



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.625,59	↓ -0,55	↓ -1,91
BET-C	2.622,91	↓ -0,52	↓ -1,40
BET-FI	20.081,69	↓ -0,62	↓ -2,16
BET-XT	419,77	↓ -0,49	↓ -1,82
FP	0,4841	↓ -1,20	↓ -2,99
SIF3	0,4530	↓ -1,95	↓ -7,55
TEL	12,4100	↓ -2,21	↓ -3,05
SNP	0,3500	↑ 1,16	↑ 1,60
SIF4	0,7990	↑ 0,50	↑ 2,24

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,14	↑ 4,5	↑ 9,5
12 month	5,24	↑ 3,0	↑ 9,0
3 year	6,10	↑ 0,5	↑ 0,5
5 year	6,26	↑ 3,5	↑ 3,0
10 year	6,56	↑ 1,0	↑ 1,5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	7Y	500 mn RON	417,2 mn RON

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,31	↑ 372,0	↑ 10,0
3M ROBOR	5,34	↑ 2,0	↑ 18,0
6M ROBOR	5,44	↑ 6,0	↑ 15,0
1Y ROBOR	5,46	↑ 7,0	↑ 8,0
5Y CDS	400,50	↑ 27,0	↓ -2,6

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4666	↑ 0,04	↑ 0,57
USD/RON	3,5638	↑ 0,52	↑ 1,74
CHF/RON	3,7188	↑ 0,09	↑ 0,50
100HUF/RON	1,49	↑ 0,45	↓ -0,38

Source: Reuters, OTP Research

**Summary**

- BVB stocks finished in the red for another day, also on low turnover; In Europe, equities finished in the green, as investors hurried onto buying, on hopes that week PMI signals would prompt the ECB to cut the rate
- MM rates are back up; ROBOR 3M, the rate at which most loans in domestic currency are linked to stands at 5.34%; average ROBOR 3M was 5% in Feb and 50 bp lower in March
- 5Y CDS jumped 27 bp to 401 bp
- The Finance Ministry sold 417 mn RON at a 7Y bonds auction yesterday, less than the planned amount; the average accepted yield was 6.4%; demand was relatively good (bid to cover ratio at 2.17%)

On a continuous low turnover, BVB indices ended another day in the red, dropping between 0.2%-0.6%, contrary to European markets where we saw gains yesterday. Week PMI data showing that growth in core economies like Germany and France is affected pushed down equities in Europe, but then investors hurried onto buying, on hopes that weak data regarding the slow growth of the economy will prompt the ECB to cut rates. However, in Bucharest, stocks did not catch up enough to recover the previous drop. BET-FI saw the highest drop (-0.62%) but the composite index saw a similar evolution. The blue chips recorded the best performance and many posted strong hikes: Condmag and Dafora gained around 4%-5%, Erste Group Bank up by 1.9%.

The money market rates went up as expected. ROBOR 3M, to which most loan rates in domestic currency are linked to, stands at 5.34%. By comparison, in February, ROBOR 3M average was 5.04% and 50 bp lower in March. The 5Y CDS does not show signs of retreat to lower levels and jumped 27 bp in a day, to 401 bp.

The Finance Ministry sold less than the planned amount in 7Y bonds. It managed to sell 417 mn RON at an average yield of 6.4%. Demand was relatively good and bid to cover ratio stood at 2.17. Therefore, it looks like the Treasury is making efforts to keep the cost of debt low while also making small steps into prolonging the maturity of the remaining government securities in the portfolio. By comparison, the previous bond auction for 5Y bonds had an average accepted yield of 6.15% and the 10Y had a yield of 6.75%.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	no data			
Friday	Apr	M3 (broad money, MoM, %)		-0,7
Friday	Apr	Non governmental loans (MoM, %)		0,9
Friday	Apr	Non governmental deposits (MoM, %)		0,6

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		23-5-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	5,9648	↓ -0,85	↑	6,14	↓	-14,91
OTP Obligatiuni	RON	11,7452	↑ 0,02	↑	2,49	↑	6,48
OTP ComodisRO	RON	14,3249	↑ 0,02	↑	2,58	↑	6,55
OTP Eurobond	EUR	10,6995	↑ 0,01	↑	1,85	↑	4,67

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