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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,878.00	↑ 0.49	↓ -0.60
BET-TR	8,496.20	↑ 0.49	↓ -0.60
BET-FI	28,942.42	↑ 0.23	↑ 0.48
BET-XT	622.66	↑ 0.46	↓ -0.34
TLV	2.3700	→ 0.00	↓ -2.27
SNG	23.4000	↑ 0.43	↑ 2.18
TGN	295.0000	↓ -1.99	↓ -3.28
SNP	0.2330	↑ 1.75	↓ -1.27
EL	13.4600	↓ -0.15	↓ -0.15

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	→ 0.0	↑ 1.0
12 month	0.55	↓ -0.5	↑ 1.5
3 year	1.40	↓ -0.5	↑ 1.0
5 year	2.18	→ 0.0	↑ 1.5
10 year	3.03	↓ -0.5	↑ 8.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	7.5Y	RON 300 mn	RON 283 mn
Thursday	4.4Y	RON 500 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.44	↑ 2.0	→ 0.0
3M ROBOR	0.70	↑ 1.0	↑ 1.0
6M ROBOR	0.93	→ 0.0	→ 0.0
1Y ROBOR	1.08	→ 0.0	→ 0.0
5Y CDS	95.83	→ 0.0	↓ -0.4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4990	↓ -0.14	↓ -0.02
USD/RON	4.0983	↓ -0.10	↑ 0.27
CHF/RON	4.1435	↑ 0.04	↑ 0.39
100HUF/RON	0.0147	↓ -0.22	↓ -0.51

Sources: Reuters, OTP Research

Summary

- In the modestly optimistic global trading mood, the leu slightly appreciated compared to the EUR on Wednesday.
- The Treasury puts up for sale RON 500 mn in 4.4Y bonds today.
- GS's benchmark yields changed little yesterday.
- In Europe's supportive trading sentiment, the BET inched up 0.5%.

In yesterday's rather supportive market sentiment on global financial markets, Romania's leu firmed a bit against the euro, broadly in line with the other currencies of the CEE region.

Today the Treasury will hold an auction in order to sell 4.4Y bonds in value of RON 500 mn. Yesterday the reference yields of government securities were little changed, while ROBOR interest rates also showed only limited variations.

After a rather weak start, the key equity benchmarks of Western Europe reversed their earlier losses to end the day in positive territory yesterday, with the French CAC 40 and the German DAX advancing 0.3% and 0.1% respectively. The late-session revival came on the back of an acceleration in gains for crude oil futures, supported by a statement from Saudi Arabia's oil minister, who indicated that several non-OPEC countries were willing to join freezing oil production. Crude prices also got an additional boost, after the US Energy Information Administration reported falling crude supplies in the week ended 14 October. On the other side of the Atlantic, the main US indices registered modest gains, in the range of 0.1%-0.2% yesterday. In line with its European peers, the BET closed higher on Wednesday, after seven out of its ten components finished in positive territory. Nevertheless, Transgaz (-2.0%) and Electrica (-0.2%) dipped lower, while Banca Transilvania (0.0%) was outperformed by its rival, BRD (+1.8%), as the approval of the CHF conversion bill most probably continued to weigh on the bank's shares. The largest turnover was registered by Transilvania, with total traded volumes of almost RON 19 mn.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
17-Oct	Monday		no data		
18-Oct	Tuesday		no data		
19-Oct	Wednesday		no data		
20-Oct	Thursday		no data		
21-Oct	Friday	September	New commercial vehicle registrations (YoY%)		18.4

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		18-Oct-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.9718	↑ 0.61	↑	5.52	↑	7.15
OTP Obligatiuni	RON	14.6891	↑ 0.07	↑	3.03	↑	3.56
OTP ComodisRO	RON	17.0697	↑ 0.15	↑	1.20	↑	1.50
OTP Euro Bond	EUR	12.6973	↓ -0.01	↑	2.38	↑	2.67
OTP Dollar Bond	USD	10.8541	↑ 0.08	↑	2.71	↑	2.67
OTP Premium Return	RON	11.0722	↑ 0.99	↑	3.31	↑	4.49
OTP Euro Premium Return	EUR	9.9716	↓ 0.00	↑	1.41		n.a.
OTP Global Mix	RON	10.5653	↑ 1.29	↑	5.66		n.a.

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