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# Daily Report – Romania

Date: 14.04.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,336.35	↑ 1.14	↑ 4.81
BETPlus	1,079.03	↑ 1.08	↑ 4.60
BET-FI	31,151.56	↑ 0.46	↑ 4.04
BET-XT	665.25	↑ 1.07	↑ 4.76
TLV	2.4600	↑ 2.97	↑ 14.42
FP	0.8700	↑ 0.23	↑ 2.84
EL	12.0500	↑ 0.17	↑ 0.42
SNG	35.2000	↑ 0.57	↑ 1.00
SIF2	1.6700	↑ 1.03	↑ 4.51

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.34	↓ -1.0	↓ -12.5
12 month	1.44	↓ -1.5	↓ -15.0
3 year	1.89	→ 0.0	↓ -17.5
5 year	2.12	↓ -2.5	↓ -21.5
10 year	3.16	→ 0.0	↓ -9.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	5Y	RON 300 mn	RON 300 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.03	↑ 1.0	↓ -125.0
3M ROBOR	1.34	↓ -2.0	↓ -15.0
6M ROBOR	1.56	↓ -4.0	↓ -14.0
1Y ROBOR	1.61	↓ -4.0	↓ -10.0
5Y CDS	96.32	→ 0.0	→ 0.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4132	↑ 0.04	↓ -0.02
USD/RON	4.1406	↓ -0.53	↑ 1.46
CHF/RON	4.2576	↓ -0.01	↑ 0.79
100HUF/RON	1.4870	↑ 0.35	↑ 0.52

Source: Reuters, OTP Research

**Summary**

- The IMF maintained its 3.5% global growth forecast for 2015; the euro area may increase faster than previously thought (1.5% vs. 1.2%), while the US economy would expand slower (3.1% vs. 3.6%).
- The RON marginally weakened against the EUR yesterday, but it gained ground compared to the USD.
- Construction works advanced by more than 5% MoM (SWA) and almost 20% YoY (gross data) in February.
- Despite the rather unfavourable global market sentiment, the BET index could add 1.1%, driven by banking shares. The traded volumes climbed higher (to around RON 43 mn).

According to the IMF's fresh report, global economic growth can reach 3.5% in 2015, in line with its previous forecast, while in 2016, the advance may be slightly faster than expected (3.8% vs 3.7%). The GDP growth forecast was revised upward for the euro area to 1.5% from 1.2% in 2015 and to 1.6% from 1.4% in 2016. At the same time, the US economic advance was cut back by 0.5% for this year and by 0.2% for 2016. As a result, a 3.1% increase can be expected for each year. Regarding Romania, the IMF foresees a 2.7% growth rate for 2015, which could accelerate to 2.9% a year later, as it was already published in their latest country report in March.

Mostly in line with its regional peers, the RON changed little compared to the EUR yesterday, but strengthened significantly against the USD, after US retail sales grew slower than expected (0.9% MoM or 0.4% excluding the auto sector) in March, pushing the EUR/USD higher. In addition, the IMF's new GDP growth forecast could also weigh on the market.

In February, the construction works index increased notably by 19.7% YoY (gross data) and 5.3% MoM (seasonally and working day adjusted data), suggesting that the economy could remain on an upward trend in Q1 2015.

All of the BVB indices inched up on Tuesday. The BET added 1.1%, fuelled by the shares of BRD and TLV, which grew by 3.3% and 3.0% respectively. At the same time, equities' total turnover improved as well, amounting to RON 42.6 mn. In Western Europe, the main indices mainly sunk. The DAX lost 0.9%, and the CAC40 eased 0.7%, only the FTSE100 could finish slightly higher (+0.2%). US stocks performed somewhat better. The DJIA added 0.3%, while the S&P also could close in the green, helped by energy shares.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
10-Apr	Friday	March	Consumer price index (YoY%)	0.8	0.7	0.4
10-Apr		February	CA balance (EUR mn, YTD)	285		554
13-Apr	Monday		no data			
14-Apr	Tuesday		no data			
15-Apr	Wednesday	February	Construction works (YoY%)	19.7		12.2
16-Apr	Thursday		no data			

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		10-Apr-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.1872	↑ 0.27	↑ 2.32	↑ 9.51		
OTP Obligatiuni	RON	13.8919	↑ 0.01	↑ 0.80	↑ 5.00		
OTP ComodisRO	RON	16.6804	↑ 0.01	↑ 1.08	↑ 4.55		
OTP Euro Bond	EUR	12.1022	↑ 0.01	↑ 0.66	↑ 3.27		
OTP Dollar Bond	USD	10.3623	↓ 0.00	↑ 0.40	↑ 3.18		

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