

Date: 13.09.2017

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,024.04	↓ -0.20	↑ 0.57
BET-TR	10,641.02	↓ -0.20	↑ 0.61
BET-FI	37,338.98	↑ 0.94	↑ 3.18
BET-XT	747.54	↓ -0.03	↑ 1.15
TLV	2.25	↓ -0.44	↓ -1.10
BRD	0.86	↑ 0.70	↑ 0.35
SNG	400.00	↓ -0.25	↑ 2.04
TGN	2.40	↑ 1.48	↑ 5.73
TEL	106.00	↑ 0.47	↑ 6.64

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.66	⇒ 0.0	↓ -0.5
12 month	0.83	⇒ 0.0	⇒ 0.0
3 year	1.87	↓ -1.0	↓ -0.5
5 year	2.61	⇒ 0.0	↑ 1.0
10 year	3.87	↓ -0.5	↓ -1.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	9.9Y	RON 200 mn	RON 200 mn
Thursday	6.6Y	RON 500 mn	RON 500 mn

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.53	↓ -1.0	↓ -6.0
3M ROBOR	0.97	↑ 1.0	↑ 2.0
6M ROBOR	1.15	↑ 2.0	↑ 2.0
1Y ROBOR	1.33	⇒ 0.0	↑ 2.0
5Y CDS	89.05	↓ 0.0	↑ 1.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6030	↑ 0.04	↑ 0.10
USD/RON	3.8615	↓ -0.24	↑ 0.99
CHF/RON	4.0060	↓ -0.20	↓ -0.44
100HUF/RON	0.0149	↓ -0.17	↓ -0.84

Sources: Reuters, OTP Research

Summary

- The EUR/RON continued to be traded near 4.60.
- Yesterday the Ministry of Finance borrowed RON 500 mn, as planned.
- The ROBOR 3M climbed to 0.97%.
- Romania's BET index slipped 0.2% on Thursday.

Yesterday the leu showed little variation compared to the euro, hovering very close to the 4.60 threshold. At the same time, Poland's zloty and the Czech koruna firmed marginally, and the Hungarian forint weakened owing to expectations that the country's central bank may ease monetary conditions even further. Meanwhile, the British pound rallied, after the Bank of England sent hawkish messages to the market.

On Thursday, the Ministry of Finance sold RON 500 mn worth of Treasury notes maturing on April 2024. The borrowed amount was in line with the plan of debt managers. The average accepted yield stood at 3.36%, marginally lower than at the previous auction with the same ISIN (3.37%) in July. The bid-to-cover ratio reached 1.89x, up from 1.71x two months earlier.

The benchmark rates on government securities were mainly flat on Thursday, while the ROBOR 3M climbed a touch higher, reaching 0.97%. Interbank lending rates started to increase slowly in the latest period on growing expectations that the NBR may launch a policy normalisation process in the following quarters, and as the liquidity surplus of the banking system decreased a bit too.

Romanian stocks moved in different directions yesterday. Nuclearelectrica was the weakest link, registering 4.1% fall. On the other hand, the shares of Fondul Proprietatea added 0.7%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
12-Sep	Tuesday	August	Consumer price index (YoY%)	1.2	1.45
		July			
13-Sep	Wednesday	July	Industrial production (YoY%)	7.4	9.2
		July	CA balance (EUR mn, YTD)	-3,631	-3,002
14-Sep	Thursday	July	Turnover of market serv. provided to the population (YoY%)	19.9	13.7
		July	Turnover of market serv. rendered mainly to enterp. (YoY%)	15.1	13.3
		July	Wholesale turnover index (YoY%)	7.6	3.3
		July	Construction works (YoY%)	1.4	-7.4
		August	New passenger car registrations (YoY%)	-3.3	5.3
15-Sep	Friday	no data			

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		13-Sep-17					
Investment funds	ccy	last NAV/U	1m%		Ytd%	52W%	
OTP AvantisRO	RON	10.9798	↑ 0.78	↑	20.06	↑	22.83
OTP Obligatiuni	RON	14.9109	↑ 0.27	↑	1.61	↑	1.59
OTP ComodisRO	RON	17.2548	↑ 0.09	↑	0.88	↑	1.24
OTP Euro Bond	EUR	12.8177	↑ 0.37	↑	1.35	↑	0.95
OTP Dollar Bond	USD	10.9999	↑ 0.20	↑	1.37	↑	1.40
OTP Premium Return	RON	11.6341	↑ 0.75	↑	4.27	↑	5.44
OTP Euro Premium Return	EUR	9.9034	↑ 1.12	↓	-0.59	↓	-0.66
OTP Global Mix	RON	11.3700	↑ 1.41	↑	5.33	↑	9.10

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