter earnings season. Besides, weaker-than-expected macroeconomic data came to light: orders for durable goods slipped 1.4% in February, suggesting that companies are reluctant to invest.

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

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		24-Mar-15						
Open-end fund	ccy	last NAV/U		1d%		Ytd%		52W%
OTP AvantisRO	RON	8.0139	↓	-0.06	↑	0.15	↑	9.22
OTP Obligatiuni	RON	13.8735	↑	0.01	↑	0.67	↑	5.05
OTP ComodisRO	RON	16.6668	↑	0.00	↑	0.99	↑	4.67
OTP Euro Bond	EUR	12.0922	↓	0.00	↑	0.58	↑	3.32
OTP Dollar Bond	USD	10.3556	↑	0.02	↑	0.33	↑	3.20

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