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Daily Report – Romania

Date: 21.08.2018

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,211.84	↓ -0.28	↑ 1.44
BET-TR	11,964.42	↓ -0.28	↑ 1.47
BET-FI	37,877.03	↓ -0.38	↓ -0.13
BET-XT	759.92	↓ -0.30	↑ 1.07
TLV	2.61	↓ -2.25	↓ -0.38
BRD	15.36	↑ 0.39	↑ 1.72
SNP	0.33	↑ 0.45	↑ 4.72
FP	0.97	↑ 1.15	↑ 3.53
SNG	37.95	↓ -0.13	↑ 0.53

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3.22	→ 0.0	↑ 6.0
12 month	3.34	→ 0.0	↑ 3.5
3 year	3.98	↓ -3.0	→ 0.0
5 year	4.48	↓ -7.0	↓ -1.0
10 year	4.80	↓ -4.5	↑ 3.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	5.7Y	RON 400 mn	RON 500 mn

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.75	↓ -22.0	↓ -92.0
3M ROBOR	3.27	→ 0.0	↓ -1.0
6M ROBOR	3.42	↓ -1.0	↓ -1.0
1Y ROBOR	3.56	→ 0.0	↑ 1.0
5Y CDS	82.86	↓ 0.0	↑ 0.3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6428	↓ -0.11	↓ -0.28
USD/RON	4.0133	↓ -0.85	↓ -2.21
CHF/RON	4.0748	↓ -0.27	↓ -1.31
HUF/RON	0.0144	↑ 0.09	↓ -0.40

Sources: Reuters, OTP Research

Summary

- Optimism continued to rule global financial markets; Romania's leu gained ground against both the euro and US dollar.
- Government securities' yields eased slightly at the medium and long-term maturities.
- The BET bucked the trends yesterday, falling 0.3%.

On Tuesday, optimism continued to rule global financial markets, still supported by hopes over the resuming trade talks between the USA and China. Meanwhile, the CEE region's currencies mostly firmed compared to the euro and Romania's leu also gained ground, helping the EUR/RON to decrease to near 4.64. On the other hand, the US dollar weakened further, as the criticism of President Trump over the Fed's tightening policy continued to weigh on the greenback. As a result, the USD/RON slid by around 0.8%, to 4.01.

Today investors may focus on the minutes of the Fed's latest monetary policy meeting, and later this week, attention could turn to a gathering of prominent central bankers at Jackson Hole.

Yesterday government securities' yields on the medium and long-term maturities eased a few basis points.

In Western Europe, the leading equity indices climbed higher, with the exception of London's FTSE100, which lost 0.3%. US stocks also closed in positive territory, but in Bucharest, the main indices bucked the global trends, with the BET giving up 0.3%. Traded volumes picked up, reaching RON 37.9 mn. Among the BET's individual components, the shares of Nuclearelectrica fell the most (-2.0%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
20-Aug	Monday		no data		
21-Aug	Tuesday		no data		
22-Aug	Wednesday		no data		
23-Aug	Thursday		no data		
24-Aug	Friday	July	Non-government loans (YoY%)		6.8
		July	Non-government deposits (YoY%)		12.4

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		20-Aug-18					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	10.9192	↑ 1.34	↓ -1.45	↓ -0.14		
OTP Obligatiuni	RON	15.1089	↑ 0.28	↑ 1.07	↑ 1.58		
OTP ComodisRO	RON	17.5467	↑ 0.27	↑ 1.31	↑ 1.77		
OTP Euro Bond	EUR	12.7545	↓ -0.13	↓ -0.63	↓ -0.16		
OTP Dollar Bond	USD	11.0656	↑ 0.16	↑ 0.39	↑ 0.76		
OTP Premium Return	RON	11.7218	↑ 0.13	↓ -1.06	↑ 1.30		
OTP Euro Premium Return	EUR	9.4515	↓ -0.89	↓ -5.60	↓ -3.81		
OTP Global Mix	RON	11.5247	↓ -1.07	↓ -1.27	↑ 2.26		

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