

## Treasury Sales Team

**Alina Elena Vrabioiu**

+4021 307 58 17  
alina.vrabioiu@otpbank.ro

**Irina Ananiese**

+4021 307 58 17  
irina.ananiese@otpbank.ro

**Tania Fantana**

+4021 307 58 17  
tania.fantana@otpbank.ro

## Capital Markets Sales Team

**Alexandru Ilisie**

+4021 307 58 27  
alexandru.ilisie@otpbank.ro

**Teodor Alexandru Tibuleac**

+4021 307 58 27  
alexandru.tibuleac@otpbank.ro

## Chief Economist

**Gergely Tardos**

+36 1 374 7273  
tardosg@otpbank.hu

## FX/FI Strategist

**Levente Pápa**

+36 1 354 7490  
papal@otpbank.hu

## Analyst

**Mihaela Neagu**

+4021 307 58 64  
mihaela.neagu@otpbank.ro



# Daily Report – Romania

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.870,91	↓ -0,48	↓ -0,41
BET-C	2.659,26	↓ -0,17	↓ -0,46
BET-FI	23.772,50	↓ -0,86	↓ -0,24
BET-XT	459,33	↓ -0,60	↓ -0,41
FP	0,5250	↓ -0,28	↑ 0,57
SNP	0,4100	→ 0,00	↓ -1,20
BRD	7,8500	↑ 0,38	↑ 2,35
SIF3	0,5990	↓ -1,32	→ 0,00
SIF1	1,1690	→ 0,00	↓ -0,51

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,93	↑ 0,0	↓ -3,0
12 month	6,05	→ 0,0	↓ -2,0
3 year	6,39	↓ -1,0	↓ -1,5
5 year	6,48	↓ -0,5	↓ -2,5
10 year	6,66	↑ 0,5	↓ -0,5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	4Y	150 mn EUR	421,5 mn EUR
Thursday	5y	200 mn EUR	

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1,66	↓ -207,0	↓ -397,0
3M ROBOR	5,76	↑ 1,0	→ 0,0
6M ROBOR	6,12	→ 0,0	↑ 1,0
1Y ROBOR	6,19	↑ 1,0	→ 0,0
5Y CDS	204,96	↑ 2,3	↑ 26

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5763	↑ 0,01	↓ 0,00
USD/RON	3,5238	↑ 0,58	↑ 0,52
CHF/RON	3,7803	↑ 0,01	↓ -0,15
100HUF/RON	1,63	↓ -0,51	↓ -1,41

Source: Reuters, OTP Research

**Summary**

- BSE indices closed down yesterday in line with global stocks, hit by weak US corporate earnings and Moody's rating downgrade of 5 of Spain's regions
- EUR/USD fell below the psychological level of 1.30 this week
- Private lending stood at 4.2% YoY in September compared to 5.7% YoY in August; RON lending is moving faster at 5% YoY compared to 4.3% YoY in August
- IMF: potential growth remains below 2% YoY until 2014 and increases gradually to 3.1% YoY until 2017

BSE indices closed down yesterday on low turnover. BET lost 0.48% compared to much lower numbers in the rest of Europe, up to 2%. Global shares were down yesterday, on weak US corporate results, a decline in French business confidence and the rating cut by Moody's in 5 of Spain's regions. US and European futures are in the green pointing to some optimism about macroeconomic data to be released today and also in view of some good data from China where the manufacturing PMI rose in October compared to September.

The latest events pushed the EUR/USD below the psychological level of 1.30 this week.

The 5Y CDS is 26 bp higher in the week, as a result of a marginal deterioration of risk perception, especially after the latest events in Spain.

The September banking statistics data was released. Private loans advanced less than last month, by 4.2% YoY compared to 5.7% YoY in August. Private deposits saw a lower growth pace as well: 7.3% YoY in September compared to 8.8% YoY in August. We notice that RON lending is advancing rapidly, especially in the case of loans to corporations (+11.5% YoY) and mortgage loans (+12.1% YoY). The actions taken by the Central Bank starting in 2011 (cutting rates, providing more liquidity to the market through weekly repo) are starting to bear fruit.

IMF released its latest country report yesterday. It warns that the crisis has had a strong impact on the Romanian economy and that according to one estimation method (Multivariate model), the potential growth will remain below 2% until 2014 and that it will gradually increase up to 3.1% until 2017.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	Sep	M3 (broad money, YoY, %)	5,7	7,2
	Sep	Non governmental loans (YoY, %)	4,2	5,7
	Sep	Non governmental deposits (YoY; %)	7,3	8,8
Wednesday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		22-10-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,5571	↓ -0,44	↑ 16,67	↑ 20,53		
OTP Obligatiuni	RON	12,1181	↑ 0,05	↑ 5,74	↑ 7,15		
OTP ComodisRO	RON	14,7032	↑ 0,05	↑ 5,29	↑ 6,60		
OTP Eurobond	EUR	10,9914	↑ 0,02	↑ 4,62	↑ 5,52		

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