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Daily Report – Romania

Last data: 19.08.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.933,73	↑ 0,83	↑ 2,99	
BET-C	3.116,97	↑ 0,35	↑ 1,88	
BET-FI	26.042,83	↑ 0,50	↑ 1,37	
BET-XT	533,13	↑ 0,77	↑ 2,49	
TGN	190,0500	↑ 1,63	↑ 1,88	
FP	0,7065	↑ 0,21	↑ 1,65	
EBS	115,0000	↓ -2,38	↑ 2,13	
TLV	1,4400	↑ 1,41	↑ 5,11	
SIF3	0,5930	↑ 0,94	↑ 2,77	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,76	↓ -1,5	↓ -11,5	
12 month	3,86	↓ -0,5	↓ -8,0	
3 year	4,27	↓ -0,5	↓ -9,5	
5 year	4,50	↑ 1,5	↓ -1,0	
10 year	4,95	↑ 3,0	↑ 0,5	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	3Y	500 mn RON	500 mn RON
Thursday	5Y	500 mn RON	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	1,72	↓ -17,0	↓ -42,0	
3M ROBOR	3,73	↓ -3,0	↓ -15,0	
6M ROBOR	4,09	⇒ 0,0	↓ -12,0	
1Y ROBOR	4,15	⇒ 0,0	↓ -10,0	
5Y CDS	187,86	↑ 2,2	↑ 3,1	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4555	↑ 0,19	↑ 0,97	
USD/RON	3,3416	↑ 0,16	↑ 0,73	
CHF/RON	3,6154	↑ 0,33	↑ 0,88	
100HUF/RON	1,4824	↓ -0,01	↓ -0,09	

Source: Reuters, OTP Research

Summary

- Domestic equity indexes gained up to 0.8% yesterday, contrary to European indexes where most major indexes fell up to 1%; political turmoil in Italy was felt in the equities' market
- The Treasury sold 3Y bonds at 4.28%, 5 bp higher than last week and demand relatively lower
- Banks did not go to the repo this week
- The EUR/RON is currently trading at 4.46 and the market sentiment still negative, awaiting for Fed's messages.

Domestic equity indexes gained between 0.1% -0.8% yesterday, contrary to the European market dynamics where major indexes finished in the red and most of them fell up to 1%. On the local market, BET rose 0.83% d/d yesterday and almost 3% on a weekly basis. Total equities' turnover was higher than the previous day, at EUR 6.7 mn and 4 deals were made (BRD, OMV Petrom, Banca Transilvania), covering 10% of liquidity. In absence of any major macro data, European stocks were driven by expectations that Fed's policy will change as of September. Additionally, political turmoil in Italy has been felt in the rest of Europe as well and Italian equities slid down by more than 2%.

The negative market sentiment dominated the FX market as well and emerging market currencies such as the leu and its peers took a hit yesterday, losing some 0.2%-0.4% to the euro. Yesterday's local 3Y bond auction, although successful, had a less convenient environment and demand was lower than last week: total bids were only RON 1.6 bn compared to RON 1.8 bn last week. The auction has not managed to raise enough appetite from non-residents in order to boost the leu. The average accepted yield stood at 4.28%, 5 bp more than last week. For the moment, the negative sentiment persists in the market and the EUR/RON is trading around 4.46.

Banks did not go to the repo this week and in the past 3 weeks liquidity has been thriving. ROBOR ON stands at 1.72% and ROBID at 1.22%. The deposits rate for the ON facility with NBR which is 1.5%. We expect liquidity conditions to remain good this week.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday		no data		
Tuesday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		16-Aug-13					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,2349	↑ 0,17	↑ 5,84	↑ 12,96		
OTP Obligatiuni	RON	12,8201	↑ 0,02	↑ 3,94	↑ 7,57		
OTP ComodisRO	RON	15,4981	↑ 0,03	↑ 3,69	↑ 6,55		
OTP Eurobond	EUR	11,4944	↑ 0,01	↑ 3,34	↑ 6,19		

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