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Daily Report – Romania

Date: 08.11.2016

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	6,810.68	↓ -0.17	↓ -0.47	
BET-TR	8,413.04	↓ -0.17	↓ -0.47	
BET-FI	28,463.89	↓ -0.08	↓ -0.96	
BET-XT	616.43	↓ -0.08	↓ -0.42	
TLV	2.2800	↑ 0.43	↓ -1.48	
FP	0.7800	↓ -1.00	↓ -1.74	
SNG	23.3000	↑ 0.21	↑ 1.49	
TGN	293.0000	↑ 0.33	↑ 0.33	
SNP	0.2210	↑ 0.22	↑ 0.66	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.44	↓ -1.0	↑ 0.5	
12 month	0.57	↓ -0.5	↑ 1.5	
3 year	1.36	↓ -2.0	↓ -2.0	
5 year	2.19	↑ 0.5	↑ 4.5	
10 year	3.06	⇒ 0.0	↑ 3.0	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	3.3Y	RON 400 mn	RON 400 mn
Thursday	14.9Y	RON 200 mn	

MONEY MARKET				
	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.55	↓ -2.0	↓ -7.0	
3M ROBOR	0.73	⇒ 0.0	⇒ 0.0	
6M ROBOR	0.94	⇒ 0.0	⇒ 0.0	
1Y ROBOR	1.08	⇒ 0.0	⇒ 0.0	
5Y CDS	94.94	↓ -0.9	↓ -0.9	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.5093	↑ 0.18	↑ 0.08	
USD/RON	4.0890	↑ 0.30	↑ 0.36	
CHF/RON	4.1814	↓ -0.04	↑ 0.16	
100HUF/RON	0.0148	↑ 0.34	↑ 1.05	

Sources: Reuters, OTP Research

Summary

- Latest election results show that Donald Trump will be the 45th president of the United States.
- The US dollar lost ground on the news, while the CEE region's currencies, including Romania's leu also opened weaker compared to the EUR this morning; high volatility is expected today on global financial markets.
- Stock markets are traded in the red zone this morning.
- In September, Romanian exports grew by 6.7% YoY, while imports increased 6.5% YoY.

According to the latest election results, Donald Trump practically won the race for US presidency, after Republican voters took majority in several swing states, like Florida and North Caroline, surpassing the expectations supported by earlier polls.

Yesterday global financial markets were rather optimistic, fuelled also by hopes that Democrat candidate Hillary Clinton could be scored on the first place. Nevertheless, these hopes gradually faded out, as the partial voting results started to come out. As a result, trading sentiment turned negative overnight, similarly to the precedent of the Brexit referendum in June. The US dollar lost ground, but the CEE region's currencies also felt the turbulences, and opened somewhat weaker compared to the euro this morning.

The leading stock indices in Europe and in the USA finished Tuesday's session with modest gains, while Bucharest's BET registered a small loss (-0.2%). Nonetheless, equities started the day with sharp losses this morning, while high volatility could continue to characterize the market in the next period.

The National Institute of Statistics revealed external trade statistics for September. According to the fresh report, the annual growth rate of both exports and imports slowed. Exports added 6.7% YoY in euro terms, down from 13.4% YoY jump in August, while imports rose 6.5% YoY, following the 14.6% YoY advance a month earlier. In the first nine month of the year, imports' growth (6.8%) outpaced that of exports (4.3%), lifting the FOB/CIF trade deficit to EUR 6.9 bn.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
4-Nov	Friday	November		1.75	1.75
7-Nov	Monday	September	Net wage growth rate (YoY%)	14.2	14.5
		September	Retail trade (YoY%)	9.7	12.8
8-Nov	Tuesday		no data		
9-Nov	Wednesday	September	Exports (FOB, YoY%)	6.7	13.4
		September	Imports (CIF, YoY%)	6.5	14.6
10-Nov	Thursday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		7-Nov-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.8699	↓ -1.33	↑	4.32	↑	3.22
OTP Obligatiuni	RON	14.6855	↓ -0.05	↑	3.00	↑	3.30
OTP ComodisRO	RON	17.0795	↑ 0.09	↑	1.26	↑	1.47
OTP Euro Bond	EUR	12.6781	↓ -0.22	↑	2.22	↑	2.40
OTP Dollar Bond	USD	10.8539	↓ -0.02	↑	2.70	↑	2.62
OTP Premium Return	RON	11.0504	↑ 0.99	↑	3.10	↑	2.90
OTP Euro Premium Return	EUR	9.9161	↓ -0.45	↑	0.85		n.a.
OTP Global Mix	RON	10.4868	↓ -0.25	↑	4.88		n.a.

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