

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.905,81	↓ -0,48	↑ 2,17
BET-C	2.720,76	↓ -0,38	↑ 1,62
BET-FI	23.857,39	↓ -0,38	↑ 2,75
BET-XT	461,57	↓ -0,49	↑ 2,54
FP	0,5305	↓ -0,47	↑ 0,57
EBS	78,3000	↑ 0,77	↑ 10,83
SNP	0,4090	↑ 0,25	↑ 6,34
SIF3	0,5645	↓ -1,31	↑ 4,93
TLV	1,1200	↓ -1,50	↑ 3,70

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,85	↓ -1,5	↓ -5,5
12 month	5,96	↓ -0,5	↓ -7,5
3 year	6,32	↓ -2,5	↓ -6,5
5 year	6,46	↓ -1,0	↓ -3,5
10 year	6,69	↓ -1,0	↓ -3,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	14.05.2013	700 mn RON	1.53 bn RON
Thursday	28.07.2014	300 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,26	↓ -5,0	↓ -8,0
3M ROBOR	5,78	↓ -1,0	↓ -3,0
6M ROBOR	6,13	↓ -1,0	↓ -1,0
1Y ROBOR	6,18	↓ -3,0	↓ -3,0
5Y CDS	310,79	↑ 0,0	↓ -40

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4862	↑ 0,28	↓ -0,07
USD/RON	3,4901	↓ -0,46	↓ -2,25
CHF/RON	3,7161	↑ 0,29	↓ -0,58
100HUF/RON	1,59	↑ 1,22	↑ 0,58

Source: Reuters, OTP Research

Summary

- BSE indices finished in the red yesterday on high turnover; the German court ruling over the legality of the new permanent bailout fund expected to boost markets today; BSE indices opened up today
- Inflation accelerated to 3.88% YoY in August from 3% YoY in July
- During the first 7M, the CA deficit shrank by 35% YoY and stood at 2436 mn EUR; FDI financed 37% of the CA deficit

BSE indices closed in the red yesterday on high turnover. The stocks decoupled from international market trends. The most expected event today is the ruling of the German court over the legality of the new permanent bailout fund and budget rules. The decision is expected to be positive and in Europe, this could bring a much awaited boost to equity markets, especially since the summer break is over. Domestically, most traded stocks by value were the financial stocks and OMV Petrom. Out of these, only Erste Group Bank and OMV Petrom managed to stay in the green yesterday. Yesterday, the equities turnover was mostly made up by trades with Fondul Proprietatea, which also was subject to a deal of 44 mn RON.

The leu closed lower by 0.3% compared to the euro yesterday and it was decoupled from the evolution of the EUR/USD rate. The euro strengthened against the dollar by a strong 0.75% yesterday and closed at 1.2876 ahead of the German court decision.

In August, inflation stood at 0.51% MoM and 3.88% YoY respectively. The annual inflation rate exceeded analysts' expectations of 3.7% YoY. Food prices were up 3.3% YoY, non food prices advanced by 3.91% and top increase was noticed in the case of services: +4.94% YoY. The increase in prices in H2 2012 is largely due to a base effect.

During the first 7M, the CA deficit stood at 2.436 mn EUR, shrinking further by 35.4% YoY whereas during H1 it contracted by 29.4% YoY. The evolution was the result of surplus in the case of income balance (+743 mn EUR), services balance (+314 mn EUR) and current transfers (+310 mn EUR). On the other hand, the trade deficit widened marginally. Net FDI financed 37.2% of the CA deficit during the first 7M, whereas in H1 they financed only 25.8%.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
Tuesday	Aug	Consumer price index (y-o-y,%)	3,9	3,7	3
	July	CA balance (EUR mn, YTD)	-2.436		-2.411
Wednesday		no data			

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		10-9-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,6030	↑ 0,29	↑ 17,49	↑ 14,04		
OTP Obligatiuni	RON	11,9935	↑ 0,05	↑ 4,66	↑ 6,70		
OTP ComodisRO	RON	14,6001	↑ 0,05	↑ 4,55	↑ 6,59		
OTP Eurobond	EUR	10,8671	↑ 0,03	↑ 3,44	↑ 4,82		

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