

Date: 07.07.2017

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,044.79	↓ -0.43	↑ 2.41
BET-TR	10,604.89	↓ -0.44	↑ 3.70
BET-FI	33,357.38	↑ 0.12	↑ 2.69
BET-XT	730.95	↓ -0.40	↑ 2.19
TLV	2.8400	↑ 0.89	↑ 5.77
BRD	13.7000	↓ -0.58	↑ 1.63
SNG	26.6000	↓ -1.30	↓ -13.50
FP	0.8700	→ 0.00	↑ 4.82
SNP	0.2975	↓ -2.14	↑ 4.94

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.54	↑ 1.0	↑ 2.5
12 month	0.84	↑ 0.5	↑ 3.0
3 year	1.37	↑ 0.5	↑ 1.0
5 year	2.63	↑ 1.0	↑ 5.0
10 year	3.98	↑ 1.0	↑ 8.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6.8Y	RON 500 mn	
Thursday	1.6Y	RON 700 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.56	↑ 1.0	↓ -12.0
3M ROBOR	0.88	↑ 2.0	↑ 2.0
6M ROBOR	1.02	→ 0.0	↓ -2.0
1Y ROBOR	1.20	↑ 1.0	↓ -1.0
5Y CDS	94.48	→ 0.0	↓ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5767	↓ -0.32	↑ 0.37
USD/RON	4.0140	↓ -0.12	↑ 0.52
CHF/RON	4.1624	↓ -0.53	↓ -0.04
100HUF/RON	0.0149	↓ -0.26	↑ 0.55

Sources: Reuters, OTP Research

Summary

- Both exports and imports rebounded in May, the NIS said this morning.
- The leu firmed compared to the euro on Friday, but this was not enough to finish the week stronger.
- Today the MoF holds an auction to sell government bonds in value of RON 500 mn.
- The BET slipped 0.4% on Friday.

After a sluggish 1.5% YoY increase in April, the export of goods (FOB) surged 19.3% YoY in May, the National Institute of Statistics revealed this morning. Simultaneously, imports of goods (CIF) expanded by 18.0% in the fifth month of the year, following April's 5.0% advance, the report also said. The latest data support our view that April's slowdown was rather transitory, explained mainly by Easter effects, suggesting also that the economy was in good shape in the second quarter too.

Today the NBR releases the minutes of the 3 July [policy meeting](#). We recall that the central bank left the benchmark rates on hold in line with expectations. Tomorrow consumer price statistics for June will see the light of day.

The leu showed strength on Friday, appreciating around 0.3% compared to Europe's shared currency. Nonetheless, the pair still stood around 0.4% higher than at the end of the previous week, after Friday's gain was not enough to fully offset the losses registered earlier. On Friday, not only Romania's leu, but other currencies of the CEE region also firmed slightly against the euro, while the EUR/USD marginally dropped. The greenback gained ground modestly after a solid US job report came out. According to the Labor Department, the US economy created 220,000 new jobs in June, while the unemployment rate rose by 0.1 percentage point, to 4.4%, as more people entered the labour market. Meanwhile, wages increased by a modest 2.5% on annual basis, the report also said.

On Friday, the benchmark yields on government securities inched up by one basis point on average. Today the Ministry of Finance aims to sell 6.8Y bonds in value of RON 500 mn.

Stocks on the BVB mostly went down on Friday. As a result, the BET index closed 0.4% lower, with three companies registering losses above 1%. Conpet shed 3.3%, while the shares of OMW Petrom and Romgaz dropped 2.1% and 1.3% respectively. At the same time, the key European stock indices finished mixed, while the US benchmarks ended the session higher.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
10-Jul	Monday	May	Exports (FOB, YoY%)	19.3	1.5
		May			
11-Jul	Tuesday	May	Imports (CIF, YoY%)	18.0	5.0
		May			
		June			
12-Jul	Wednesday	May	Industrial trade turnover index (YoY%)	0.6	1.2
		June			
13-Jul	Thursday	May	Index value of new orders in manufacturing (YoY%)	0.6	4.6
		May			
12-Jul	Wednesday	May	Consumer price index (YoY%)	0.6	-0.6
		May			
13-Jul	Thursday	May	Industrial production (YoY%)	-0.6	13.7
		May			
13-Jul	Thursday	May	Turnover of market serv. provided to the population (YoY%)	-19.6	13.7
		May			
13-Jul	Thursday	May	Construction works (YoY%)	-19.6	-19.6
		May			

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		6-Jul-17					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	10.6289	↓ -1.55	↑	16.23	↑	29.69
OTP Obligatiuni	RON	14.8098	↓ -0.09	↑	0.92	↑	2.19
OTP ComodisRO	RON	17.2216	↑ 0.08	↑	0.68	↑	1.31
OTP Euro Bond	EUR	12.7059	↓ -0.23	↑	0.46	↑	1.27
OTP Dollar Bond	USD	10.9384	↓ -0.06	↑	0.80	↑	1.53
OTP Premium Return	RON	11.5217	↓ -0.97	↑	3.26	↑	6.22
OTP Euro Premium Return	EUR	9.7367	↓ -1.17	↓	-2.26	↓	-0.07
OTP Global Mix	RON	11.2004	↓ -1.22	↑	3.76	↑	10.08

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