



Date: 26.10.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,128.42	↑ 0.06	↑ 0.58
BET-TR	8,119.34	↑ 0.06	↑ 0.58
BET-FI	30,540.90	↓ -0.23	↑ 1.00
BET-XT	649.42	↑ 0.05	↑ 0.37
FP	0.8140	↓ -0.73	↑ 3.17
BRD	11.1000	↑ 0.91	↑ 0.73
SNG	29.4500	→ 0.00	↓ -3.28
TLV	2.4300	↑ 0.41	↑ 1.67
TGN	265.0000	→ 0.00	↑ 0.38

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.03	↓ -0.5	↓ -12.5
12 month	1.14	↓ -1.5	↓ -9.5
3 year	1.61	↓ -2.0	↓ -6.0
5 year	2.31	↓ -3.0	↓ -4.5
10 year	3.42	↑ 1.0	↓ -2.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	7M	RON 700 mn	RON 700 mn
Thursday	5.4Y	RON 500 mn	RON 425 mn
Monday	3.5Y	RON 500 mn	RON 500 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.09	↑ 41.0	↑ 46.0
3M ROBOR	1.28	↓ -5.0	↓ -5.0
6M ROBOR	1.52	↓ -6.0	↓ -8.0
1Y ROBOR	1.64	↓ -4.0	↓ -5.0
5Y CDS	117.74	↑ 0.3	↑ 1.7

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4362	↑ 0.01	↑ 0.24
USD/RON	4.0116	↓ -0.36	↑ 2.75
CHF/RON	4.0792	↓ -0.81	↓ -0.08
100HUF/RON	1.4234	↑ 0.09	↓ -0.15

Source: Reuters, OTP Research

**Summary**

- The EUR/RON slightly increased on Monday.
- The Treasury borrowed RON 500 mn yesterday.
- Romania's fiscal surplus stood at RON 6.2 bn in the period of January-September 2015.
- The BET inched up 0.1%; equities' total turnover was low, amounting to RON 19.4 mn.

The RON weakened a little bit yesterday, while the other currencies of the CEE region moved in different directions versus the EUR, with the HUF marginally gaining ground and with the PLN depreciating somewhat. In the light of Sunday's general election, Poland's national currency was under selling pressure, after the opposition's Law and Justice Party won the most seats in the country's parliament. At the same time, following a significant plunge of the EUR/USD, caused primarily by last week's dovish messages of the ECB, the pair climbed slightly higher, to around 1.105 on Monday. Today the Fed starts its policy meeting, which should be concluded with a statement tomorrow evening (local time).

October's last government security auction ended with success, after the Treasury could sell the planned amount of RON 500 mn in 3.5Y bonds amid healthy demand, as nine primary dealers subscribed for RON 1.24 bn. The average accepted yield decreased to 1.89%, 34 bps lower than at the previous similar auction in September.

According to the data of the Ministry of Finance, Romania's fiscal surplus stood at RON 6.15 bn (0.87% of GDP, cash basis) in the first nine months of the year. This is significantly higher than in the same period of 2014, when the budget recorded a surplus of RON 419 mn (less than 0.1% of GDP). Revenues advanced by 8.8% YoY, reaching RON 169.1 bn (24.0% of GDP), while expenses increased at a slower pace (+5.1% YoY) to RON 162.9 bn (23.1% of GDP).

After last week's rally, most European stocks finished in the red yesterday with the CAC40 losing 0.5% and with the FTSE also declining 0.4%. Nonetheless, Germany's DAX could record a slight gain (+0.1%). In the USA, the key indices changed little on a cautious trading day, ahead of the Fed's policy meeting. In Bucharest, banking shares performed well, as the BRD added 0.9% and the TLV inched up 0.4% too. As a result, the BET finished 0.1% higher on Monday, despite the fall of the FP (-0.7%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
22-Oct	Thursday				
		no data			
23-Oct	Friday	September			
		M3 (broad money, YoY%)	8.3		8.0
		September			
		Non-government loans (YoY%)	0.6		0.2
		September			
		Non-government deposits (YoY%)	7.4		7.4
26-Oct	Monday				
		no data			
27-Oct	Tuesday	September			
		New commercial vehicle registrations (YoY%)			49.8
28-Oct	Wednesday	September			
		Licenses for residential buildings (YoY%)			31.7

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		23-Oct-15					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	8.3963	↑	0.65	↑	4.93	↑ 5.83
OTP Obligatiuni	RON	14.2013	↑	0.54	↑	3.05	↑ 4.41
OTP ComodisRO	RON	16.8217	↑	0.11	↑	1.93	↑ 3.24
OTP Euro Bond	EUR	12.3751	↑	0.27	↑	2.93	↑ 3.70
OTP Dollar Bond	USD	10.5918	↑	0.61	↑	2.62	↑ 3.87
OTP Premium Return	RON	1062.7338	↑	0.70	↑	2.70	↑ 4.09

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