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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.947,59	↑ 0,54	↑ 3,46
BET-C	2.697,53	↑ 0,39	↑ 2,67
BET-FI	24.224,58	↑ 0,33	↑ 5,83
BET-XT	467,26	↑ 0,55	↑ 4,20
FP	0,5300	→ 0,00	↑ 4,43
SNP	0,4150	↑ 0,46	↑ 3,00
SIF3	0,6120	↑ 0,33	↑ 10,47
BRD	7,9050	↑ 2,26	↑ 3,00
EBS	88,6000	↑ 1,84	↑ 6,75

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,95	↓ -0,5	↑ 4,0
12 month	6,05	↓ -0,5	↑ 3,5
3 year	6,41	→ 0,0	↑ 7,5
5 year	6,49	→ 0,0	↑ 2,5
10 year	6,66	→ 0,0	↑ 0,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	11M	1 bn RON	625 mn RON
Thursday	2Y	300 mn RON	300 mn RON

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,43	↓ -18,0	↓ -15,0
3M ROBOR	5,75	↓ -1,0	↑ 3,0
6M ROBOR	6,11	↑ 1,0	→ 0,0
1Y ROBOR	6,19	→ 0,0	→ 0,0
5Y CDS	190,10	↑ 2,3	↓ -24

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5765	↑ 0,08	↑ 0,19
USD/RON	3,5030	↑ 0,49	↓ -0,89
CHF/RON	3,7887	↑ 0,20	↑ 0,23
100HUF/RON	1,65	↑ 0,19	↑ 1,53

Source: Reuters, OTP Research

Summary

- BSE's indices finished mostly in the green yesterday; only BET-NG was down by 0.21%; the weekly gain of SIF Transilvania is 10.5%;
- ROBOR ON down 18 bp to 5.43%
- The Treasury managed to sell 300 mn RON in 2Y bonds yesterday, equal to the planned amount; the average yield was 6.35%, 15 bp higher than the one at the previous similar tender earlier this month

BSE's indices finished mostly in the green, with one exception: the energy companies index BET-NG slipped down by 0.21%, driven by the fall of Transgaz (-2.05%). Earlier this month, the government approved the sale of a 15% stake in Transgaz through a secondary public offer, but the date and price were not established yet. Blue chips index had the best advance yesterday (+0.85%). Top 5 most traded stocks by value were dominated by financials and we notice that SIF 3 (SIF Transilvania) snapped a healthy 10.5% hike this week due to its Q3 strong results while Erste Group Bank marked a 6.75% gain on the background of positive news coming from Europe. International markets finished mixed yesterday, in Europe we saw gains and partly in Asia as well, why in the US indices declined after negative earnings data of some tech companies. Among top macro data that was released yesterday, we notice China's third quarter GDP which is likely to have reached the bottom after a 7 quarter deceleration of the GDP growth rate. Related sales and output figures point to a recovery in China, Reuters reports.

Money market rates continued to decline yesterday, with ROBOR ON hitting 5.43%, down 18 bp in the day.

The Treasury managed to sell the planned amount in 2Y bonds yesterday, of 300 mn RON. The average accepted yield stood at 6.35%, which is 15 bp higher than the previous similar auction earlier this month. Total bids were 753 mn RON and bid to cover ratio was 2.5. September inflation was a negative surprise at 5.3% YoY and leu's depreciation determined the Central Bank to start capping liquidity for the second time this year. In turn, this raised interest rates and yields.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday		no data		
Friday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		17-10-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,6097	↑ 0,77	↑ 17,61	↑ 22,18		
OTP Obligatiuni	RON	12,0886	↑ 0,02	↑ 5,49	↑ 6,98		
OTP ComodisRO	RON	14,6901	↑ 0,02	↑ 5,19	↑ 6,58		
OTP Eurobond	EUR	10,9721	↑ 0,01	↑ 4,44	↑ 5,39		

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