

Headquarter Treasury Sales

Tania Fantana

+4021 30758 76
tania.fantana@otpbank.ro

Alexandru Tibuleac

+4021 30758 52
alexandru.tibuleac@otpbank.ro

Alina Gheorghita

+4021 30758 25
alina.gheorghita@otpbank.ro

Andreea Nica

+4021 30758 27
andreea.nica@otpbank.ro

Regional Treasury Sales

Szilamer Kozma - Cluj

+40755 000 400
szilamer.kozma@otpbank.ro

Tudor Zaman - Bucuresti

+4021 30758 76
tudor.zaman@otpbank.ro



Daily Report – Romania

Date: 02.06.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,543.51	↑ 0.48	↑ 1.23
BETPlus	1,108.87	↑ 0.37	↑ 1.23
BET-FI	30,945.21	↑ 0.14	↓ -1.08
BET-XT	680.70	↑ 0.46	↑ 1.10
SNG	36.3200	↓ -0.03	↑ 1.99
FP	0.8850	↑ 0.11	↓ -0.78
TEL	29.6000	↑ 2.17	↑ 2.07
TLV	2.4740	↑ 2.23	↑ 1.06
TGN	287.0000	↑ 3.99	↑ 4.36

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.26	⇒ 0.0	↓ -3.5
12 month	1.38	↓ -0.5	↓ -2.5
3 year	1.91	↑ 0.5	↓ -2.0
5 year	2.71	↑ 1.0	↑ 3.5
10 year	3.49	↑ 0.5	⇒ 0.0

GOV'T BOND AUCTIONS

Maturity	Auctions	Sold

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.66	↑ 2.0	↓ -64.0
3M ROBOR	1.26	↓ -1.0	↓ -7.0
6M ROBOR	1.54	↑ 2.0	↓ -1.0
1Y ROBOR	1.58	↑ 1.0	⇒ 0.0
5Y CDS	100.36	⇒ 0.0	⇒ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4413	↓ -0.07	↓ -0.37
USD/RON	3.9809	↓ -2.10	↓ -2.91
CHF/RON	4.2675	↓ -0.72	↓ -0.78
100HUF/RON	1.4215	↓ -1.29	↓ -1.39

Source: Reuters, OTP Research

Summary

- The EUR/RON closed flat on Tuesday, while the euro gained ground against the USD on positive inflation data. Greek news will stay in the focus today too.
- Romania's unemployment rate slightly increased to 6.9% in April.
- The NBR's FX reserve stood at EUR 30.2 bn at the end of May, up from EUR 30.1 bn a month earlier.
- In contrast to the gloomy equity market sentiment, the BVB indices closed in the positive territory on good volumes yesterday.

The RON closed almost flat compared to the EUR on Tuesday, while the common European currency rallied more than 2% against the US dollar, after favourable inflation data came out. According to Eurostat's flash estimate, the euro area annual inflation rate increased to 0.3% in May compared to 0.0% a month earlier, while excluding energy and unprocessed food prices, the HICP index went up to 0.9%. The strength of the EUR might also be helped by some news related to Greece. Reportedly, the EC, the ECB and the IMF agreed on the terms of a new cash-for-reform proposal on Tuesday. Greek developments will remain in the focus, as the country's Prime Minister Alexis Tsipras is to meet in Brussels with the EC's President Jean-Claude Juncker today. Athens should make a payment of EUR 300 mn to the IMF on 5 June.

The National Institute of Statistics revised upward its unemployment rate estimate for the first quarter of 2015, and at the same time, it released the data for April. According to the fresh statistics, the unemployment rate went up to 6.9% in April, from 6.8% in March.

In May, the NBR's foreign exchange reserve increased by EUR 126 mn to EUR 30,220 mn.

Despite the gloomy equity market sentiment, all of the BVB indices finished in the green yesterday. What is more, the traded volumes exceeded RON 47 mn in contrast to this year's average of RON 32 mn. At the end of the day, the BET stood at 7,544 points or 0.5% higher than on Tuesday. The good performance was supported by Transgaz (+4.0%), TLV (+2.2%) and TEL (+2.2%). The main global equity benchmarks closed in the negative territory on Tuesday.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
1-Jun	Monday		no data		
2-Jun	Tuesday	April	Producer Price Index (YoY%)	-2.8	-1.1
2-Jun	May		FX Reserves, EUR bn	30.2	30.1
3-Jun	Wednesday	April	ILO unemployment rate (% , seasonally adjusted)	6.9	6.8
3-Jun	April		Toursits' overnight stays (YoY%)	14.1	14.6

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		29-May-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.4327	↑ 0.76	↑ 5.39	↑ 9.19		
OTP Obligatiuni	RON	13.9535	↑ 0.01	↑ 1.25	↑ 4.85		
OTP ComodisRO	RON	16.7161	↑ 0.01	↑ 1.29	↑ 4.25		
OTP Euro Bond	EUR	12.1208	↑ 0.00	↑ 0.82	↑ 3.09		
OTP Dollar Bond	USD	10.3889	↑ 0.00	↑ 0.65	↑ 3.08		

Chief Economist
Gergely Tardos

+36 1 3747273

tardosg@otpbank.hu
Analyst
Csaba Bálint

+4021 3075896

csaba.balint@otpbank.ro

Disclaimer

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to NSC Regulations no. 32/2006 and 15/2006.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express written agreement of OTP Bank Romania S.A. Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the wilful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: 01-10-041585; NBR registration no RB-PJR-40-028/1999; for further information please refer to: <https://www.otpbank.ro/en>).

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to csaba.balint@otpbank.ro or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.