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Daily Report – Romania

Date: 28.03.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,752.61	↓ -0.04	↓ -0.56
BET-TR	7,691.19	↓ -0.04	↓ -0.56
BET-FI	28,288.53	↓ -0.19	↓ -0.43
BET-XT	612.48	↓ -0.07	↓ -0.46
TLV	2.6750	↑ 0.38	↓ -0.74
FP	12.3600	↓ -0.64	↓ -1.12
SNP	0.7760	→ 0.00	↑ 0.26
SNG	80.8000	↑ 0.25	↑ 13.80
BRD	269.0000	↓ -0.37	↑ 0.75

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.46	→ 0.0	↓ -1.0
12 month	0.59	↓ -0.5	↓ -1.0
3 year	1.18	→ 0.0	→ 0.0
5 year	2.58	↑ 1.5	↑ 36.0
10 year	3.33	↑ 0.5	↑ 5.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	8.9Y	RON 300 mn	RON 300 mn
Monday	5Y	RON 500 mn	RON 500 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.42	→ 0.0	↑ 3.0
3M ROBOR	0.78	→ 0.0	↓ -1.0
6M ROBOR	1.02	→ 0.0	↓ -3.0
1Y ROBOR	1.19	→ 0.0	↓ -2.0
5Y CDS	112.90	→ 0.0	↓ -1.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4609	↓ -0.06	↓ -0.18
USD/RON	3.9847	↓ -0.32	↑ 0.23
CHF/RON	4.0922	↑ 0.08	↓ -0.18
100HUF/RON	1.4236	↑ 0.05	↓ -0.99

Sources: Reuters, OTP Research

Summary

- On Monday, the EUR/RON was little changed on relatively low traded volumes.
- The MoF borrowed RON 500 mn yesterday, as planned.
- Yesterday the BET ended roughly flat on very low turnover.

Yesterday's trading in the market of the EUR/RON was calm, characterised by relatively low volumes as well, after numerous European markets were closed due to the catholic Easter Holiday. The pair stood in the vicinity of 4.46 at the end of the day, while the leu gained more ground against the US dollar, as the EUR/USD inched higher, after the US personal consumption expenditure price index rose 1% YoY in February, down from 1.2% YoY in the previous month.

On the last auction of March, the Ministry of Finance sold the planned amount of RON 500 mn in 5Y bonds. The almost 2.5x bid-to-cover ratio pointed to healthy demand, while the average accepted yield was at 2.66%, somewhat higher than at a similar auction in February (2.56%). During this month, the Ministry of Finance borrowed slightly more than 3.9 bn in RON denominated papers and 275 mn in euro bonds.

In the absence of impulses, the BVB's indices registered limited movements, with the BET staying roughly flat at 6,753 points. Equities' total turnover stood below RON 9 mn, far from this year's average of around RON 27 mn. Nuclearelectrica showed the best performance among the BET's ten components, rising 1.3%, and the shares of EL slipped the most, giving back 0.6%. Western European equity markets were closed yesterday, while the key stock indices of the USA closed mixed, recording small movements.

On the domestic front, there are not important macroeconomic data to be released today, but later this week several statistics will be out, among others sentiment indicators for March and February's unemployment rate, while the main event will be the NBR's monetary policy meeting, scheduled for Thursday.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
23-Mar	Wednesday	February	M3 (broad money, YoY%)	9.7	9.5
		February	Non-government loans (YoY%)	2.4	2.8
		February	Non-government deposits (YoY%)	9.5	8.8
		February	New commercial vehicle registrations (YoY%)	54.7	33.9
24-Mar	Thursday		no data		
25-Mar	Friday		no data		
28-Mar	Monday		no data		
29-Mar	Tuesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		25-Mar-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.2090	↑ 3.03	↓ -3.45	↑ 2.41		
OTP Obligatiuni	RON	14.3700	↑ 0.28	↑ 0.79	↑ 3.57		
OTP ComodisRO	RON	16.9274	↑ 0.12	↑ 0.36	↑ 1.56		
OTP Euro Bond	EUR	12.4746	↑ 0.36	↑ 0.58	↑ 3.16		
OTP Dollar Bond	USD	10.6607	↑ 0.33	↑ 0.88	↑ 2.94		
OTP Premium Return	RON	1074.6943	↑ 0.96	↑ 0.27	↓ -0.16		
OTP Euro Premium Return	EUR	9.6250	↑ 0.60	↓ -2.11	n.a.		
OTP Global Mix	RON	10.0704	↑ 0.46	↑ 0.71	n.a.		

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