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Daily Report – Romania

Date: 04.05.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,601.96	↑ 0.72	↑ 0.53
BETPlus	1,116.08	↑ 0.69	↑ 0.46
BET-FI	31,471.85	↑ 0.28	↓ -0.72
BET-XT	683.86	↑ 0.59	↑ 0.40
TGN	270.7000	↑ 0.26	↓ -1.47
FP	0.9075	↑ 0.83	↓ -1.36
TEL	28.9000	↑ 2.12	↑ 2.85
SIF2	1.6660	↑ 1.59	↑ 1.71
SNP	0.3970	↑ 1.28	↑ 1.64

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.35	↓ -1.5	↑ 1.5
12 month	1.47	↓ -0.5	↑ 0.5
3 year	1.91	↑ 0.5	↑ 2.5
5 year	2.34	↑ 2.0	↑ 6.0
10 year	3.36	↓ -0.5	↑ 4.5

GOV'T BOND AUCTIONS

Maturity	Auctions	Sold
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MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.98	↓ -24.0	↓ -6.0
3M ROBOR	1.49	↑ 1.0	↑ 1.0
6M ROBOR	1.64	↓ -1.0	↑ 1.0
1Y ROBOR	1.65	↓ -1.0	↑ 1.0
5Y CDS	99.46	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4289	↑ 0.25	↑ 0.38
USD/RON	3.9734	↑ 0.73	↓ -2.04
CHF/RON	4.2543	↑ 0.58	↑ 0.16
100HUF/RON	1.4604	↑ 0.40	↓ -0.78

Source: Reuters, OTP Research

Summary

- Retail trade increased by 3.0% YoY in Q1 2015, suggesting that households' consumption remained on an upward trend at the beginning of the year, but in March, the index slid 1.6% MoM and 0.2% YoY.
- The RON depreciated moderately against the EUR yesterday, while the USD continued to strengthen compared to the common European currency.
- After the NBR's repo operation, MM rates eased, particularly in the short term. The ROBOR ON slipped 24 bps to 1.98%.
- The producer price index could advance 0.4% MoM in March, after increasing 0.2% MoM in February, but is still in the negative territory (-1.1%) on yearly basis.
- The NBR's FX reserve dropped EUR 0.5 bn to EUR 30.1 bn in April.
- Romanian stocks started the week higher amid lower-than-usual volumes (RON 21 mn). The BET rose by 0.7%.

Even though the retail trade index remained in the positive territory in the first quarter of 2015 (+3.0% YoY), it slid by 0.2% YoY (gross data) and 1.6% MoM (seasonally and working day adjusted) in March. The fall was driven by non-food products, while food products maintained their positive trend.

The RON weakened somewhat on Monday, and it is traded close to its yesterday's level this morning.

Interbank money market rates mostly decreased on Monday, after the NBR injected RON 716 mn for seven days through a repo operation. Short-term rates fell the most: the ROBOR ON eased 24 bps to 1.98%.

Industrial production prices inched up 0.4% MoM in March, after adding 0.2% in February. On the other hand, they still were in the negative territory (-1.1%) on yearly basis.

In April, the NBR's FX reserves decreased to EUR 30.1 bn from EUR 30.6 bn in March; it stood at EUR 32.4 bn a year earlier.

Romanian stocks started the week on the right foot. Equity indices climbed 0.3%-1.0% higher amid lower-than-usual volumes (RON 21 mn). The BRD continued to be the leader of the BET composites with a 2.4% gain, after advancing 3.2% on Thursday, while the TEL occupied the second place of the podium, after the company's shares inched up 2.1%. Monday's trading was rather optimistic on both sides of the Atlantic. In Europe, the DAX closed up 1.4%, while the CAC rose 0.7%. At the same time, US stocks finished with modest gains.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
30-Apr	Thursday	March	ILO unemployment rate (% , seasonally adjusted)		
			6.5		6.4
1-May	Friday	no data			
4-May	Monday	April	FX Reserves, EUR bn		
			30.1		30.6
5-May	Tuesday	March	Producer Price Index (YoY%)		
			-1.1		-1.7
5-May		March	Retail trade (YoY%)		
			-0.2		3.3
6-May	Wednesday	May	Base rate decision (%)		
				2.00	2.00

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		30-Apr-15					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	8.3353	↓	-0.46	↑	4.17	↑ 10.94
OTP Obligatiuni	RON	13.9072	↓	-0.01	↑	0.91	↑ 4.86
OTP ComodisRO	RON	16.6934	↓	0.00	↑	1.16	↑ 4.46
OTP Euro Bond	EUR	12.1072	↓	-0.01	↑	0.70	↑ 3.17
OTP Dollar Bond	USD	10.3696	↑	0.01	↑	0.47	↑ 3.10

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