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# Daily Report – Romania

Date: 16.08.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,865.23	↑ 1.12	↑ 0.27
BET-TR	8,473.55	↑ 1.10	↑ 0.23
BET-FI	28,568.18	↑ 0.86	↑ 1.22
BET-XT	620.22	↑ 0.97	↑ 0.26
FP	0.7800	↑ 1.83	↑ 1.04
SNG	22.8000	→ 0.00	↓ -1.30
TLV	2.3850	↑ 1.06	↑ 3.92
BRD	10.6000	↑ 1.53	↑ 0.19
SIF4	0.6220	↑ 1.63	↑ 2.98

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.42	↓ -1.0	↓ -2.5
12 month	0.55	→ 0.0	↓ -1.0
3 year	1.47	↓ -2.0	↓ -9.5
5 year	2.17	↓ -1.5	↓ -10.0
10 year	2.89	↓ -2.0	↓ -14.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	4.6Y	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.51	↑ 1.0	↑ 3.0
3M ROBOR	0.78	↓ -1.0	↓ -4.0
6M ROBOR	1.02	→ 0.0	↓ -4.0
1Y ROBOR	1.18	→ 0.0	↓ -3.0
5Y CDS	100.28	↓ -0.4	↓ -8.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4570	↓ -0.07	↓ -0.07
USD/RON	3.9551	↓ -0.99	↓ -1.40
CHF/RON	4.1104	↑ 0.34	↑ 0.58
100HUF/RON	0.0144	↓ -0.27	↑ 0.28

Sources: Reuters, OTP Research

**Summary**

- In yesterday's rather unfavourable market sentiment, the RON ended marginally stronger against the EUR.
- Government securities' yields eased slightly on Tuesday.
- MM rates showed little variation.
- Yesterday the BET outperformed its peers, with a 1.1% rise.

Tuesday's trading was unenthusiastic on global financial markets. The US dollar continued to lose ground against Europe's common currency, with the EUR/USD hitting its highest level since the end of June, when the results of UK's historical vote put significant pressure on the euro. July's sluggish evolution of US consumer prices played a major role in yesterday's weakness of the USD. Simultaneously, Romania's leu wobbled between small gains and losses versus the EUR, ending the session marginally stronger, while Poland's PLN, the most liquid currency of the CEE region, together with the Hungarian forint slightly retreated.

Government securities' yield curve moved a touch lower, by one basis point on average. In weekly comparison, the benchmark yields dipped 1-15 basis points, with the largest movement at the long-end.

On the other hand, money market lending rates showed limited movements on Tuesday. The ROBOR 3M also remained flat, at 0.78%.

In Bucharest, Q2's company earnings updates remained in the focus of investors, helping the BET to finish the day in green zone (+1.1%). The shares of Fondul Proprietatea registered the highest gain (+1.8%) on relatively good volumes, but OMW Petrom (+1.6%), Electrica (+1.4%) as well as banking sector stocks, namely BRD (+1.5%) and Banca Transilvania (+1.1%) performed nicely too. Nevertheless, the main global equity indices slumped on Tuesday. In Europe, the key benchmarks shed 0.6%-0.8%, in line with their US rivals, even though crude oil prices continued to rally for the fourth consecutive session.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
12-Aug	Friday	June	Wholesale turnover index (YoY%)	6.0	8.8
		June	Turnover of market serv. rendered mainly to enterp. (YoY%)	11.0	10.5
	Q2 2016	Flash GDP growth rate (YoY%)	6.0	4.1	4.3
	June	Construction works (YoY%)	5.6	9.9	
	June	CA balance (EUR mn, YTD)	-2,507	-2,600	
16-Aug	Tuesday		no data		
17-Aug	Wednesday		no data		
18-Aug	Thursday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		12-Aug-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.6745	↑ 3.60	↑ 2.03	↓ -0.12		
OTP Obligatiuni	RON	14.6171	↑ 0.72	↑ 2.52	↑ 4.21		
OTP ComodisRO	RON	17.0226	↑ 0.12	↑ 0.92	↑ 1.49		
OTP Euro Bond	EUR	12.6527	↑ 0.70	↑ 2.02	↑ 3.91		
OTP Dollar Bond	USD	10.8254	↑ 0.35	↑ 2.43	↑ 3.13		
OTP Premium Return	RON	10.9539	↑ 1.00	↑ 2.20	↑ 2.14		
OTP Euro Premium Return	EUR	9.9262	↑ 1.57	↑ 0.95	n.a.		
OTP Global Mix	RON	10.4682	↑ 2.00	↑ 4.69	n.a.		

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