

Date: 07.06.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,628.49	↑ 1.03	↑ 4.22
BET-TR	7,985.04	↑ 1.06	↑ 6.03
BET-FI	26,227.16	↑ 0.09	↑ 0.93
BET-XT	596.34	↑ 0.96	↑ 4.08
SNG	24.6500	↑ 1.44	↑ 2.92
TLV	2.2000	↑ 0.46	↑ 3.29
TGN	291.0000	↑ 0.34	↑ 5.82
EL	12.9000	↑ 0.62	↑ 5.74
FP	0.7260	↓ -0.27	↑ 5.93

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.47	⇒ 0.0	↓ -0.5
12 month	0.62	⇒ 0.0	↓ -0.5
3 year	1.78	⇒ 0.0	↓ -1.0
5 year	2.65	⇒ 0.0	↓ -1.5
10 year	3.57	↓ -0.5	↓ -1.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	3.7Y	RON 500 mn	RON 500 mn
Thursday	8.7Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.39	⇒ 0.0	↓ -4.0
3M ROBOR	0.75	⇒ 0.0	⇒ 0.0
6M ROBOR	1.01	↑ 1.0	⇒ 0.0
1Y ROBOR	1.17	⇒ 0.0	⇒ 0.0
5Y CDS	103.85	⇒ 0.0	↑ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5076	↓ -0.14	↓ -0.23
USD/RON	3.9678	↓ -0.18	↓ -2.22
CHF/RON	4.1120	↑ 0.42	↑ 0.79
100HUF/RON	1.4514	↓ -0.02	↑ 0.79

Sources: Reuters, OTP Research

Summary

- The RON continued to strengthen compared to the EUR, in line with its peers in the CEE region; the leu also firmed against the USD yesterday.
- In May, commercial banks kept RON 11.2 bn on average in the NBR's deposit standing facility, signalling even more abundant liquidity conditions.
- The BET advanced 1% in an optimistic trading session on Tuesday.

A day after the supportive message of Fed Chair Janet Yellen, trading sentiment continued to be optimistic on Tuesday. The EUR/RON was traded lower, finishing yesterday's session well below 4.51, while the PLN and the HUF also firmed marginally against Europe's common currency.

Yesterday's NBR statistics showed that the liquidity surplus of the banking system increased in May, as lending institutions held RON 11.2 bn on average in the central bank's overnight deposit facility. This level is around RON 3.7 bn higher than a month earlier. Not surprisingly, on the back of the abundant liquidity conditions money market rates stood close to their record lows in May. Yesterday the key lending reference rates were mostly flat, with the ROBOR 3M remaining at 0.75%. Similarly to the money market rates, the government securities' benchmark yields were practically unchanged as well.

The leading global stock market indices registered a second straight gain on Tuesday, with the DAX and the CAC40 surging 1.7% and 1.2% respectively. At the same time, the main US equity benchmarks recorded small movements. Driven by the shares of OMW Petrom, Bucharest's BET index climbed 1.0% higher. The stocks of Romania's largest oil company surged 4.1% yesterday, while crude oil prices hit ten-month high. Simultaneously, Romgaz (+1.4%) and the BRD (+1.0%) pointed to nice gains too.

Today no important macroeconomic data is scheduled to come out about Romania, tomorrow morning foreign trade statistics will be published.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
3-Jun	Friday	April	Retail trade (YoY%)	19.1	19.5
		April	Tourists' overnight stays (YoY%)	12.9	6.8
27-May	Friday		no data		
6-Jun	Monday		no data		
7-Jun	Tuesday	April	Net wage growth rate (YoY%)	12.3	12.1
		Q1 2016	Detailed GDP growth rate (YoY%, provisional data 2)	4.3	3.8
8-Jun	Wednesday		no data		
9-Jun	Thursday	April	Exports (FOB, YoY%)		2.4
		April	Imports (CIF, YoY%)		5.0

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		6-Jun-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.1902	↑ 4.04	↓ -3.67	↓ -2.78		
OTP Obligatiuni	RON	14.4342	↑ 0.16	↑ 1.24	↑ 3.40		
OTP ComodisRO	RON	16.9803	↑ 0.12	↑ 0.67	↑ 1.55		
OTP Euro Bond	EUR	12.5054	↑ 0.05	↑ 0.83	↑ 3.18		
OTP Dollar Bond	USD	10.7291	↑ 0.22	↑ 1.52	↑ 3.24		
OTP Premium Return	RON	10.7404	↑ 0.92	↑ 0.21	↓ -1.17		
OTP Euro Premium Return	EUR	9.6085	↓ -0.19	↓ -2.28	n.a.		
OTP Global Mix	RON	10.1392	↑ 1.40	↑ 1.40	n.a.		

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