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# Daily Report – Romania

Last data: 20.08.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.898,10	↓ -0,09	↑ 0,47	
BET-C	3.106,14	↓ -0,02	↑ 0,11	
BET-FI	25.825,32	↓ -0,38	↓ -0,81	
BET-XT	529,99	↓ -0,14	↑ 0,17	
FP	0,6980	↓ -0,50	↓ -1,27	
EBS	111,4000	→ 0,00	↓ -3,97	
BVB	23,5000	↑ 3,80	↑ 3,52	
TLV	1,4300	↑ 0,70	↑ 1,42	
SIF5	1,5300	↓ -1,10	↓ -2,24	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,78	↑ 1,0	↑ 0,5	
12 month	3,87	↑ 1,0	↓ -0,5	
3 year	4,28	↓ 0,0	↑ 2,5	
5 year	4,53	↓ -1,0	↑ 6,5	
10 year	4,96	↑ 0,5	↑ 6,5	

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	1,67	↓ -1,0	↓ -29,0	
3M ROBOR	3,71	→ 0,0	↓ -5,0	
6M ROBOR	4,09	↓ -1,0	↓ -2,0	
1Y ROBOR	4,14	↓ -1,0	↓ -4,0	
5Y CDS	190,54	↑ 0,9	↑ 5,8	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4526	↑ 0,27	↑ 0,36	
USD/RON	3,3339	↑ 0,69	↓ -0,39	
CHF/RON	3,6152	↑ 0,20	↑ 1,07	
100HUF/RON	1,4804	↓ -0,23	↓ -0,18	

Source: Reuters, OTP Research

### Summary

- BVB indexes shed some losses yesterday with few exceptions, in line with global markets; sentiment for today is still negative in Europe and yesterday's FOMC minutes were not too revealing
- The EUR/RON is trading around 4.45; yesterday, the leu lost 0.3% to the euro and 0.7% to the dollar respectively
- The Treasury plans to sell RON 500 mn in 5Y bonds today but the market is a little less friendly than last week; on the secondary market, the 5y yields jumped 6 bp on a weekly basis.

BVB indexes closed rather mixed in a market with the lowest liquidity since the beginning of July, only EUR 2.5 mn and two deals. BET gave up 0.09%. BET-BK (+0.01%), the index of the most liquid 25 companies, and BET-NG (+0.12%), the index of energy companies advanced marginally. Fondul Proprietatea closed at 0.6980RON/share and lost 1.3% on a weekly basis. Among the top traded companies by value, we see two blue chips which managed to beat the market trend yesterday: BVB (+3.8%) and Banca Transilvania (+0.7%). In Europe, the sentiment remained negative and stocks shed some losses, with most major indexes losing up to 1%. Futures do not look improved either. The much awaited minutes from the FOMC meeting did little to enlighten the markets about the specifics of the Fed's timing and amount of the quantitative easing.

The leu lost again the small advance seen the previous day. EUR/RON closed again slightly above the 4.45 and it is currently trading around this level. Yesterday, the leu lost 0.3% to the euro and 0.7% to the dollar, respectively. We will continue to watch the Jackson Hole summit and the European PMI data (today) but we do not expect the leu to gain strength for the remaining of the week.

Liquidity continues to thrive and ROBOR ON stood at 1.67% while ROBOR 3M was set at 3.71% yesterday. The 5Y CDS (euro) gained some 6 bp on a weekly basis and some tension was felt in the government securities yields which mostly edged up w-o-w. The 5Y bond yield rose by 6 bp since last week and it stood at 4.53% at yesterday's fixing. Today, the Treasury will hold an auction to sell RON 500 mn in 5Y bonds and as we have seen on Monday, the market conditions are a little less favorable than last week.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		20-Aug-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,2174	↓ -0,38	↑	6,17	↑	12,54
OTP Obligatiuni	RON	12,8271	↑ 0,01	↑	4,01	↑	7,55
OTP ComodisRO	RON	15,5116	↑ 0,05	↑	3,76	↑	6,54
OTP Eurobond	EUR	11,4981	↑ 0,01	↑	3,38	↑	6,19

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