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Daily Report – Romania

Last data: 28.08.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.773,18	↓ -1,12	↓ -2,12	
BET-C	3.038,70	↓ -1,15	↓ -2,17	
BET-FI	25.414,33	↓ -0,54	↓ -1,59	
BET-XT	520,04	↓ -0,89	↓ -1,88	
FP	0,6815	↓ -1,23	↓ -2,64	
TLV	1,4160	↑ 0,21	↓ -2,34	
SIF2	1,2430	↑ 1,47	↓ -1,19	
BRD	8,4600	↓ -2,48	↓ -5,37	
SIF3	0,5790	⇒ 0,00	↓ -2,61	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,87	↑ 5,0	↑ 8,5	
12 month	3,92	↑ 2,5	↑ 4,5	
3 year	4,37	↑ 2,5	↑ 9,0	
5 year	4,70	↑ 4,0	↑ 17,5	
10 year	5,13	↑ 3,0	↑ 16,5	

GOV'T BOND AUCTIONS		
Maturity	Auctions	Sold

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	3,69	↑ 4,0	↑ 202,0	
3M ROBOR	3,73	↑ 2,0	↑ 2,0	
6M ROBOR	4,09	⇒ 0,0	⇒ 0,0	
1Y ROBOR	4,13	⇒ 0,0	↓ -1,0	
5Y CDS	192,35	↑ 1,8	↑ 1,8	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4475	↑ 0,25	↓ -0,11	
USD/RON	3,3341	↑ 0,66	↑ 0,01	
CHF/RON	3,6156	↑ 0,05	↑ 0,01	
100HUF/RON	1,4783	↑ 0,47	↓ -0,14	

Source: Reuters, OTP Research

Summary

- Local indexes lost between 0.5%- 1.1%, slightly more than in the rest of Europe
- Action against Syria appears to be delayed, which slows down stocks' decline for the moment
- Money market rates edged up; government securities yields gained 2-5 bp yesterday
- EUR/RON is trading above 4.44

Local indexes lost between 0.5% and 1.1%, on a rising market turnover (EUR 6.7 mn). The decline was relatively higher than in the rest of Europe. A few blue chips sank 2-3% (BRD, Transelectrica) and others lost around 1% (Fondul Proprietatea, OMV Petrom and Erste Group Bank). Of the blue chips contained by the ROTX, only Banca Transilvania managed to stay in the green (+0.2%). 7 deals were made with 5 stocks and they covered 16% of the liquidity. As action against Syria has encountered some obstacles, European shares may put a brake in their decline today.

The leu lost 0.2% to the euro yesterday and its peers had a divergent dynamic. EUR/RON is currently trading above 4.44.

Money market rates climbed higher and ROBOR ON is now at 3.69%, 200 bp higher on a weekly basis. This week banks did not go to the repo and in the last 4 weeks liquidity absorption at the repo was close to zero. The interest rate paid at the weekly repo auction is equal to the base rate, 4.5% respectively.

Government securities yields edged higher by 2-5 bp yesterday, in line with the rise of the money market rates. No auction was scheduled this week and we are waiting for the September auctions' calendar. Although yields are now higher, up to 17 bp on a weekly basis, the Treasury has to redeem RON 2.8 bn in September, compared to RON 700 mn in August. The figures for October are even more impressive, with redemptions standing around RON 6 bn.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		27-Aug-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,1439	↓ -1,15	↑	5,90	↑	12,34
OTP Obligatiuni	RON	12,8399	↑ 0,01	↑	4,12	↑	7,52
OTP ComodisRO	RON	15,5305	↑ 0,05	↑	3,88	↑	6,55
OTP Eurobond	EUR	11,5046	↑ 0,01	↑	3,43	↑	6,17

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