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# Daily Report – Romania

Date: 09.08.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,880.09	↑ 0.49	↑ 2.92
BET-TR	8,493.78	↑ 0.47	↑ 2.88
BET-FI	28,315.00	↑ 0.32	↑ 0.85
BET-XT	621.40	↑ 0.45	↑ 2.64
TLV	2,3550	↑ 2.61	↑ 3.74
EL	13,2000	↓ -0.75	↓ -0.30
COTE	69,0000	↑ 0.29	↑ 0.58
BRD	10,7000	↑ 1.13	↑ 12.63
FP	0,7680	↓ -0.52	↑ 0.66

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	↓ -1.5	↓ -1.5
12 month	0.56	→ 0.0	↑ 0.5
3 year	1.54	↓ -2.0	↓ -1.5
5 year	2.27	↑ 0.5	↑ 0.5
10 year	3.03	↓ -0.5	↑ 3.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	6M	RON 300 mn	RON 300 mn
Thursday	6.4Y	RON 400 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.48	→ 0.0	↓ -4.0
3M ROBOR	0.81	↓ -1.0	→ 0.0
6M ROBOR	1.04	↓ -2.0	↓ -2.0
1Y ROBOR	1.19	↓ -2.0	↓ -2.0
5Y CDS	100.27	↓ -8.0	↓ -8.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4600	↑ 0.03	↑ 0.15
USD/RON	4.0113	↓ -0.20	↑ 1.09
CHF/RON	4.0867	↓ -0.11	↓ -0.69
100HUF/RON	0.0144	↑ 0.23	↑ 0.34

Sources: Reuters, OTP Research

**Summary**

- Consumer prices fell by 0.8% YoY in July, down from June's 0.7% drop.
- New orders in manufacturing surged 17.8% YoY in June.
- The EUR/RON finished broadly flat in a quiet trading session.
- Stock markets fared well in Europe, including Romania's BET index.

The National Institute of Statistics published its consumer price report for July. According to the fresh statistics, the annual rate of inflation dipped a bit lower, to -0.8% from -0.7% in June. In month-over-month comparison, the CPI index fell 0.2% as the prices of non-food goods sank 0.5% MoM, dragged down by gas (-3.5% MoM) and electric energy prices (-1.5% MoM), while easing crude oil quotations weighed on fuels (-1.0% MoM). In addition, the appreciating RON put pressure on the evolution of market services prices (-0.1%). At the same time, foods' CPI remained broadly flat on monthly basis, as its components moved in different directions in July.

In June, Romania's industrial trade turnover index increased by 3.2% YoY, while new orders in manufacturing surged 17.8% YoY, the NIS revealed this morning.

Overall, yesterday's trading was rather optimistic on global financial markets. Meanwhile, the EUR/RON ended a quiet session on Tuesday, finishing broadly flat. Nevertheless, the other currencies of the CEE region strengthened somewhat against the EUR. At the same time, the EUR/USD inched up yesterday, after weak US productivity statistics saw the light of day.

In Europe, stock markets closed in green zone, including Romania's BET index, which gained 0.5%. Among the main benchmark's individual components, banking shares recorded the largest rises, with the TLV and the BRD adding 2.6% and 1.1% respectively. On the other hand, Transgaz sank 1.0% and Electrica also dipped almost 0.8%, showing the weakest performances. In the USA, the disappointing productivity data and the dropping oil prices left their mark on the key stock indices. Therefore, the Dow Jones and the S&P500 ended almost flat, while the NASDAQ gained only 0.2%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
5-Aug	Friday	no data			
8-Aug	Monday	June	Net wage growth rate (YoY%)	14.3	14.2
9-Aug	Tuesday	June	Exports (FOB, YoY%)	3.7	4.1
		June	Imports (CIF, YoY%)	2.7	12.2
10-Aug	Wednesday	July	Consumer price index (YoY%)	-0.8	-0.7
		June	Industrial trade turnover index (YoY%)	3.2	5.6
		June	Index value of new orders in manufacturing (YoY%)	17.8	6.4
11-Aug	Thursday	June	Turnover of market serv. provided to the population (YoY%)		10.5
		June	Industrial production (YoY%)		1.5

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		8-Aug-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.7083	↑ 5.23	↑ 2.42	↓ -0.74		
OTP Obligatiuni	RON	14.5808	↑ 0.57	↑ 2.27	↑ 3.98		
OTP ComodisRO	RON	17.0198	↑ 0.11	↑ 0.90	↑ 1.50		
OTP Euro Bond	EUR	12.6210	↑ 0.57	↑ 1.76	↑ 3.66		
OTP Dollar Bond	USD	10.8064	↑ 0.24	↑ 2.25	↑ 2.97		
OTP Premium Return	RON	10.9575	↑ 1.00	↑ 2.24	↑ 1.48		
OTP Euro Premium Return	EUR	9.8984	↑ 1.56	↑ 0.67	n.a.		
OTP Global Mix	RON	10.4456	↑ 2.33	↑ 4.46	n.a.		

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