



Date: 22.08.2017

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,351.58	↑ 0.40	↑ 0.21
BET-TR	11,069.88	↑ 0.43	↑ 0.27
BET-FI	34,996.03	↑ 0.12	↑ 0.82
BET-XT	763.57	↑ 0.41	↑ 0.42
SNG	31.4000	↑ 2.61	↑ 5.55
FP	0.8680	↓ -0.23	↓ -0.46
TLV	2.4600	↑ 0.82	→ 0.00
TGN	408.0000	↑ 0.49	↑ 4.08
SIF1	2.2050	↑ 0.23	↑ 1.38

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.57	↓ -0.5	↑ 1.5
12 month	0.81	→ 0.0	↓ -0.5
3 year	1.86	↓ -0.5	↓ -0.5
5 year	2.54	↑ 0.5	→ 0.0
10 year	3.88	↓ -1.0	↓ -2.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	7.5Y	RON 300 mn	RON 487.4 mn
Thursday	4.5Y	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.47	↓ -1.0	↓ -11.0
3M ROBOR	0.90	→ 0.0	↑ 2.0
6M ROBOR	1.08	↓ -1.0	→ 0.0
1Y ROBOR	1.25	↓ -1.0	↑ 2.0
5Y CDS	89.98	↓ -0.4	↓ -0.8

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5843	↓ -0.04	↑ 0.22
USD/RON	3.8984	↑ 0.43	↑ 0.05
CHF/RON	4.0266	↓ -0.22	↑ 0.51
100HUF/RON	0.0151	↑ 0.06	↑ 0.71

Sources: Reuters, OTP Research

**Summary**

- Yesterday optimism returned to global financial markets; the leu firmed slightly against the euro.
- Equities performed well on Tuesday; the BET gained 0.4%.

After a rather cautious session on Monday, with investors keeping an eye on geopolitical tensions, global trading sentiment turned enthusiastic yesterday. Optimism returned ahead of a closely watched central banker gathering in Jackson Hole, Wyoming, later this week. Fed chief Janet Yellen and ECB president Mario Draghi are among the top speakers, with investors hoping to get further clues about the perspective of monetary policy.

Amid yesterday's improved sentiment, the leu firmed marginally against the euro in line with other currencies from the CEE region. Hungary's forint weakened in the early hours of the session, but it reversed the losses, after the country's central bank did not try to talk down the forint in the press release, following its monetary policy meeting. Compared to the greenback, the leu weakened 0.4%, as the EUR/USD inched lower.

On the domestic front, news about the government budget outlook could come into focus, as the government will hold its regular weekly meeting today. We recall that following an important fiscal easing package implemented earlier this year, there is a significant risk of breaching the 3% deficit target. In this context, the government seems to be seeking ways to keep the budget gap under control.

European stocks rebounded yesterday, with the benchmark equity indices recording healthy gains. Their US peers also performed well, with the tech-heavy NASDAQ composite index adding the most. Appetite for stocks was fuelled also by fresh hopes on US tax reforms. Simultaneously, in Romania, the BET index advanced 0.4%, helped first of all by the 2.6% gain of Romgaz.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
21-Aug	Monday		no data		
22-Aug	Tuesday		no data		
23-Aug	Wednesday		no data		
24-Aug	Thursday	July	M3 (broad money, YoY%)		9.0
		July	Non-government loans (YoY%)		4.2
		July	Non-government deposits (YoY%)		7.5
25-Aug	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		21-Aug-17					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	10.9236	↑	0.69	↑	19.45	↑ 24.57
OTP Obligatiuni	RON	14.8769	↑	0.25	↑	1.38	↑ 1.63
OTP ComodisRO	RON	17.2437	↑	0.09	↑	0.81	↑ 1.27
OTP Euro Bond	EUR	12.7769	↑	0.31	↑	1.02	↑ 0.85
OTP Dollar Bond	USD	10.9837	↑	0.22	↑	1.22	↑ 1.37
OTP Premium Return	RON	11.5617	↑	0.01	↑	3.62	↑ 5.28
OTP Euro Premium Return	EUR	9.8154	↑	0.16	↓	-1.47	↓ -1.03
OTP Global Mix	RON	11.2520	↓	-0.01	↑	4.23	↑ 7.53

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