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Daily Report – Romania

Date: 19.09.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,969.95	↓ -0.13	↑ 0.85
BET-TR	8,609.83	↓ -0.13	↑ 0.83
BET-FI	29,149.63	↑ 0.44	↑ 0.90
BET-XT	630.99	↓ -0.10	↑ 0.75
FP	0.7950	↑ 1.27	↑ 1.92
TLV	2.3700	↓ -0.63	↑ 2.38
SNG	23.9500	↓ -0.21	↑ 0.21
SIF3	0.2810	↓ -0.35	↑ 0.54
TGN	302.0000	↓ -1.31	↔ 0.00

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	↑ 0.5	↓ -1.0
12 month	0.53	↑ 0.5	↔ 0.0
3 year	1.47	↔ 0.0	↓ -0.5
5 year	2.14	↑ 0.5	↔ 0.0
10 year	2.98	↓ -0.5	↑ 0.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	3.4Y	RON 500 mn	RON 500 mn
Thursday	2.6Y	RON 500 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.43	↓ -1.0	↓ -1.0
3M ROBOR	0.72	↓ -1.0	↓ -1.0
6M ROBOR	0.96	↑ 1.0	↔ 0.0
1Y ROBOR	1.11	↔ 0.0	↔ 0.0
5Y CDS	97.16	↓ -2.2	↓ -2.2

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4485	↓ -0.01	↑ 0.03
USD/RON	3.9812	↓ -0.15	↑ 0.61
CHF/RON	4.0606	↓ -0.16	↓ -0.32
100HUF/RON	0.0144	↓ -0.21	↑ 0.33

Sources: Reuters, OTP Research

Summary

- Another quite session for the EUR/RON.
- The Treasury sold RON 500 mn via 3.4Y bonds, as planned.
- Bucharest's BET underperformed its Western European peers yesterday.

Romania's leu recorded another quiet day, finishing around 4.45 against the euro. Meanwhile, the other currencies of the CEE region moved in different directions, with Poland's PLN slightly appreciating and Hungary's forint showing a small correction after its Friday's rally, fuelled by the surprise decision of Standard & Poor's to upgrade the country's credit rating. At the same time, the EUR/USD climbed a bit higher on Monday, ahead of the Federal Reserve's two-day policy meeting, which begins today.

Yesterday the Treasury put up for sale RON 500 mn in government securities maturing in February 2020. The bid-to-cover ratio exceeded 3.5x at the auction, after nine primary dealers submitted offers in value of RON 1,762.8 mn. In line with the planned amount, debt managers borrowed RON 500 mn, while the average accepted yield stood at 1.80%, which is one basis lower than a month earlier, when a similar transaction was held. The strong demand most likely was also helped by the favourable liquidity conditions on the market.

Simultaneously, the key reference rates for government securities and interbank lending rates showed only very small changes yesterday.

The main global stock indices finished mixed on Monday, with European equities recording a strong advance, helped by commodity shares, but the US benchmarks closed a touch lower, after their earlier gains fuelled by rising crude oil prices evaporated. In Bucharest, the BET index underperformed its Western European peers, pointing to a slight, 0.1% loss. On the other hand, the BET-FI was able to close in positive territory.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
15-Sep	Thursday	July	Construction works (YoY%)	1.0	5.6
		August	New passenger car registrations (YoY%)	68.6	16.4
16-Sep	Friday		no data		
19-Sep	Monday		no data		
20-Sep	Tuesday		no data		
21-Sep	Wednesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		16-Sep-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.9176	↑ 2.43	↑ 4.88	↑ 6.79		
OTP Obligatiuni	RON	14.6788	↑ 0.34	↑ 2.95	↑ 3.99		
OTP ComodisRO	RON	17.0448	↑ 0.12	↑ 1.05	↑ 1.47		
OTP Euro Bond	EUR	12.6987	↑ 0.29	↑ 2.39	↑ 2.93		
OTP Dollar Bond	USD	10.8450	↑ 0.13	↑ 2.62	↑ 3.05		
OTP Premium Return	RON	11.0545	↑ 1.00	↑ 3.14	↑ 4.72		
OTP Euro Premium Return	EUR	9.9719	↑ 0.56	↑ 1.42	n.a.		
OTP Global Mix	RON	10.4303	↓ -0.21	↑ 4.31	n.a.		

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