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Daily Report – Romania

Date: 15.02.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,136.00	↑ 1.18	↓ -1.64
BET-TR	6,988.88	↑ 1.18	↓ -1.64
BET-FI	26,730.45	↑ 0.47	↓ -3.14
BET-XT	561.94	↑ 1.05	↓ -2.01
TLV	2.2900	↑ 1.33	↑ 1.78
BRD	9.8000	↑ 0.41	↓ -3.92
SNG	24.2000	↑ 3.64	↑ 1.89
EBS	110.5000	↑ 5.74	↑ 4.74
SNP	0.2170	↑ 0.70	↓ -8.44

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.44	↓ -0.5	↑ 1.0
12 month	0.60	↓ -0.5	↓ -4.0
3 year	1.12	→ 0.0	↑ 3.5
5 year	2.09	↑ 0.5	↑ 11.0
10 year	3.29	↓ -1.5	↑ 8.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	6.9Y	RON 500 mn	RON 500 mn
Monday	7M	RON 1000 mn	RON 1000 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.40	↓ -2.0	↑ 2.0
3M ROBOR	0.81	↓ -1.0	↑ 2.0
6M ROBOR	1.04	→ 0.0	↓ -1.0
1Y ROBOR	1.22	↓ -1.0	↑ 2.0
5Y CDS	116.47	↓ -0.9	↑ 2.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4685	↓ -0.14	↓ -0.22
USD/RON	4.0034	↑ 0.66	↑ 0.04
CHF/RON	4.0581	↓ -0.36	↓ -0.18
100HUF/RON	1.4430	↓ -0.06	↑ 0.15

Sources: Reuters, OTP Research

Summary

- New passenger car sales advanced further in January.
- The EUR/RON ended lower on Monday, helped by supportive global sentiment too.
- Yesterday the Treasury sold the planned amount of RON 1 bn via 7M bills.
- The BET inched up 1.2% on Monday, in line with its Western European peers.

Demand for new passenger cars continued to go up in the first month of 2016, pointing to a 16.5% gain in yearly comparison. At the same time, the number of new registrations increased by 6.2% YoY in the European community too.

After Friday's rebound, trading sentiment remained optimistic on the first day of the week on the back of hopes that Japan's central bank and its counterpart in the eurozone, the ECB, could soon launch further stimulus measures. In Japan, weaker-than-expected 2015 GDP data may urge policymakers to introduce further actions, while in Europe, the speech of President Mario Draghi added to hopes for further monetary easing. As a result, the EUR continued to lose ground versus the US dollar yesterday, and the CEE region's currencies mostly appreciated compared to the euro as well. The leu became slightly stronger, helping the EUR/RON to finish below 4.47.

As planned, the Treasury sold RON 1,000 mn in 7M bills yesterday, after nine primary dealers subscribed for RON 1.66 bn. The average accepted yield stood at only 0.45%.

On Monday, ROBOR rates mostly eased, with the 3M benchmark decreasing by 1 basis point to 0.81%.

Following their Friday's rally, European stocks climbed even higher yesterday, lifting the key equity indices by 2-3%. Bucharest's main equity benchmark, the BET added 1.2% too, after Romgaz and Transgaz jumped 3.6% and 2.4% respectively, and only the shares of the Nuclearelectrica closed in the red zone (-0.2%). On the other side of the Atlantic, stock markets were closed for the President Day holiday, but equity futures pointed to nice gains on Monday.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
11-Feb	Thursday	December	Turnover of market serv. provided to the population (YoY%)	20.7	16.7
12-Feb	Friday	December	Wholesale turnover index (YoY%)	11.7	6.9
		December	Industrial production (YoY%)	4.0	2.4
		December	Construction works (YoY%)	14.2	9.4
		December	Turnover of market serv. rendered mainly to enterp. (YoY%)	12.6	8.8
		Q4 2015	Flash GDP growth rate (YoY%)	3.7	3.8
		December	CA balance (EUR mn, YTD)	-1,758	-1,009
15-Feb	Monday	January	Consumer price index (YoY%)	-2.1	-2.7
16-Feb	Tuesday	January	New passenger car registrations (YoY%)	16.5	56.2
17-Feb	Wednesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		12-Feb-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	7.7785	↓ -4.42	↓	-8.51	↓	-5.64
OTP Obligatiuni	RON	14.3254	↑ 0.30	↑	0.48	↑	3.57
OTP ComodisRO	RON	16.8985	↑ 0.13	↑	0.19	↑	1.56
OTP Euro Bond	EUR	12.4269	↑ 0.08	↑	0.20	↑	3.02
OTP Dollar Bond	USD	10.6135	↑ 0.41	↑	0.43	↑	2.67
OTP Premium Return	RON	1055.0939	↓ -0.36	↓	-1.56	↓	-0.94
OTP Euro Premium Return	EUR	9.5400	↓ -2.97	↓	-2.98		n.a.
OTP Global Mix	RON	9.9742	↑ 0.08	↓	-0.25		n.a.

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