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# Daily Report – Romania

Date: 24.04.2018

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	9,005.21	↑ 0.54	↑ 0.88
BET-TR	12,103.22	↑ 0.54	↑ 0.87
BET-FI	40,166.85	↑ 0.06	↓ -0.69
BET-XT	832.37	↑ 0.37	↑ 0.65
TLV	2.69	↑ 0.37	↑ 1.89
SNP	0.36	↑ 1.13	↑ 5.44
EL	11.12	↓ -0.36	↓ -3.64
SNG	37.50	↑ 0.54	↑ 0.67
BRD	15.54	↑ 0.13	↓ -1.27

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.19	↓ -1.5	↑ 3.0
12 month	2.50	↑ 1.0	↑ 7.5
3 year	3.26	↑ 3.5	↑ 15.5
5 year	4.03	→ 0.0	↑ 11.0
10 year	4.49	↓ -1.5	↑ 5.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	5.2Y	RON 500 mn	RON 493.1 mn

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2.20	↑ 56	↑ 30
3M ROBOR	2.28	↑ 6	↑ 15
6M ROBOR	2.52	↑ 3	↑ 6
1Y ROBOR	2.62	↑ 2	↑ 4
5Y CDS	79.19	↑ 0	↑ 0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6525	↓ -0.12	↑ 0.18
USD/RON	3.8036	↓ -0.32	↑ 1.30
CHF/RON	3.8859	↓ -0.29	↓ -0.03
100HUF/RON	0.0149	↓ -0.14	↓ -0.43

Sources: Reuters, OTP Research

**Summary**

- Yesterday the Romanian leu gained 0.1% against the euro.
- 3M ROBOR rate hit a 3.5-year maximum.
- The BET exceeded 9,000 points and climbed to a decade high.

The Romanian leu strengthened compared to the euro by 0.1% as money market rates increased further. Meanwhile, the capital outflow continued from the CEE region. The Czech koruna weakened slightly despite the 10-year high Czech economic sentiment index. We also note that a few days earlier, Moody's changed the Czech Republic's outlook from stable to positive. Yesterday the Hungarian Forint barely moved after the Hungarian Central Bank reaffirmed its loose policy. At the same time, the EUR/USD bounced back after its steep decline a day earlier.

The short-term interbank rates continued their fast rise. In the O/N – 1M segment, ROBOR rates increased by 11-56 basis points and the 3M ROBOR rate rose by 6 bps, hitting a 3.5-year maximum. Further up the curve, there were 1-3 bps increases. In the past few weeks, interbank lending rates inched up as the NBR absorbed the market's extra liquidity, by enrolling deposit tenders. Today's deadline for large payments into the public budget could have also contributed to the sharp increases seen on Tuesday.

Yesterday, the BET exceeded 9,000 points and climbed to a 10-year high. SNP continued its good performance and gained 1.1% in the context of the relatively high oil prices. EL lost 0.4%, hitting a new minimum for this year. We recall that the performance of the electric power supply and distribution company was dragged down by the recent unfavourable news for the energy distribution market (Romania's Competition Council indicated that the costs of electricity were expected to fall, as a result of an investigation by the regulatory body). At the same time, the major European stocks closed mixed. On the Wall Street indices closed sharply lower as the 10-year US government bond yield reached a symbolical milestone, 3% for the first time since 2014.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
23-Apr	Monday	no data			
24-Apr	Tuesday	March	New commercial vehicle registrations (YoY%)	8.4	-24.6
25-Apr	Wednesday	March	Non-government loans (YoY%)		6.1
		March	Non-government deposits (YoY%)		12.9
26-Apr	Thursday	no data			
27-Apr	Friday	April	Economic Sentiment Indicator		101.4
		April	Consumer Confidence Indicator		-24.5

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		23-Apr-18					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	11.5640	↑ 0.04	↑	4.37	↑	13.77
OTP Obligatiuni	RON	15.0580	↑ 0.18	↑	0.73	↑	2.00
OTP ComodisRO	RON	17.4414	↑ 0.15	↑	0.70	↑	1.61
OTP Euro Bond	EUR	12.8047	↑ 0.02	↓	-0.24	↑	0.94
OTP Dollar Bond	USD	11.0209	↑ 0.14	↓	-0.01	↑	0.99
OTP Premium Return	RON	11.8574	↑ 0.42	↑	0.09	↑	3.30
OTP Euro Premium Return	EUR	9.7803	↑ 0.84	↓	-2.32	↓	-1.45
OTP Global Mix	RON	11.7516	↑ 1.21	↑	0.68	↑	5.96

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