



Date: 22.02.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,337.50	↑ 0.97	↑ 3.28
BET-TR	7,218.37	↑ 0.97	↑ 3.28
BET-FI	26,868.70	↑ 0.35	↑ 0.52
BET-XT	577.71	↑ 0.92	↑ 2.81
SNG	25.5000	↑ 1.19	↑ 5.37
SIF3	0.2635	↓ -0.19	↓ -1.13
FP	0.7400	↓ -0.27	↑ 1.37
EL	11.8000	↑ 1.37	↑ 3.51
SNP	0.2330	↑ 3.33	↑ 7.37

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.45	↑ 0.5	↑ 1.0
12 month	0.59	↑ 0.5	↓ -1.0
3 year	1.14	↑ 1.0	↑ 1.5
5 year	2.13	↑ 1.5	↑ 4.0
10 year	3.33	↑ 0.5	↑ 3.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	5.1Y	RON 800 mn	RON 800 mn
Wednesday	5Y	EUR 500 mn	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.39	⇒ 0.0	↓ -1.0
3M ROBOR	0.77	⇒ 0.0	↓ -4.0
6M ROBOR	1.03	↑ 2.0	↓ -1.0
1Y ROBOR	1.18	↑ 1.0	↓ -4.0
5Y CDS	116.48	↓ -1.8	↑ 0.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4748	↓ -0.20	↑ 0.14
USD/RON	4.0563	↑ 0.66	↑ 1.32
CHF/RON	4.0582	↓ -0.09	↑ 0.00
100HUF/RON	1.4566	↑ 0.21	↑ 0.95

Sources: Reuters, OTP Research

**Summary**

- RON-denominated loans decreased 0.3% MoM in January, the NBR said this morning.
- The EUR/RON was traded lower on Monday.
- The MoF sold the planned RON 800 mn in 5Y bonds.
- Romanian stocks performed well, in line with the key European and US equity markets.

Non-government loans dropped slightly to RON 216.1 bn in the first month of 2016, in contrast with December's RON 217.5 bn, according to the NBR's most recent data, published this morning. Negative growth rates were registered at both RON-denominated (-0.3% MoM) and FX credit (-1.1% MoM). Nevertheless, the volume of non-government loans still increased by 2.8% on yearly basis. Deposits also shrank around 1.2% MoM last month, but it came after a very strong hike in December. As a result, in January deposits advanced 8.8% compared to the same period of the previous year.

Similarly to its regional peers, the RON appreciated against the EUR yesterday, ending the day closer to 4.47. On the other hand, it weakened significantly compared to the US dollar, after the EUR/USD slipped near 1.10, presumably on "Brexit" concerns.

At yesterday's auction, the Ministry of Finance borrowed RON 800 mn in 5.1Y government securities, as planned. The average accepted yield (2.56%) slightly grew compared to a similar transaction held in the second half of February, when it stood at 2.53%. The bid-to-cover ratio reached almost 1.6, after nine primary dealers subscribed for more than RON 1.25 bn. Government securities' fixing rates inched up a bit on Monday, adding 1 basis point on average. Simultaneously, money market lending rates mostly increased by 1-2 bps as well, but the interest rate on the ROBOR 3M remained unchanged at 0.77; the ROBOR ON was also flat.

Equity markets rallied on Monday, fuelled by rising oil prices. As a result, the key European benchmarks advanced 1.5%-2.0%, led by Germany's DAX. The positive market sentiment was felt in Bucharest too, helping the BET to go up around 1.0%. On the other side of the Atlantic, the main US indices registered good performances as well, with the S&P500 climbing 1.5% higher.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
18-Feb	Thursday	no data			
19-Feb	Friday	no data			
22-Feb	Monday	no data			
23-Feb	Tuesday	January	M3 (broad money, YoY%)	9.5	9.3
		January	Non-government loans (YoY%)	2.8	3.0
		January	Non-government deposits (YoY%)	8.8	8.6
24-Feb	Wednesday	January	New commercial vehicle registrations (YoY%)		51.8

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		19-Feb-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	7.9240	↑ 2.08	↓ -6.80	↓ -4.53		
OTP Obligatiuni	RON	14.3290	↑ 0.31	↑ 0.50	↑ 3.54		
OTP ComodisRO	RON	16.9034	↑ 0.13	↑ 0.21	↑ 1.56		
OTP Euro Bond	EUR	12.4260	↑ 0.07	↑ 0.19	↑ 2.96		
OTP Dollar Bond	USD	10.6197	↑ 0.46	↑ 0.49	↑ 2.70		
OTP Premium Return	RON	1061.9420	↑ 1.31	↓ -0.92	↓ -1.26		
OTP Euro Premium Return	EUR	9.5494	↓ -2.29	↓ -2.88	n.a.		
OTP Global Mix	RON	9.9952	↑ 0.65	↓ -0.04	n.a.		

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