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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,472.83	↓ -0.71	↓ -1.22
BETPlus	1,098.15	↓ -0.69	↓ -1.17
BET-FI	31,390.02	↓ -0.18	↓ -0.78
BET-XT	674.76	↓ -0.57	↓ -0.96
FP	0.8850	↓ -0.95	↓ -2.75
TLV	2.3940	↓ -1.28	↓ -0.25
SNG	35.4000	↓ -0.25	↓ -2.64
TEL	28.8000	↓ -0.69	↓ -0.35
BCC	0.0369	↓ -4.65	↓ -5.38

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.34	↓ -0.5	↓ -1.5
12 month	1.48	↓ -1.0	→ 0.0
3 year	2.01	↓ -1.5	↑ 6.5
5 year	2.53	↑ 1.5	↑ 12.5
10 year	3.58	↑ 1.0	↑ 11.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	2.7Y	RON 400 mn	RON 400 mn
Thursday	4.1Y	RON 400 mn	RON 207 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.70	↓ -4.0	↓ -44.0
3M ROBOR	1.36	→ 0.0	↓ -5.0
6M ROBOR	1.58	↑ 2.0	↓ -3.0
1Y ROBOR	1.62	↑ 2.0	↓ -1.0
5Y CDS	99.46	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4535	↓ -0.18	↑ 0.20
USD/RON	3.9049	↓ -0.62	↓ -1.01
CHF/RON	4.2748	↓ -0.28	↓ -0.12
100HUF/RON	1.4520	↑ 0.20	↓ -0.89

Source: Reuters, OTP Research

Summary

- Yesterday, the Treasury sold only around half of the planned RON 400 mn in 4Y bonds on higher average yields (2.61%).
- On Thursday, the RON appreciated to around 4.45 against the EUR; the pair is traded even lower this morning.
- Today, balance of payment data will see the light of day.
- Romanian stocks slipped on very low volumes yesterday.

The Treasury placed only RON 207 mn in 4.1Y bonds compared to the planned RON 400 bn yesterday. Furthermore, the average accepted yield rose to 2.61%, which is 28 bps higher than at the previous similar auction. Primary dealers subscribed for RON 487 mn.

On Thursday, the RON continued to firm against the EUR. As a result, the pair ended around 4.45. The movement was in line with the CEE region's trends, as the PLN and the HUF also appreciated. Meanwhile, the US dollar weakened versus the euro for the third consecutive day.

Today the NBR will release balance of payments data for March.

Romanian stocks ended lower yesterday, in contrast to the positive movements of the major European and US equity benchmarks. The BET sank 0.7%, but the other indices also slipped 0.2%-0.7%. Among the individual stocks of the BET, only the shares of Transgaz could rejoice investors with a gain (+0.7%). The lowest drop was recorded by the BET-FI index (-0.2%), as three out of its six components remained in the positive territory, but this was not enough to push it into the green. At the same time, equities' total turnover was also disappointing, as it reached only RON 9 mn. After a weak start, the main European equity markets finished significantly higher on Thursday. The rally was also helped by a statement of President Mario Draghi, who confirmed that the ECB would continue to provide monetary support to the eurozone economy. Positive trading sentiment ruled US equity markets too; the S&P500 advanced 1.1%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
11-May	Monday	March	Exports (FOB, YoY%)	7.2	1.2	
11-May		March	Imports (CIF, YoY%)	11.6	2.6	
12-May	Tuesday	April	Consumer price index (YoY%)	0.7	0.6	0.8
12-May		March	Industrial production (YoY%)	4.4		3.7
13-May	Wednesday	Q1 2015	Flash GDP growth rate (YoY%)	4.3	2.7	2.7
13-May		March	Households services turnover index (YoY%)	3.0		1.5
13-May		March	Construction works (YoY%)	13.8		16.3
14-May	Thursday	March	Market services rendered mainly to enterprises (YoY%)	7.6		7.7
15-May	Friday	March	CA balance (EUR mn, YTD)			285

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		13-May-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.3955	↑ 0.07	↑ 4.92	↑ 10.64		
OTP Obligatiuni	RON	13.9380	↑ 0.01	↑ 1.13	↑ 4.94		
OTP ComodisRO	RON	16.7035	↑ 0.00	↑ 1.22	↑ 4.38		
OTP Euro Bond	EUR	12.1096	↓ 0.00	↑ 0.72	↑ 3.11		
OTP Dollar Bond	USD	10.3826	↑ 0.00	↑ 0.59	↑ 3.13		

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