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# Daily Report – Romania

Date: 13.09.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,939.27	↑ 0.41	↓ -1.41
BET-TR	8,573.26	↑ 0.40	↓ -1.38
BET-FI	29,094.97	↑ 0.71	↓ -0.75
BET-XT	629.30	↑ 0.48	↓ -1.27
FP	0.7840	↑ 0.51	↓ -0.88
SNG	23.9500	↑ 0.21	↑ 1.05
BRD	11.2400	↑ 0.36	↓ -2.26
EL	13.5800	↑ 1.19	↓ -2.16
SIF3	0.2815	↑ 0.72	↑ 1.44

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	↓ -1.0	⇒ 0.0
12 month	0.53	⇒ 0.0	↓ 0.0
3 year	1.48	⇒ 0.0	⇒ 0.0
5 year	2.12	↓ -1.5	↓ -1.5
10 year	2.98	↑ 0.5	↑ 7.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	7.6Y	RON 500 mn	RON 235 mn
Thursday	6M	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.44	⇒ 0.0	↓ -1.0
3M ROBOR	0.73	⇒ 0.0	↓ -2.0
6M ROBOR	0.96	⇒ 0.0	⇒ 0.0
1Y ROBOR	1.12	↑ 1.0	↑ 1.0
5Y CDS	98.28	↓ -1.1	↑ 1.1

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4472	↑ 0.00	↓ -0.11
USD/RON	3.9642	↑ 0.18	↑ 0.22
CHF/RON	4.0588	↓ -0.36	↓ -0.51
100HUF/RON	0.0143	↓ -0.11	↓ -0.21

Sources: Reuters, OTP Research

**Summary**

- Monday's rather gloomy trading mood continued yesterday as well; the RON weakened against the US dollar, but it was relatively stable compared to the EUR.
- Romania's current account deficit stood at almost EUR 2.2 bn, after the first seven months of 2016.
- Industrial production fell 3.4% YoY in July.
- The BET increased modestly, while the main global stock indices finished in red zone.

Gloomy trading sentiment continued to rule global financial markets yesterday, as uncertainties related to the Fed's plans to raise interest rates remained and crude oil prices declined sharply as well, after the IEA (International Energy Agency) signalled in its forecast that the global demand for oil could be lower than previously thought.

In yesterday's negative trading mood, the US dollar strengthened somewhat compared to the euro, while the CEE region's currencies slightly weakened against the EUR too. At the same time, Romania's leu fared relatively well, finishing broadly unchanged versus the EUR.

Romania's current account deficit stood at EUR 2,157 mn in the first seven months of the year, the NBR said in a statement yesterday. This value points to an improvement compared to the end of June, when the CA deficit amounted to around EUR 2.5 bn, but it is still significantly larger than in the same period of the previous year (January-July 2015: EUR 756 mn). At the same time, net inward FDI flows amounted to EUR 2,339 mn as of end of July 2016, the central bank also revealed.

Industrial production expanded by 0.7% MoM (SWDA data) in July, but it decreased 3.4% YoY (gross data), according to a report of the NIS, released this morning. On the other hand, the turnover index of market services rendered mainly to enterprises added 7.9% YoY in July, while wholesale trades also advanced 4.7% YoY.

The key stock indices of Western Europe fell 0.4%-1.2% yesterday, dragged down primarily by energy shares. On the other side of the Atlantic, US equities performed even worse, with the S&P500 shrinking 1.5%. Nonetheless, Bucharest's BET rose modestly.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
13-Sep	Tuesday	July	Turnover of market serv. provided to the population (YoY%)	6.8	10.9
	July	CA balance (EUR mn, YTD)	-2,157		-2,507
14-Sep	Wednesday	July	Wholesale turnover index (YoY%)	4.7	6.0
		July	Turnover of market serv. rendered mainly to enterp. (YoY%)	7.9	11.0
	July	Industrial production (YoY%)	-3.4		1.1
15-Sep	Thursday	July	Construction works (YoY%)		5.6
	August	New passenger car registrations (YoY%)			n.a.

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		12-Sep-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.9036	↑ 2.64	↑ 4.72	↑ 6.49		
OTP Obligatiuni	RON	14.6762	↑ 0.40	↑ 2.94	↑ 3.99		
OTP ComodisRO	RON	17.0422	↑ 0.12	↑ 1.04	↑ 1.47		
OTP Euro Bond	EUR	12.6973	↑ 0.35	↑ 2.38	↑ 2.94		
OTP Dollar Bond	USD	10.8467	↑ 0.20	↑ 2.64	↑ 3.10		
OTP Premium Return	RON	11.0334	↑ 1.00	↑ 2.94	↑ 4.54		
OTP Euro Premium Return	EUR	9.9678	↑ 0.42	↑ 1.37	n.a.		
OTP Global Mix	RON	10.4394	↓ -0.28	↑ 4.40	n.a.		

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