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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.599,58	↓ -0,15	↑ 1,57
BET-C	3.042,77	↑ 0,16	↑ 2,37
BET-FI	26.924,04	↓ -0,45	↓ -0,32
BET-XT	525,64	↓ -0,26	↑ 0,98
FP	0,5955	↓ -0,42	↓ -0,17
SIF5	1,4890	↓ -0,07	↓ -0,40
TEL	14,1600	↑ 0,07	↑ 4,50
SIF3	0,7250	↓ -0,68	↓ -1,63
TLV	1,4300	↑ 0,35	↑ 2,51

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,50	↓ -1,5	↓ -3,0
12 month	5,54	↑ 0,5	↓ -0,5
3 year	5,66	↑ 2,0	↑ 4,0
5 year	5,67	↑ 2,0	↑ 4,0
10 year	5,74	↓ -1,5	↑ 2,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	500 mn RON	500 mn RON
Monday	3Y	500 mn RON	737 mn RON
Thursday	5Y	500 mn RON	

MONEY MARKET

	Rate (%)	Daily chg. (bp)	Weekly chg. (bp)
ON ROBOR	6,11	↑ 3,0	↓ -35,0
3M ROBOR	5,96	↓ -2,0	↑ 1,0
6M ROBOR	6,07	↓ -1,0	→ 0,0
1Y ROBOR	6,07	↓ -1,0	↓ -2,0
5Y CDS	182,60	↑ 0,0	↑ 7

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,3870	↑ 0,15	↑ 0,10
USD/RON	3,2441	↑ 0,60	↑ 0,35
CHF/RON	3,5660	↑ 0,45	↑ 0,44
100HUF/RON	1,49	↑ 0,43	↑ 0,30

Source: Reuters, OTP Research

Summary

- BVB indices finished mixed, in line with Europe and the US; BET gained 8.7% YTD;
- The Treasury will hold investor meetings in London , New York and Boston to issue another USD Eurobond
- Net wages were up 5.8% YoY in December; industrial trade turnover fall 3.5% YoY but during 2012 it had seen a 3.1% YoY advance
- NBR will present its inflation report today and the calendar for monetary policy meetings for 2013

Yesterday, BVB indices finished mixed, on a lower equities' turnover (5.4 mn EUR) compared to the previous day. The composite index BET-C (+0.16%) and the energy sector index BET-NG (+0.57%) were the only ones to show a small advance. In case of the latter, we witnessed again a significant hike Rompetrol's Rafinare stock price (+6.8%). In the past two day the stock has seen a jump of 23% and it is currently at the highest level seen in the past 12M. On the deals market there were a few trades as well with SIF Moldova, SIF Oltenia and Transelectrica. Since the beginning of the year, BET gained 8.7% already and BET-C posted the best performance among all stocks' indices seen at BVB, of 9.2%. Internationally, major indices finished mixed as well (in the US and Europe), while in Asia they closed in the red. Investors are eyeing today's ECB meeting on monetary policy issues when the base rate is widely expected to be kept at 0.75%. Comments regarding the continuation of relaxed monetary policy in the euro –zone may trim down some of the recent gains seen by the euro against the dollar.

On the money market, ROBOR ON advanced marginally yesterday, while the 3M/6M/1Y edged down. The 5Y CDS (euro contracts) is now at 183 bp, 7 bp higher on a weekly basis, as a consequence of a slightly deteriorated sentiment about the euro zone, fueled by political uncertainty that has emerged in the past few days related to Italy and Spain.

According to Reuters, the Treasury is planning another Eurobond issue denominated in USD and is holding investors meeting in the US and Europe. The Treasury plans to sell 2.5 bn EUR in Eurobonds this year. Today, it will hold an auction to sell 500 mn RON in 5Y bonds. The ISIN among the ones comprised in the JP Morgan's emerging market bond index (starting in March).

The Central Bank will present its inflation report today with details about the new inflation forecast and it will announce the calendar of monetary policy meeting for this year.

In December, net wages were up 5.8% YoY compared to 5.6% YoY in the previous month. The industrial trade figure showed a decline of 3.5% YoY in December, but during 2012 there was an advance of 3.1% YoY due to increasing sales of durable consumer goods (+11.3% YoY) and energetic industry (+8% YoY). Capital goods 'sales remained almost flat (+0.3% YoY).

PERIOD	INDICATOR	FACT	PREVIOUS	
Wednesday	Dec	Net wage growth rate (y-o-y, %)	5,8	5,6
	Dec	Industrial trade turnover index (y-o-y, %)	-3,5	5,0
	Dec	Index value of new orders in manufacturing (y-o-y, %)	5,2	5,2
Thursday		Construction works index (y-o-y, %)		1,4

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		05-Feb-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,0912	↑ 0,19	↑ 3,91	↑ 10,28		
OTP Obligatiuni	RON	12,4094	↑ 0,02	↑ 0,63	↑ 7,53		
OTP ComodisRO	RON	15,0348	↑ 0,02	↑ 0,62	↑ 6,93		
OTP Eurobond	EUR	11,1593	↑ 0,01	↑ 0,34	↑ 5,71		

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