

Date: 14.04.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,726.46	↓ -0.08	↑ 0.09
BET-TR	7,661.42	↓ -0.08	↑ 0.09
BET-FI	27,894.24	↑ 0.08	↓ -0.19
BET-XT	608.79	↓ -0.17	↓ -0.05
BRD	10.0200	↓ -0.20	→ 0.00
FP	0.7610	↓ -0.13	↓ -0.26
TLV	2.7300	→ 0.00	↓ -0.55
COTE	78.0000	↓ -9.30	↓ -9.72
TGN	285.0000	↓ -0.35	↑ 2.52

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.45	↑ 0.5	→ 0.0
12 month	0.58	→ 0.0	→ 0.0
3 year	1.12	↑ 0.5	↓ -1.0
5 year	2.55	↑ 1.5	↑ 1.5
10 year	3.39	↑ 7.0	↑ 8.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	3.9Y	RON 600 mn	RON 600 mn
Thursday	6.7Y	RON 500 mn	RON 386 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.42	↑ 1.0	↓ -1.0
3M ROBOR	0.77	→ 0.0	→ 0.0
6M ROBOR	1.02	→ 0.0	↓ -2.0
1Y ROBOR	1.19	→ 0.0	→ 0.0
5Y CDS	107.04	→ 0.0	↓ -1.8

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4765	↑ 0.12	↑ 0.20
USD/RON	3.9688	↑ 0.10	↑ 1.06
CHF/RON	4.1054	↑ 0.10	↓ -0.10
100HUF/RON	1.4362	↓ -0.09	↑ 0.41

Sources: Reuters, OTP Research

Summary

- On the first auction after the approval of the debt discharge law, the MoF sold less than the planned amount in 6.7Y bonds.
- The EUR/RON inched higher on Thursday.
- The volume index of construction works advanced 8.7% YoY, the NIS revealed this morning.
- Yesterday the majority of the BVB's indices finished mildly lower.

The first government security auction after the parliamentary approval of the highly disputed debt discharge law, which provides mortgage debtors the option to walk away, was characterized by low demand from primary dealers. The Ministry of Finance aimed to borrow RON 500 mn via 6.7Y bonds on Thursday, but after commercial banks submitted offers in value of RON 601.8 mn, debt managers decided to sell only RON 386.1 mn with an average yield of 3.00%, which is 2 bps higher than at the similar auction held in the middle of March. At the same time, the long end of the yield curve jumped 7 bps higher, to 3.39% (mid price).

The CEE region's currencies were under a slight weakening pressure, which drove the EUR/RON higher. Simultaneously, the leu lost ground against the US dollar too.

Construction works rebounded in February, posting a 5.1% advance on month-over-month basis (seasonally and working day adjusted data), lifting its annual gain to 8.7% (gross data).

After rallying a day earlier, European stocks recorded modest gains in choppy trading yesterday, with the DAX and the CAC40 rising 0.7% and 0.5% respectively. Investors were cautious ahead of the weekend's meeting of key oil producers in Qatar, where a potential output freeze should be discussed. In Bucharest, the BET index stood in positive territory most of the day, but it slightly eased late afternoon, finishing with 0.1% loss. The largest increase was registered by Electrica (+0.7%), followed by the shares of Nuclearelectrica, while the weakest link of the BET was OMW Petrom, slipping slightly more than 0.4%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
13-Apr	Wednesday	February	Turnover of market serv. provided to the population (YoY%)	20.0	15.8
		February	CA balance (EUR mn, YTD)	-337	168
14-Apr	Thursday	February	Wholesale turnover index (YoY%)	8.7	2.7
		February	Turnover of market serv. rendered mainly to enterp. (YoY%)	9.8	5.5
15-Apr	Friday	February	Construction works (YoY%)	8.7	-1.1
		March	New passenger car registrations (YoY%)		54.7
18-Apr	Monday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		13-Apr-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.2249	↑ 1.08	↓ -3.26	↑ 0.46		
OTP Obligatiuni	RON	14.3977	↑ 0.37	↑ 0.98	↑ 3.64		
OTP ComodisRO	RON	16.9390	↑ 0.13	↑ 0.43	↑ 1.55		
OTP Euro Bond	EUR	12.4961	↑ 0.34	↑ 0.75	↑ 3.25		
OTP Dollar Bond	USD	10.6849	↑ 0.43	↑ 1.10	↑ 3.11		
OTP Premium Return	RON	1076.9996	↑ 0.76	↑ 0.49	↓ -0.85		
OTP Euro Premium Return	EUR	9.6483	↑ 0.44	↓ -1.88	n.a.		
OTP Global Mix	RON	10.0935	↑ 0.54	↑ 0.94	n.a.		

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