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# Daily Report – Romania

Date: 03.06.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,538.74	↓ -0.06	↑ 1.28
BETPlus	1,108.07	↓ -0.07	↑ 1.24
BET-FI	30,962.81	↑ 0.06	↓ -0.86
BET-XT	680.63	↓ -0.01	↑ 1.20
SNG	36.3700	↑ 0.14	↑ 1.71
TLV	2.4920	↑ 0.73	↑ 2.55
BRD	11.2000	↓ -0.36	↑ 4.67
FP	0.8835	↓ -0.17	↓ -0.95
EL	11.8000	→ 0.00	↑ 1.03

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.25	↓ -0.5	↓ -2.5
12 month	1.39	↑ 0.5	↓ -0.5
3 year	1.92	↑ 0.5	↓ -1.0
5 year	2.73	↑ 2.0	↑ 3.5
10 year	3.53	↑ 3.5	↑ 3.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	2.6Y	RON 300 mn	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.69	↑ 3.0	↓ -38.0
3M ROBOR	1.25	↓ -1.0	↓ -6.0
6M ROBOR	1.52	↓ -2.0	↓ -2.0
1Y ROBOR	1.56	↓ -2.0	↓ -2.0
5Y CDS	100.36	→ 0.0	→ 0.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4244	↓ -0.38	↓ -0.46
USD/RON	3.9272	↓ -1.35	↓ -3.65
CHF/RON	4.2057	↓ -1.45	↓ -2.03
100HUF/RON	1.4151	↓ -0.45	↓ -1.57

Source: Reuters, OTP Research

**Summary**

- Yesterday's talks did not lead to an agreement between Greece and its international creditors.
- The ECB left its key interest rates unchanged.
- The EUR/RON was traded lower yesterday, ending the day close to 4.42.
- Retail trade started the second quarter of the year well, increasing by 3.1% MoM in April.
- The BVB closed almost flat yesterday, but the traded volumes remained relatively high (RON 45 mn).

The late night talks between Greece and its international creditors failed to bring an agreement over Greece's debt problem, as the proposals presented by EC President Jean-Claude Juncker were not accepted by Prime Minister Alexis Tsipras, however the negotiations will continue.

As expected, the ECB left the benchmark interest rates unchanged yesterday. At the press conference following the policy meeting, President Mario Draghi underscored again the ECB's commitment to its bond-purchasing programme. On the other hand, the ECB increased its euro area inflation forecast to 0.3% in 2015, up from 0.0%, which might help the EUR to appreciate further against the US dollar. At the same time, the RON also gained ground compared to the EUR yesterday.

In April, the volume of retail trade grew nicely, by 3.1% MoM (seasonally and working day adjusted data). The advance was supported primarily by the non-food segment (2.4% MoM), but the other segments also could register smaller increases. As a result, the yearly growth rates accelerated to 7.1% (gross data).

After Wednesday's gains, Romania's equity indices changed little yesterday. The BET slightly fell (-0.1%), while its component stocks showed mixed movements. Three out of ten companies, namely Transelectrica (+0.8%), Banca Transilvania (+0.7%) and Romgaz (+0.1%) ended the day in the green zone, while the other stocks finished lower or remained unchanged yesterday. At the same time, equities' total turnover stood at relatively high levels (RON 45 mn), led by SNG and banking shares TLV and BRD. The continuation of ECB's loose monetary policy and initial hopes for an agreement over Greece helped the main Western-European equity markets to climb higher. The positive sentiment was also felt in the USA, where the key indices recorded modest gains ahead of the jobs report due on Friday.

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
4-Jun	Thursday	April	Retail trade (YoY%)	7.1	0.3
5-Jun	Friday	Q1 2015	Detailed GDP growth rate (YoY%, provisional data 1)		2.7

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		2-Jun-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.4787	↑ 0.55	↑ 5.96	↑ 9.03		
OTP Obligatiuni	RON	13.9560	↑ 0.02	↑ 1.27	↑ 4.83		
OTP ComodisRO	RON	16.7183	↑ 0.01	↑ 1.31	↑ 4.23		
OTP Euro Bond	EUR	12.1208	→ 0.00	↑ 0.82	↑ 3.07		
OTP Dollar Bond	USD	10.3903	↑ 0.01	↑ 0.67	↑ 3.07		

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