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Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.339,46	↑ 0,55	↑ 0,04
BET-C	2.936,82	↑ 0,38	↑ 0,21
BET-FI	24.220,28	↑ 1,39	↓ -2,15
BET-XT	482,39	↑ 0,86	↓ -0,83
FP	0,6625	→ 0,00	↑ 0,38
BRD	7,7500	↑ 1,97	↓ -0,39
SIF3	0,4954	↑ 4,51	↓ -22,71
SIF1	1,0140	↑ 1,40	↑ 1,40
SIF5	1,3590	↑ 0,67	↑ 0,30

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	4,21	↓ -10,5	↓ -32,5
12 month	4,38	↓ -4,5	↓ -33,5
3 year	4,48	↓ -5,5	↓ -35,5
5 year	4,53	↓ -7,0	↓ -39,5
10 year	4,88	↓ -3,5	↓ -35,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	6M	500 mn RON	500 mn RON
Thursday	5Y	800 mn RON	800 mn RON

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	3,31	↓ -48,0	↓ -132,0
3M ROBOR	3,90	↓ -13,0	↓ -29,0
6M ROBOR	4,73	↓ -8,0	↓ -20,0
1Y ROBOR	4,81	↓ -7,0	↓ -20,0
5Y CDS	169,70	↓ -1,8	↓ -3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,3265	↑ 0,12	↑ 0,27
USD/RON	3,3177	↑ 0,01	↓ -0,15
CHF/RON	3,4991	↑ 0,02	↓ -0,08
100HUF/RON	1,47	↓ -0,09	↓ -0,84

Source: Reuters, OTP Research

Summary

- Deals made up to 2 thirds of yesterday's equities' turnover on BVB; Deals with BRD stocks totalled 6.8 mn EUR; major indexes finished up
- The Treasury sold 800 mn RON in 5Y bonds at 4.45%, 64 bp lower than in the end of April
- Inflation stood at 5.3% YoY in April; core 2 adjusted inflation continued to decline, as expected by the Central Bank
- Exports fell by 1.4% YoY in March and imports dropped by 4.5% YoY; in the previous 2 months, they had shown positive dynamics; weak demand from the Eurozone showed its effect in March.

BET climbed by 0.55% and all indexes finished in the green yesterday while in Europe equities' evolution was rather mixed. Total equities' turnover was 15.4 mn EUR and two thirds were made on the deals market. 4 companies were the subject of several deals: BRD (6.8 mn EUR), Fondul Proprietatea (2.4 mn EUR), SIF Muntenia and SIF Oltenia. BRD, FP and 3 SIFs were also the most traded top 5 companies by value yesterday.

The Treasury sold the planned amount of bills (500 mn RON) and bonds (800 mn RON) yesterday at significantly lower yields compared to last similar tenders. The 5Y bonds had an average accepted yield of 4.45% compared to 5.09% earlier in April. The 6M T-bills had an average accepted yield of 4%, compared to 5.53% at the end of January. Demand for the T-bills was high and bid to cover ratio stood at 5.96. For the 5Y bonds demand was not particularly impressive with total subscriptions standing at 1.5 bn RON and a bid to cover ratio of 1.89.

Inflation stood at 0.1% MoM and 5.3% YoY in April. Core 2 adjusted inflation, which is monitored by the Central Bank for monetary policy decisions, has dropped further to 2.9% YoY and it has constantly declined this year.

In March, the trade deficit has shrunk further to 2.5 bn RON (568 mn EUR), lower by 182 mn EUR than in March last year. This time, we witnessed a negative import dynamics (-4.5% YoY). Exports also fell on an annual basis (-1.4% YoY). The weak demand coming from Europe showed clearly in March. During the first two months of the year, the exports had a better than expected rhythm and the pace was alert: +6% YoY in January and 10% YoY in February. The euro-zone economy was in fact expected to perform the worst in Q1 and the poll on Reuters points to -0.1% QoQ GDP growth in Q1 and improving to +0.1% QoQ in Q2 and +0.2% QoQ in Q3 and Q4.

PERIOD	INDICATOR	FACT	PREVIOUS
Thursday	no data		
Friday April	Consumer price index (y-o-y,%)	5,3	5,4
Friday March	Exports (y-o-y, %)	-1,4	10,1
March	Imports (y-o-y,%)	-4,5	1,3

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		08-May-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	6,7375	↑ 0,24	↓ -1,27	↑ 4,65		
OTP Obligatiuni	RON	12,6045	↓ -0,01	↑ 2,22	↑ 7,56		
OTP ComodisRO	RON	15,2612	↑ 0,02	↑ 2,13	↑ 6,79		
OTP Eurobond	EUR	11,3964	↑ 0,01	↑ 2,47	↑ 6,69		

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