

Headquarter Treasury Sales

Alexandru Tibuleac

0372 31 85 85

alexandru.tibuleac@otpbank.ro

Cristian Ilie

0372 31 85 86

ilie.cristian@otpbank.ro

Corina Bejan

0372 31 85 84

corina.bejan@otpbank.ro

Andreea Nica

0755 000 106

andreea.nica@otpbank.ro

Regional Treasury Sales

Szilamer Kozma - Cluj

0755 000 400

szilamer.kozma@otpbank.ro

Tudor Zaman - Bucuresti

0755 000 199

tudor.zaman@otpbank.ro

Alexandru Sabin - Arad

0730 577 959

alexandru.sabin@otpbank.ro



Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,796.14	↑ 0.66	↑ 2.03
BET-TR	9,630.32	↑ 0.66	↑ 2.03
BET-FI	31,688.76	↓ -0.10	↓ -1.22
BET-XT	703.13	↑ 0.53	↑ 1.46
TLV	2.6400	↑ 2.52	↑ 4.35
TGN	360.0000	↓ -0.28	↑ 10.09
SNP	0.2850	↑ 0.35	↑ 0.53
TEL	32.8000	↑ 2.02	↑ 0.46
BRD	11.7800	↓ -0.17	↑ 0.17

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.58	→ 0.0	↓ -2.5
12 month	0.93	↓ -1.0	↓ -1.0
3 year	1.66	↓ -0.5	↓ -1.0
5 year	2.62	→ 0.0	↓ -1.0
10 year	3.61	↓ -0.5	↑ 4.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	RON 1000 mn	RON 1000 mn
Thursday	10.4Y	RON 300 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.42	→ 0.0	↓ -2.0
3M ROBOR	0.83	→ 0.0	↑ 2.0
6M ROBOR	1.05	→ 0.0	↑ 1.0
1Y ROBOR	1.24	↑ 1.0	↑ 2.0
5Y CDS	92.70	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5220	↓ -0.08	↑ 0.48
USD/RON	4.2598	↓ -0.15	↑ 0.31
CHF/RON	4.2485	↓ -0.14	↑ 0.65
100HUF/RON	0.0147	↑ 0.07	↑ 0.57

Sources: Reuters, OTP Research

Summary

- Without impulses, the EUR/RON started the week with a quiet session on Monday.
- Yesterday the Treasury borrowed RON 1 bn, as planned.
- Mixed sentiment characterized European stock markets; the BET registered a 0.7% gain.

In the absence of strong impulses and as US investors were busy celebrating Presidents Day, the EUR/USD remained practically motionless on Monday. The EUR/RON didn't bring too much excitement either, as the pair was moving sideways, finishing the day a touch lower, while other currencies of the CEE region firmed slightly compared to the euro.

Yesterday the Treasury sold RON 1 bn debt through 12M bills, as planned. Commercial banks subscribed for RON 1,313.9 mn, raising the bid-to-cover ratio to around 1.3x. The average accepted yield stood at 0.95%. We recall that excess liquidity conditions could have supported the demand side. According to the NBR's statistics, commercial banks held more than RON 13.6 bn on average in the central bank's deposit facility in January, after significant government spending took place at the end of December 2016.

On Monday, US stock markets were closed due to Presidents Day, while in Europe investors followed the developments on the French presidential race as well as the news around Greece's bailout discussion. There was no clear direction in the case of the main indices of Europe, as Paris' CAC40 eased less than 0.1%, London's FTSE closed flat, and the German DAX gained 0.6%. At the same time, Bucharest's BET fared relatively well, inching 0.7% higher. The largest gain was registered by the shares of Banca Transilvania (+2.5%), but Nuclearelectrica (+2.2%) and Transelectrica (+2.0%) also recorded significant increases.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
20-Feb	Monday		no data		
21-Feb	Tuesday		no data		
22-Feb	Wednesday		no data		
23-Feb	Thursday	January	New commercial vehicle registrations (YoY%)		11.2
		January	M3 (broad money, YoY%)		9.7
		January	Non-government loans (YoY%)		1.2
		January	Non-government deposits (YoY%)		8.2
24-Feb	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		17-Feb-17					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	9.7819	↑ 5.68	↑ 6.96	↑ 23.98		
OTP Obligatiuni	RON	14.7134	↑ 0.14	↑ 0.26	↑ 2.66		
OTP ComodisRO	RON	17.1288	↑ 0.09	↑ 0.14	↑ 1.34		
OTP Euro Bond	EUR	12.6773	↑ 0.05	↑ 0.24	↑ 2.00		
OTP Dollar Bond	USD	10.8802	↑ 0.16	↑ 0.27	↑ 2.47		
OTP Premium Return	RON	11.3804	↑ 1.81	↑ 1.99	↑ 7.42		
OTP Euro Premium Return	EUR	10.0396	↑ 1.10	↑ 0.78	↑ 5.31		
OTP Global Mix	RON	11.0167	↑ 2.54	↑ 2.05	↑ 10.28		

Chief Economist
Gergely Tardos

+36 1 3747273

tardosg@otpbank.hu
Analyst
Csaba Bálint

+4021 3075896

csaba.balint@otpbank.ro

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