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Daily Report – Romania

Date: 07.07.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,216.85	↓ -0.15	↓ -1.12
BETPlus	1,060.95	↓ -0.14	↓ -1.16
BET-FI	29,625.20	↓ -0.40	↓ -0.07
BET-XT	654.68	↓ -0.10	↓ -0.94
FP	0.7810	↓ -0.89	↓ -1.76
SNG	33.4500	↓ -0.30	↓ -8.10
TLV	2.1580	↑ 0.42	↑ 1.36
SNN	7.4500	↑ 0.40	↓ -0.40
SNP	0.3730	↓ -0.48	↓ -1.03

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.35	↑ 1.0	↓ -2.0
12 month	1.53	→ 0.0	→ 0.0
3 year	2.15	↓ -0.5	↑ 0.5
5 year	3.13	→ 0.0	↑ 1.5
10 year	4.24	↑ 0.5	↑ 1.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6Y	RON 300 mn	RON 0 mn
Thursday	1Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.59	↓ -2.0	↓ -28.0
3M ROBOR	1.28	→ 0.0	↓ -7.0
6M ROBOR	1.59	↓ -2.0	↑ 2.0
1Y ROBOR	1.68	↓ -1.0	→ 0.0
5Y CDS	116.03	↓ 0.0	↑ 0.9

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4837	↓ -0.07	↑ 0.18
USD/RON	4.0711	↑ 0.33	↑ 1.36
CHF/RON	4.2997	↓ -0.14	↑ 0.08
100HUF/RON	1.4145	↓ -0.27	↓ -0.36

Source: Reuters, OTP Research

Summary

- Little progress was made at yesterday's Eurogroup meeting.
- The RON could strengthen compared to the EUR yesterday.
- It may have a long life, NBR's chief Isarescu said referring to the RON at the 10th anniversary of leu's denomination.
- Market services provided to households increased 7.2% YoY in May.
- Romanian stocks slightly fell on Tuesday, while the traded volumes stood at RON 47 mn.

The Greek authorities were expected to present a reform plan on Tuesday, however no proposal was submitted on yesterday's Eurogroup meeting. Nonetheless, EU leaders agreed to set a new deadline for sending the proposals and called for a summit on Sunday, where a final decision may be taken.

In contrast to the PLN and the HUF, the RON could marginally appreciate compared to EUR yesterday, ending the day slightly above 4.48, while the common European currency lost some ground against the US dollar on daily basis.

The RON may have a long life, NBR Governor Mugur Isarescu said on a conference yesterday, suggesting that the introduction of the euro could require more time than had been expected.

The turnover index of market services provided to the population increased 7.2% YoY (gross data) in May, while it decreased 1.3% MoM. Regarding the first five month of 2015, the index advanced 7.3% in year/year comparison.

The main European stock indices continued their downtrend yesterday. The CAC40 recorded the weakest performance, slipping almost 2.3%, but Germany's DAX also sunk around 2.0%, while the FTSE100 went down 1.6%. At the same time, Romania's BET decreased only 0.2%, while among the individual stocks of the index changed in mixed directions. The shares of Transelectrica occupied the first place of the podium with a 1.0% gain, followed by the TLV (+0.4%). On the other hand, the FP declined 0.9% to RON 0.7810 per share. Simultaneously, equities' total turnover was relatively high (RON 46.5 mn).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
3-Jul	Friday	May	Retail trade (YoY%)	3.1	7.1
6-Jul	Monday		no data		
7-Jul	Tuesday	May	Net wage growth rate (YoY%)	7.4	7.0
7-Jul		Q1 2015	Detailed GDP growth rate (YoY%, provisional data 2)	4.3	2.7
7-Jul		May	Industrial trade turnover index (YoY%)	-2.0	-0.6
7-Jul		May	Index value of new orders in manufacturing (YoY%)	-0.1	4.3
8-Jul	Wednesday	May	Turnover of market serv. provided to the population (YoY%)	7.2	7.5
9-Jul	Thursday		no data		

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		6-Jul-15					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	8.3324	↓	-0.55	↑	4.14	↑ 4.50
OTP Obligatiuni	RON	13.9893	↑	0.01	↑	1.51	↑ 4.30
OTP ComodisRO	RON	16.7418	↑	0.01	↑	1.45	↑ 3.90
OTP Euro Bond	EUR	12.1581	↑	0.01	↑	1.13	↑ 2.79
OTP Dollar Bond	USD	10.4866	↑	0.00	↑	1.60	↑ 3.63

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