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Daily Report – Romania

Date: 16.11.2015

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	7,163.15	↓ -1.73	↓	-1.74
BET-TR	8,158.89	↓ -1.73	↓	-1.74
BET-FI	30,812.67	↑ 0.34	↓	-0.14
BET-XT	653.34	↓ -1.34	↓	-1.47
SNG	27.9500	↓ -3.62	↓	-4.28
FP	0.8160	↓ -0.97	↓	-1.45
TGN	265.0000	↓ -0.38	↓	-0.38
TLV	2.5550	↓ -1.35	↓	-2.85
EL	11.8400	↓ -0.50	↓	-1.99

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.86	↓ -3.0	↓	-14.0
12 month	0.98	↓ -2.5	↓	-12.0
3 year	1.48	↓ -0.5	↓	-6.5
5 year	2.29	↓ -1.5	↓	-8.5
10 year	3.47	↓ -0.5	↓	-6.5

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	5.4Y	RON 500 mn	RON 500 mn
Thursday	9.3Y	RON 200 mn	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.57	↑ 1.0	↓	-5.0
3M ROBOR	1.08	↓ -1.0	↓	-5.0
6M ROBOR	1.36	↓ -1.0	↓	-5.0
1Y ROBOR	1.52	↓ -1.0	↓	-5.0
5Y CDS	121.76	→ 0.0	↓	0.0

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4395	↓ -0.09	↓	-0.46
USD/RON	4.1537	↑ 0.58	↑	0.12
CHF/RON	4.1131	↑ 0.31	↓	-0.52
100HUF/RON	1.4236	↓ -0.09	↑	0.14

Source: Reuters, OTP Research

Summary

- The RON could slightly strengthen versus the EUR on Monday.
- As planned, the Treasury sold RON 500 mn in 5Y government securities yesterday.
- The BVB's indices mostly ended in the red zone.

On Monday, the European shared currency weakened against the US dollar, slipping slightly below 1.07, also due to investors' cautiousness in the light of late-Friday's terrorist attacks in Paris. The negative sentiment was slightly felt in the CEE region, as both PLN and HUF depreciated a bit against the EUR. On the other hand, the RON could slightly strengthen compared to the common European currency, ending the day around 4.44.

As planned, the hearings of ministers of the new cabinet by the Parliament's specialist committees started on Monday.

Yesterday the Treasury borrowed the planned amount of RON 500 mn at an average yield of 2.63%, which is 9 bps lower than at the previous similar auction in the end of October. Nine primary dealers submitted offers in value of RON 907 mn, lifting the bid-to-cover ratio to 1.8. At the same time, government securities' benchmark yields eased 1-3 bps on Monday, extending their weekly drops. The yield on the 6M maturity fell the most, slipping 14 bps in weekly comparison.

Money market lending interest rates showed small movements yesterday, with the ROBOR 3M declining 1 bp to 1.08%.

Today the ACEA (European Automobile Manufacturers Association) reveals new passenger car registration statistics for October.

Despite the weak start at the beginning of the trading session, European equity markets finished mixed at yesterday's closing bell, recuperating their early losses. As a result, the CAC40 lost only 0.1% and the DAX was roughly flat, while London's FTSE100 gained 0.5%. In Bucharest, the majority of the key indices registered sharp losses, with the BET giving back 1.7%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
12-Nov	Thursday	September	Turnover of market serv. provided to the population (YoY%)		9.5
13-Nov	Friday	Q3 2015	Flash GDP growth rate (YoY%)		3.6
		September	Turnover of market serv. rendered mainly to enterp. (YoY%)		3.0
		September	Wholesale turnover index (YoY%)		4.5
		September	CA balance (EUR mn, YTD)		4.5
					1.8
					-653
16-Nov	Monday		no data		-585
17-Nov	Tuesday	October	New passenger car registrations (YoY%)		
18-Nov	Wednesday		no data		3.4

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		13-Nov-15					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.5578	↑ 2.31	↑ 6.95	↑ 7.98		
OTP Obligatiuni	RON	14.2353	↑ 0.40	↑ 3.29	↑ 4.37		
OTP ComodisRO	RON	16.8366	↑ 0.13	↑ 2.02	↑ 3.05		
OTP Euro Bond	EUR	12.3929	↑ 0.28	↑ 3.08	↑ 3.68		
OTP Dollar Bond	USD	10.5782	↑ 0.21	↑ 2.49	↑ 2.85		
OTP Premium Return	RON	1069.5000	↑ 1.03	↑ 3.36	↑ 4.16		

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