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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.925,24	↑ 0,86	↑ 0,66
BET-C	2.670,11	↑ 0,74	↑ 0,37
BET-FI	24.305,28	↑ 1,03	↑ 1,43
BET-XT	465,58	↑ 0,92	↑ 0,73
FP	0,5400	↑ 1,03	↑ 2,66
TLV	1,1900	↑ 2,50	↑ 1,80
SNP	0,4093	↑ 0,05	↓ -0,17
SIF5	1,4200	↑ 0,50	↑ 0,78
SIF3	0,6140	↑ 0,16	↑ 1,66

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,94	↓ -1,0	↑ 1,5
12 month	6,01	↑ 1,0	↓ -4,0
3 year	6,37	⇒ 0,0	↓ -2,5
5 year	6,48	↑ 1,5	↓ -1,0
10 year	6,64	↑ 3,5	↓ -2,0

GOV'T BOND AUCTIONS

Maturity	Auctions	Sold
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MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,40	↓ -1,0	↓ -11,0
3M ROBOR	5,73	↓ -1,0	↓ -3,0
6M ROBOR	6,07	↑ 1,0	↓ -4,0
1Y ROBOR	6,15	⇒ 0,0	↓ -4,0
5Y CDS	207,33	⇒ 0,0	↓ -7

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5465	↑ 0,18	↓ -0,58
USD/RON	3,5076	↑ 0,22	↓ -0,50
CHF/RON	3,7646	↑ 0,27	↓ -0,43
100HUF/RON	1,60	↑ 0,17	↓ -1,56

Source: Reuters, OTP Research

Summary

- BSE's indexes closed in the green on higher turnover; Europe stocks finished in the red; futures down as well
- Romania sold 1.5 bn euro in 7Y Eurobonds yesterday at 370 bp over the swaps; the issue seems rather expensive
- ILO unemployment rate stood stable at 7.1% (seasonally adjusted data) in September
- The euro climbed 0.2% against the leu yesterday

BSE's indexes closed in the green yesterday and the equities' turnover was higher. The advanced around 1% on the day. We saw a transaction in the deals market with stocks of Fondul Proprietatea. European equities markets finished mostly down and futures did not point to a brighter picture either.

Today are to be released manufacturing PMI's data for October which will help gauging the short term evolution in industrial production in the EU. Reuters reported that euro-zone bank to bank lending show signs of revival in Q4, according to an ECB survey and that US prime money market funds increased exposure to the euro zone banks. Altogether, this may result in improved lending conditions to the economy as a whole.

Romania sold 1.5 bn EUR in 7Y Eurobonds yesterday at 370 bp over the swaps. The deal is a positive given the external funding needs of the country. Romania has already sold 750 mn EUR in September at 5.1% and 2.25 bn USD in the beginning of the year. Compared to the decrease in the CDS since September, the issue seems expensive.

ILO unemployment rate stood stable in September, at 7.1% (seasonally adjusted data). In the euro-zone, unemployment rate spiked to 11.6% from 11.5% in August.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	Sep	ILO unemployment (%)	7,1	7,1
Thursday	Sep	FX reserves (bn EUR)		32,4

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		30-10-2012					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,5252	↑ 0,38	↑ 16,11	↑ 18,21		
OTP Obligatiuni	RON	12,1393	↑ 0,02	↑ 5,93	↑ 7,05		
OTP ComodisRO	RON	14,7265	↑ 0,02	↑ 5,45	↑ 6,56		
OTP Eurobond	EUR	11,0000	↑ 0,01	↑ 4,71	↑ 5,48		

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