

Date: 21.06.2019

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,746.18	↑ 0.85	↑ 3.17
BET-TR	13,946.96	↑ 0.86	↑ 3.17
BET-FI	38,696.58	↑ 0.44	↑ 1.01
BET-XT	792.25	↑ 0.71	↑ 2.69
FP	1.0550	↑ 1.44	↑ 3.94
SNP	0.3960	↑ 0.13	↑ 5.04
EL	11.3500	↑ 1.34	↑ 5.58
TLV	2.3650	↑ 1.07	↑ 2.83
ATB	0.4950	↑ 1.64	↑ 2.27

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.97	↓ -1.5	↓ -5.5
12 month	3.13	↓ -0.5	↓ -7.0
3 year	3.68	→ 0.0	↓ -9.0
5 year	3.99	↑ 5.0	↓ -14.5
10 year	4.44	↑ 2.0	↓ -17.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	4.3Y	RON 500 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.68	↓ -5	↓ -102
3M ROBOR	3.23	→ 0	↓ -2
6M ROBOR	3.37	↑ 1	→ 0
1Y ROBOR	3.53	→ 0	↓ -1
5Y CDS	79.14	↓ -1	↓ -2

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.7295	↑ 0.30	↑ 0.10
USD/RON	4.1591	↓ -0.38	↓ -1.31
CHF/RON	4.2565	↑ 0.07	↑ 0.76
HUF/RON	0.0146	↓ -0.05	↓ -0.47

Sources: Reuters, OTP Research

Summary

- Optimism faded somewhat on Friday; the leu lost 0.3%.
- Romania's yield curve steepened a bit.
- The Ministry of Finance plans to sell RON 500 mn debt today.
- Bucharest's BET fared well on Friday.

After [Thursday's](#) buoyant trading sentiment, inspired by the dovish twist of the world's key central banks, optimism faded somewhat on global financial markets on Friday. Accordingly, the leading European and US equity indices closed the day with small losses. Nonetheless, the euro continued to gain ground compared to the US dollar, driving the EUR/USD cross around 0.7% higher. Simultaneously, the CEE region's currencies mostly weakened against the euro as well. The EUR/RON also bounced back from Thursday's resistance level (4.7150), ending the week close to 4.73.

Meanwhile, Romania's yield curve steepened, with the interest rate on short-term maturities easing 1-2 basis points and long-term yields climbing 2-5 basis points higher. Today the Ministry of Finance will hold a 4.3Y bond tender, which will be the last auction this month.

Romanian stocks were resistant to the drop in optimism on developed equity markets, helping the BET index to march 0.9% higher. Digi (2.9%) and MedLife (2.7%) recorded the largest gains among the BET's individual components. The BET's relatively strong performance was coupled with healthy volumes too, with equities' total turnover reaching RON 78 mn.

On the external front, the meeting of US President Donald Trump and his Chinese counterpart Xi Jinping will keep investors vigilant this week. The two leaders are expected to discuss trade issues at the G20 Osaka summit to be held on 28-29 June. On 28 June (Friday), Eurostat will publish preliminary inflation statistics for the euro area.

On the domestic front, among others, non-government loan and deposit figures as well as sentiment indicators will see the light of day this week.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
24-Jun	Monday	no data				
25-Jun	Tuesday	New commercial vehicle registrations (YoY%)				21.6
26-Jun	Wednesday	no data				
27-Jun	Thursday	May	Non-government loans (YoY%)		7.6	
		May	Non-government deposits (YoY%)		9.9	
		June	Economic Sentiment Indicator		101.8	
		June	Consumer Confidence Indicator		-9.9	
28-Jun	Friday	May	Licenses for residential buildings (YoY%)		-1.9	

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		20-Jun-19					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	11.9414	↑	8.54	↑	16.85	↑ 9.81
OTP Obligatiuni	RON	15.8402	↑	1.66	↑	4.08	↑ 5.27
OTP ComodisRO	RON	18.0228	↑	0.27	↑	1.36	↑ 3.08
OTP Euro Bond	EUR	13.1209	↑	1.94	↑	3.41	↑ 2.85
OTP Dollar Bond	USD	11.4540	↑	1.62	↑	3.57	↑ 3.85
OTP Premium Return	RON	11.9577	↑	3.16	↑	6.96	↑ 2.14
OTP Euro Premium Return	EUR	8.5985	↑	2.39	↑	1.14	↓ -9.76
OTP Global Mix	RON	11.3446	↑	1.99	↑	6.16	↓ -2.80

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