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Daily Report – Romania

Date: 15.11.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,875.76	↑ 0.31	↑ 0.96
BET-TR	8,493.43	↑ 0.31	↑ 0.96
BET-FI	28,941.21	↑ 0.42	↑ 1.68
BET-XT	623.13	↑ 0.35	↑ 1.09
TLV	2.3750	↑ 0.64	↑ 2.15
SNG	24.1000	↓ -0.41	↑ 1.26
BRD	11.0000	↑ 0.55	→ 0.00
FP	0.7950	→ 0.00	↑ 0.51
SIF5	1.5620	↑ 0.90	↑ 5.97

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.60	↓ -0.5	↑ 16.5
12 month	0.73	↓ -1.0	↑ 15.5
3 year	1.49	↓ -2.5	↑ 12.5
5 year	2.42	↓ -0.5	↑ 23.0
10 year	3.42	↓ -2.5	↑ 36.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	2.3Y	RON 400 mn	RON 160 mn
Thursday	7.4Y	RON 300 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.53	↓ -2.0	↓ -2.0
3M ROBOR	0.80	→ 0.0	↑ 7.0
6M ROBOR	1.01	↑ 2.0	↑ 7.0
1Y ROBOR	1.14	↑ 1.0	↑ 6.0
5Y CDS	100.28	↑ 3.1	↑ 5.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5130	↓ -0.02	↑ 0.08
USD/RON	4.2077	↑ 0.05	↑ 2.90
CHF/RON	4.2010	↓ -0.31	↑ 0.47
100HUF/RON	0.0146	↑ 0.21	↓ -1.46

Sources: Reuters, OTP Research

Summary

- The EUR/RON stood close to 4.51 at the end of yesterday's session.
- The yield curve shifted slightly lower.
- On Tuesday, the ROBOR 3M remained at 0.80%, its highest level since August.
- Equities finished Tuesday's session higher; the BET added 0.3%.

Romania's leu showed only modest changes compared to the euro as well as against the US dollar yesterday. Therefore, the EUR/RON ended the session near 4.51.

Overall government securities appreciated a bit, after yields eased slightly on Tuesday. This came after the benchmark rates pointed to sharp US-election-inspired increases in the previous few days.

Yesterday interbank lending rates moved in mixed directions, but with the ROBOR 3M remaining at its three-month peak of 0.80%.

In Western Europe the main stock markets stood mostly in positive territory yesterday, with London's FTSE100 (+0.6%) and France's CAC40 (+0.6%) recording the largest gains. Meanwhile, Germany's DAX (+0.4%) showed a smaller advance. The supportive sentiment was helped by the optimism in the case of energy shares as well, after crude oil prices pointed to a strong reversal yesterday. Bucharest's BET followed the trends seen in Western Europe on a calm session, staying at 6,876 points (+0.3%) when the closing bell started to ring. Among the individual components of the key index, banking sector stocks performed well, with TLV and BRD picking up 0.6% each, while the largest gain was registered by Transgaz (+0.7%). Benign sentiment ruled US stock markets too, with the main indices adding 0.3%-1.1% yesterday.

After Monday's and Tuesday's quite long lists of macroeconomic updates, today there is no important data to be released on the domestic front. On Thursday, new passenger car registration statistics will be out.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
14-Nov	Monday	September	Turnover of market serv. provided to the population (YoY%)	7.1		3.3
		September	Industrial production (YoY%)	3.3		5.4
		September	Construction works (YoY%)	0.7		-4.5
		September	CA balance (EUR mn, YTD)	-2,661		-2,110
15-Nov	Tuesday	September	Wholesale turnover index (YoY%)	8.4		14.8
		September	Turnover of market serv. rendered mainly to enterp. (YoY%)	10.7		13.4
		Q3 2016	Flash GDP growth rate (YoY%)	4.4	5.1	6.0
16-Nov	Wednesday	no data				
17-Nov	Thursday	October	New passenger car registrations (YoY%)			62.7

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		14-Nov-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.9723	↓ -0.05	↑	5.53	↑	4.84
OTP Obligatiuni	RON	14.6453	↓ -0.30	↑	2.72	↑	2.88
OTP ComodisRO	RON	17.0826	↑ 0.09	↑	1.28	↑	1.46
OTP Euro Bond	EUR	12.6237	↓ -0.60	↑	1.78	↑	1.86
OTP Dollar Bond	USD	10.8107	↓ -0.39	↑	2.29	↑	2.20
OTP Premium Return	RON	11.0567	↑ 0.99	↑	3.16	↑	3.38
OTP Euro Premium Return	EUR	9.8798	↓ -0.94	↑	0.48		n.a.
OTP Global Mix	RON	10.5811	↑ 0.36	↑	5.82		n.a.

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