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Daily Report – Romania

Date: 12.10.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,138.65	↑ 0.21	↑ 1.20
BET-TR	8,131.02	↑ 0.21	↑ 1.20
BET-FI	30,301.23	↓ -0.81	↓ -0.62
BET-XT	651.38	↑ 0.05	↑ 0.97
FP	0.7840	↓ -0.13	↓ -0.63
SNG	30.6000	↑ 0.33	↑ 0.82
SIF1	1.6080	↓ -0.50	↑ 0.12
BRD	11.0400	↑ 0.73	↑ 3.76
TLV	2.4000	→ 0.00	↑ 1.69

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.18	↓ -1.0	↓ -9.0
12 month	1.29	↓ -3.0	↓ -9.0
3 year	1.70	↓ -1.0	↓ -10.0
5 year	2.37	↓ -0.5	↓ -9.5
10 year	3.45	↑ 1.0	↓ -9.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	7.5Y	RON 200 mn	RON 200 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.90	↓ -4.0	↓ -40.0
3M ROBOR	1.37	↓ -2.0	↓ -9.0
6M ROBOR	1.59	↓ -1.0	↓ -6.0
1Y ROBOR	1.67	→ 0.0	↓ -6.0
5Y CDS	116.49	↓ 0.0	↑ 6.5

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4124	↓ -0.01	↓ -0.05
USD/RON	3.8865	↓ -0.06	↓ -1.45
CHF/RON	4.0358	↓ -0.18	↓ -0.22
100HUF/RON	1.4243	↑ 0.42	↑ 0.89

Source: Reuters, OTP Research

Summary

- The EUR/RON was flat yesterday.
- The planned RON 200 mn was sold in 7.5Y bonds yesterday.
- The turnover index of market services rendered mainly to enterprises decreased by 0.4% (MoM) in August.
- Romania's wholesale index also fell in August (4.9% MoM).
- The BET registered a thin gain yesterday (+0.2%).

On the global front, investors had a relatively calm day yesterday without important economic data, while several federal institutions were closed due to the Columbus Day holiday in the USA. Accordingly, the EUR/USD was nearly untouched on Monday, staying close to 1.1350. At the same time, the CEE region's currencies showed a mixed picture, as the RON was almost flat against the EUR on low volumes, while the PLN lost ground and the HUF could appreciate compared to Europe's shared currency.

The Treasury borrowed the planned amount of RON 200 mn with a residual maturity of 7.5Y, after primary dealers subscribed for RON 319 mn. The average accepted yield stood at 3.18%.

In August, the turnover index of market services rendered mainly to enterprises slightly decreased on monthly basis (-0.4%, seasonally and working day adjusted data) because of the drop in the segment of transports (-1.3% MoM). On the other hand, IT services registered a nice advance (+4.3% MoM). On yearly basis, the overall index went up by 9.2% (gross data).

This morning, Romania's statistical office released August's wholesale report as well, pointing to a 4.9% fall (MoM, SWDA data). The majority of the sub-indices' growth rates was in the negative territory, while the wholesale of information and communication equipment could soar 3.1% (MoM, SWDA). At the same time, the yearly advance of the main index decelerated to 1.5% (gross data).

In line with the main global equity markets, Bucharest's key stocks indices changed little yesterday, with the BET adding 0.2%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
12-Oct	Monday	September	Consumer price index (YoY%)	-1.7	-1.8	-1.9
		August	Industrial production (YoY%)	6.0		3.8
		August	Construction works (YoY%)	10.8		15.4
		August	Exports (FOB, YoY%)	1.5		5.6
		August	Imports (CIF, YoY%)	10.9		7.2
13-Oct	Tuesday	August	Turnover of market serv. rendered mainly to enterp. (YoY%)	9.2		8.5
		August	Wholesale turnover index (YoY%)	1.5		5.9
14-Oct	Wednesday	August	CA balance (EUR mn, YTD)			-347

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		9-Oct-15					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.3902	↓ -0.45	↑	4.86	↑	4.18
OTP Obligatiuni	RON	14.1750	↑ 0.47	↑	2.85	↑	4.39
OTP ComodisRO	RON	16.8127	↑ 0.12	↑	1.88	↑	3.35
OTP Euro Bond	EUR	12.3560	↑ 0.18	↑	2.77	↑	3.72
OTP Dollar Bond	USD	10.5518	↑ 0.26	↑	2.23	↑	3.57
OTP Premium Return	RON	1059.1840	↑ 0.05	↑	2.36	↑	3.57

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