

Date: 28.06.2017

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,168.37	↓ -0.44	↓ -2.46
BET-TR	10,613.80	↓ -0.44	↓ -1.69
BET-FI	33,101.19	↓ -0.13	↓ -1.17
BET-XT	741.95	↓ -0.37	↓ -2.29
TLV	2.7400	↓ -0.72	↓ -2.14
SNG	31.7000	↓ -0.63	↓ -2.16
DIGI	39.9000	↑ 3.37	↑ 1.27
TGN	375.0000	↓ -1.32	↓ -15.73
COTE	122.0000	↓ -3.56	↓ -5.43

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.49	↑ 0.5	→ 0.0
12 month	0.77	↑ 1.5	↑ 0.5
3 year	1.29	↑ 1.0	↓ -3.0
5 year	2.47	↑ 5.5	↑ 0.5
10 year	3.72	↑ 8.0	↑ 1.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	4.7Y	RON 700 mn	RON 700 mn
Tuesday	3.7Y	EUR 100 mn	EUR 100 mn

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.57	↑ 3.0	↑ 12.0
3M ROBOR	0.86	↑ 2.0	↑ 4.0
6M ROBOR	1.03	↑ 1.0	↑ 1.0
1Y ROBOR	1.21	↑ 2.0	↑ 3.0
5Y CDS	94.48	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5498	↓ -0.32	↓ -1.04
USD/RON	3.9992	↓ -0.62	↓ -2.88
CHF/RON	4.1672	↓ -0.58	↓ -1.57
100HUF/RON	0.0147	↓ -0.01	↓ -1.03

Sources: Reuters, OTP Research

Summary

- The ruling PSD party announced the list of proposed ministers in the forming government; the new cabinet is expected to be voted in Romania's Parliament today.
- Benefiting from the easing political noise, the leu continued to appreciate.
- The BET lost 0.4% yesterday.
- Today economic sentiment and consumer confidence data will come out.

On Wednesday, Social Democratic Party leader Mr Dragnea announced the proposed ministers of the forming new government. The majority of the candidates participated in the cabinet of Mr Grindeanu too. The government led by Mr Grindeanu was overthrown by a no-confidence vote in Romania's Parliament last week, when the ruling parties withdrew their political support because it could not keep pace with the measures planned and promised in the government programme. Nevertheless, rising tensions inside the ruling party probably also played an important role.

Given the fading political noise and more clarity about the structure of the new government, Romania's leu marched further against the euro yesterday, ending the session in the vicinity of 4.55, which corresponds to 0.3% appreciation. The other currencies of the CEE regions posted marginal gains, in the range of 0.1% and 0.2% versus the euro. Compared to the US dollar, the leu strengthened even more, as the EUR/USD inched higher again. Its movement was also supported by recent comments of ECB chief Mario Draghi.

The leading global stock indices ended mixed yesterday. On the one hand, Western European equities finished with small losses, among others as the strong euro put pressure on stocks, while US equities fared well, as financial and technology shares helped the key indices to go up. At the same time, the BVB's benchmarks finished in negative territory, following the trends seen in Western Europe.

Today economic sentiment as well as consumer confidence statistics will see the light of day.

Date	PERIOD	INDICATOR	FACT	CONSENSUS PREVIOUS	
26-Jun	Monday	May	M3 (broad money, YoY%)	10.5	11.8
		May	Non-government loans (YoY%)	3.2	3.2
		May	Non-government deposits (YoY%)	9.1	10.2
27-Jun	Tuesday		no data		
28-Jun	Wednesday		no data		
29-Jun	Thursday	June	Economic Sentiment Indicator		105.9
		June	Consumer Confidence Indicator		-14.5
30-Jun	Friday	May	Licenses for residential buildings (YoY%)		-11.0

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		27-Jun-17					
Investment funds	ccy	last NAV/U	1m%		Ytd%	52W%	
OTP AvantisRO	RON	10.5581	↓ -1.75	↑	15.45	↑	32.50
OTP Obligatiuni	RON	14.8405	↑ 0.26	↑	1.13	↑	2.82
OTP ComodisRO	RON	17.2173	↑ 0.18	↑	0.66	↑	1.32
OTP Euro Bond	EUR	12.7463	↑ 0.25	↑	0.78	↑	1.98
OTP Dollar Bond	USD	10.9507	↑ 0.17	↑	0.92	↑	2.04
OTP Premium Return	RON	11.5756	↓ -0.24	↑	3.74	↑	7.81
OTP Euro Premium Return	EUR	9.8120	↓ -0.09	↓	-1.51	↑	1.38
OTP Global Mix	RON	11.2888	↓ -0.07	↑	4.57	↑	12.36

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