

Headquarter Treasury Sales

Ionut Constandache

0372 31 85 86

ionut.constandache@otpbank.ro

Corina Bejan

0372 31 85 84

corina.bejan@otpbank.ro

Anamaria Toma

0372 31 85 85

anamaria.toma@otpbank.ro

Cristian Bodirca

0372 31 85 88

cristian.bodirca@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

Andrei Sala - Brasov

0755 000 015

andrei.sala@otpbank.ro



Daily Report – Romania

Date: 09.01.2018

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,034.76	↑ 0.65	↑ 3.62
BET-TR	10,800.25	↑ 0.65	↑ 3.62
BET-FI	41,197.12	↑ 0.92	↑ 3.92
BET-XT	763.67	↑ 0.73	↑ 3.67
BRD	13.48	↑ 0.90	↑ 4.50
FP	0.89	↑ 0.11	↑ 3.13
TLV	2.19	↑ 0.92	↑ 2.58
SNG	32.45	↑ 1.41	↑ 3.67
SNP	0.30	↑ 0.66	↑ 5.94

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.84	↑ 9.5	↓ -19.0
12 month	2.14	↑ 14.5	↓ -7.5
3 year	3.35	↑ 8.0	↓ -3.0
5 year	3.81	↑ 10.5	↑ 3.0
10 year	4.28	↓ -1.0	↓ -4.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	9.5Y	RON 500 mn	RON 509.8 mn
Thursday	4.1Y	RON 400 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.16	↑ 21.0	↑ 7.0
3M ROBOR	2.04	↑ 4.0	↓ -1.0
6M ROBOR	2.25	↑ 2.0	↓ -2.0
1Y ROBOR	2.35	↑ 3.0	↑ 3.0
5Y CDS	85.79	↑ 0.5	↓ -0.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6465	↓ -0.09	↓ -0.05
USD/RON	3.8928	↑ 0.18	↑ 1.17
CHF/RON	3.9585	↓ -0.38	↓ -0.35
100HUF/RON	0.0150	↓ -0.32	↓ -0.02

Sources: Reuters, OTP Research

Summary

- In November, Romania's unemployment rate eased to 4.7%, registering an all-time low.
- Romania's trade deficit continued to widen in November, a NIS report revealed.
- The EUR/RON ended yesterday's trading session close to 4.65.
- The BET rose by around 0.7% on Tuesday.

In November, Romania's unemployment rate decreased 0.2 percentage points to 4.7%, the lowest level ever recorded. A year earlier, the ratio stood at 5.5%, the report of the NIS also said.

The export of goods (FOB) grew by 8.9% YoY in November, after the 13.3% YoY advance in the previous month, the NIS said yesterday. The growth rate of imports (CIF) continued to outpace that of exports, pointing to 11.8% YoY rise. Therefore, Romania's trade deficit widened further, reaching EUR 11.3 bn in the period of January-November.

Tomorrow morning industrial production statistics for November will see the light of day.

In the first half of yesterday's trading session, the leu was under selling pressure, pushing the EUR/RON cross near 4.66, but in the afternoon, the leu reversed its losses and finished the day almost flat.

Yesterday interbank lending rates and the yields on the benchmark government securities mostly increased, the NBR's data showed.

The main global equity indices closed in positive territory yesterday. The optimism was felt in Bucharest too, with the BET adding around 0.7%. Medlife (+3.0%) registered the largest gain among the components of the BET, followed by Romgaz (+1.4%) and Transgaz (+1.1%). On the other hand, the shares of the BVB fell 1.4% on Tuesday.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
9-Jan	Tuesday	November	ILO unemployment rate (% , seasonally adjusted)	4.7	4.9
		November	Exports (FOB, YoY%)	8.9	13.3
		November	Imports (CIF, YoY%)	11.8	16.9
10-Jan	Wednesday	no data			
11-Jan	Thursday	November	Industrial production (YoY%)		11.6
12-Jan	Friday	December	Consumer price index (YoY%)	3.3	3.2
		November	Net wage growth rate (YoY%)		13.5
		Q3 2017	Detailed GDP growth rate (YoY%, provisional data 2)		8.8
		November	Industrial trade turnover index (YoY%)		17.2
		November	Index value of new orders in manufacturing (YoY%)		19.4

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		8-Jan-18					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	11.3352	↑ 3.66	↑ 2.31	↑ 21.33		
OTP Obligatiuni	RON	14.9776	↑ 0.36	↑ 0.19	↑ 1.99		
OTP ComodisRO	RON	17.3282	↑ 0.16	↑ 0.05	↑ 1.29		
OTP Euro Bond	EUR	12.8563	↑ 0.18	↑ 0.16	↑ 1.55		
OTP Dollar Bond	USD	11.0278	↑ 0.06	↑ 0.05	↑ 1.56		
OTP Premium Return	RON	11.9262	↑ 1.02	↑ 0.67	↑ 6.43		
OTP Euro Premium Return	EUR	10.0977	↑ 1.32	↑ 0.85	↑ 1.41		
OTP Global Mix	RON	11.8275	↑ 1.84	↑ 1.33	↑ 9.32		

Chief Economist**Gergely Tardos**

+36 1 3747273

tardosg@otpbank.hu**Analyst****Csaba Bálint**

+4021 3075896

csaba.balint@otpbank.ro

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