



Date: 07.04.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,720.61	↑ 0.41	↓ -0.25
BET-TR	7,654.74	↑ 0.41	↓ -0.25
BET-FI	27,947.13	↑ 0.31	↓ -0.56
BET-XT	609.09	↑ 0.38	↓ -0.36
TLV	2.7450	↑ 0.18	↑ 2.04
SNP	0.2350	↑ 0.21	↓ -2.08
SNG	27.0000	↑ 1.31	↑ 0.19
EL	12.3600	↑ 1.31	↑ 0.49
TGN	278.0000	↑ 1.83	↑ 3.35

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.45	⇒ 0.0	↑ 0.5
12 month	0.58	⇒ 0.0	↓ -1.0
3 year	1.13	↓ -0.5	↓ -2.5
5 year	2.54	⇒ 0.0	↓ -2.5
10 year	3.30	↑ 1.0	⇒ 0.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	1Y	RON 1000 mn	RON 1000 mn
Thursday	8.9Y	RON 300 mn	RON 346 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.43	⇒ 0.0	↓ -1.0
3M ROBOR	0.77	↓ -1.0	↓ -1.0
6M ROBOR	1.04	⇒ 0.0	⇒ 0.0
1Y ROBOR	1.19	↓ -1.0	⇒ 0.0
5Y CDS	108.81	↑ 0.9	↑ 2.2

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4675	↓ -0.02	↓ -0.08
USD/RON	3.9273	↑ 0.21	↓ -0.09
CHF/RON	4.1094	↑ 0.22	↑ 0.64
100HUF/RON	1.4303	↓ -0.01	↑ 0.38

Sources: Reuters, OTP Research

**Summary**

- Yesterday deputy governor Liviu Voinea presented the NBR's new Financial Stability report.
- Romania's leu was traded in a narrow range against the euro on Thursday.
- The Treasury borrowed more than planned at yesterday's 8.9Y bond auction.
- Unlike its Western European peers, the BET closed in positive territory.

Deputy central bank governor Liviu Voinea presented the NBR's new Financial Stability Report, pointing to a severe systemic risk coming from the uncertain and unpredictable legislative environment banks have to face currently. In the light of prolonged negotiations about the debt discharge law, Mr Voinea presented several data regarding Romania's real estate sector, underscoring that residential prices resumed growth last year, while the ratio of households' income to average home prices improved significantly since the outburst of the financial crisis. Nonetheless, the planned new law may result in higher minimum downpayments and wider interest rates spreads, negatively affecting households' access to mortgage credits.

Romania's GDP growth in 2015 was revised slightly up, from 3.7% YoY to 3.8% YoY, according to a NIS report released this morning.

Risk appetite deteriorated in Thursday's trading, as several investors became more pessimistic about global growth perspectives. Meanwhile, the EUR/USD inched somewhat lower, after the release of the minutes of the ECB's March meeting, which stated that further policy rate cuts are not ruled out. At the same time, the EUR/RON was traded in a narrow range, ending the session well below 4.47, while other currencies of the CEE region mostly weakened against the EUR, led by Poland's zloty.

On Thursday, the Treasury kept an auction for selling government bonds maturing in February 2025. Primary dealers subscribed for almost RON 718 mn and the Treasury accepted bids in value of RON 346 mn, which is above the initially announced amount of RON 300 mn. Compared to the previous transaction at the end of last month with bonds maturing in February 2025, the average yield was unchanged (3.38%). The benchmark government securities' yields were little-changed yesterday.

Global stock markets turned South in yesterday's trading, while crude oil prices also dipped lower. Nevertheless, the BVB's indices fared quite well, closing in the green zone. The BET increased 0.4%, the BET-FI rose by 0.3%, while the BET's energy and related utilities index, the BET-NG grew by 0.9%, sustained by the shares of Transgaz (+1.8%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
5-Apr	Tuesday	February	Retail trade (YoY%)	21.8	15.7
6-Apr	Wednesday	February	Net wage growth rate (YoY%)	12.7	11.7
7-Apr	Thursday		no data		
8-Apr	Friday	Q4 2015	Detailed GDP growth rate (YoY%, provisional data 2)	3.8	3.7
11-Apr	Monday	March	Consumer price index (YoY%)		-2.7
		February	Exports (FOB, YoY%)		-1.6
		February	Imports (CIF, YoY%)		3.1

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		6-Apr-16					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	8.1924	↑	1.34	↓	-3.64	↑ 2.49
OTP Obligatiuni	RON	14.3899	↑	0.43	↑	0.93	↑ 3.63
OTP ComodisRO	RON	16.9343	↑	0.13	↑	0.40	↑ 1.55
OTP Euro Bond	EUR	12.4899	↑	0.39	↑	0.70	↑ 3.23
OTP Dollar Bond	USD	10.6793	↑	0.44	↑	1.05	↑ 3.07
OTP Premium Return	RON	1074.3962	↑	0.56	↑	0.24	↑ 0.04
OTP Euro Premium Return	EUR	9.6341	↑	0.33	↓	-2.02	n.a.
OTP Global Mix	RON	10.0677	↑	0.42	↑	0.69	n.a.

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