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Daily Report – Romania

Date: 02.12.2015

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	6,990.39	↓ -0.39	↓ -4.06	
BET-TR	7,962.11	↓ -0.40	↓ -4.06	
BET-FI	30,255.33	↓ -0.41	↓ -1.46	
BET-XT	638.85	↓ -0.46	↓ -3.73	
TLV	2.4100	↑ 2.12	↓ -7.49	
EL	11.9800	↓ -1.16	↑ 0.50	
FP	0.8170	↓ -0.37	↓ -0.37	
BRD	11.5000	↑ 0.88	↓ -8.87	
SNG	27.7000	↓ -2.64	↓ -4.81	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.78	↓ -0.5	↓ -3.5	
12 month	0.90	→ 0.0	↓ -4.5	
3 year	1.43	→ 0.0	↓ -2.5	
5 year	2.23	↓ -0.5	↓ -2.5	
10 year	3.50	↑ 0.5	↓ -0.5	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Thursday	2.1Y	RON 600 mn	
Monday	9.2Y	RON 200 mn	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.61	↓ -1.0	↑ 8.0	
3M ROBOR	1.04	↓ -3.0	↓ -4.0	
6M ROBOR	1.35	↓ -5.0	↓ -2.0	
1Y ROBOR	1.51	↓ -2.0	↓ -1.0	
5Y CDS	118.22	↑ 0.0	↑ 0.9	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4575	↓ -0.15	↑ 0.28	
USD/RON	4.2047	↑ 0.16	↑ 0.49	
CHF/RON	4.1273	↑ 0.92	↑ 0.79	
100HUF/RON	1.4382	↑ 0.65	↑ 0.99	

Source: Reuters, OTP Research

Summary

- The ECB may decide to extend stimulus measures on its policy meeting today.
- The RON firmed against the EUR yesterday.
- The MoF aims to sell RON 600 mn today.
- In November, the NBR's FX reserve grew by almost EUR 0.5 bn.
- Retail trade advanced 11.1% YoY in October.
- The BVB ended lower yesterday.

Today the European Central Bank's monetary policy meeting may be in investors' focus; the Governing Council could decide to launch further easing measures, according to market expectations. Yesterday the EUR weakened against the USD, while the CEE region's currencies also appreciated compared to the euro.

According to December's issue calendar, released recently, the Ministry of Finance plans to borrow RON 3.03 bn via government securities during this month, which is less than in November (above RON 3.5 bn). The first auction is held today, in order to sell RON 600 mn through 2.1Y bonds.

Romania's foreign exchange reserves increased in November to EUR 32.1 bn, from EUR 31.6 bn a month earlier, as inflows (EUR 775 mn) outpaced outflows (EUR 320 mn), the NBR said yesterday.

The volume of retail trade continued to grow in October too, adding 0.7% MoM (seasonally and working day adjusted data), as it was helped by sales of fuels (+5.1% MoM). In yearly comparison, the retail trade index advanced 11.1% (gross data).

Tomorrow morning the NIS reveals the detailed GDP statistics for the third quarter of the year.

In line with its main European peers, the BET index finished the day in the negative territory, despite the good performance of Banca Transilvania (+2.1%) and the BRD (+0.9%). The largest losses were registered by Romgaz (-2.6%) and Transelectrica (-2.3%). At the same time, equities' total turnover was relatively high (RON 60.3 mn). In the USA, the key stock benchmarks also closed lower.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
30-Nov	Monday		no data		
1-Dec	Tuesday		no data		
2-Dec	Wednesday	October	Producer Price Index (YoY%)	-2.6	-2.8
		November	FX Reserves, EUR bn	32.1	31.6
3-Dec	Thursday	October	Tourists' overnight stays (YoY%)	14.1	16.9
		October	Retail trade (YoY%)	11.1	12.0
4-Dec	Friday	Q3 2015	Detailed GDP growth rate (YoY%, provisional data 1)		3.4

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		27-Nov-15					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	8.5176	↑	1.67	↑	6.45	↑ 7.01
OTP Obligatiuni	RON	14.2551	↑	0.29	↑	3.44	↑ 4.39
OTP ComodisRO	RON	16.8458	↑	0.12	↑	2.08	↑ 2.98
OTP Euro Bond	EUR	12.4075	↑	0.20	↑	3.20	↑ 3.72
OTP Dollar Bond	USD	10.5872	↓	-0.10	↑	2.58	↑ 2.73
OTP Premium Return	RON	1075.0175	↑	1.24	↑	3.89	↑ 4.39

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