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# Daily Report – Romania

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.962,80	↓ -0,49	↑ 0,32
BET-C	2.729,96	↓ -0,38	↓ -0,41
BET-FI	24.250,84	↓ -0,23	↑ 1,64
BET-XT	467,63	↓ -0,38	↑ 0,70
FP	0,5400	→ 0,00	↑ 1,60
EBS	83,0000	↓ -0,66	↑ 2,47
SNP	0,4075	↓ -0,24	↓ -1,78
SIF3	0,5870	↓ -0,34	↑ 2,98
BRD	8,0850	↓ -1,28	↓ -1,88

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,78	↓ -1,0	↓ -7,5
12 month	5,88	↓ -1,0	↓ -8,5
3 year	6,30	↑ 0,5	↓ -3,5
5 year	6,46	↑ 0,5	↑ 0,5
10 year	6,67	↑ 0,5	↑ 1,0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	12M	800 mn RON	978 mn RON
Thursday	4Y	200 mn RON	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2,40	↓ -253,0	↓ -281,0
3M ROBOR	5,65	↓ -4,0	↓ -11,0
6M ROBOR	6,03	↓ -3,0	↓ -8,0
1Y ROBOR	6,11	↓ -2,0	↓ -7,0
5Y CDS	290,71	↓ -6,8	↓ -18

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5020	↓ -0,07	↑ 0,27
USD/RON	3,4502	↓ -0,10	↓ -0,91
CHF/RON	3,7204	↑ 0,04	↑ 0,08
100HUF/RON	1,59	↓ -0,19	↑ 0,13

Source: Reuters, OTP Research

**Summary**

- BSE indices finished in the red yesterday, contrary to European market trend; without a deal of 94.4 mn RON with FP stocks, the market turnover was low; negative exports data from Japan and the possible decline in manufacturing in China may trigger new worries about the global slowdown of economic growth
- MM rates continue to fall; ROBOR ON was down at 2.4% yesterday
- The yield curve steepened but no major moves yesterday
- The Treasury plans to sell 200 mn RON in 4Y bonds today

Domestic stocks retreated yesterday as shown by most of the indices. Total equities turnover was low if we do not consider a large deal with FP stocks, of 94.4 mn RON. The composite index BET-C was down by 0.38%. Only one index, BET-BK, finished in the green. The local decline diverged from the international markets as in the US and in Europe most markets finished in the green, after yesterday's announcement made by Bank of Japan, indicating further boost of asset purchases. However, index futures finished in the red, after negative data regarding Japanese exports falling and the probability of contraction of the manufacturing in China for an 11<sup>th</sup> month.

Money market rates continued to fall as we approach the end of the observation period for the mandatory reserves. ROBOR ON was down 253 bp yesterday, at 2.4%. Liquidity conditions improved after the NBR removed the liquidity cap at the weekly repo auctions.

The yield curve steepened yesterday, with the low end of the curve going down around 1 bp and the long end moving up marginally. On a weekly basis, the 3Y bond yields are lower by 3 bp. Today's auction may record another success given that there is no upward pressure on the yields and that the 5Y CDS (euro contracts) is declining: it is down 18 bp compared to the previous week and it has fallen below the 300 bp level to 291 bp. The Treasury plans to sell 200 mn RON in 4Y bonds.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		18-9-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,6539	↓ -0,05	↑	18,40	↑	17,98
OTP Obligatiuni	RON	12,0333	↑ 0,20	↑	5,00	↑	6,87
OTP ComodisRO	RON	14,6205	↑ 0,02	↑	4,70	↑	6,57
OTP Eurobond	EUR	10,9209	↑ 0,01	↑	3,95	↑	5,25

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