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Daily Report – Romania

Last data: 15.10.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	6.008,07	↑ 0,68	↑ 0,41	
BET-C	3.153,64	↑ 0,48	↑ 0,07	
BET-FI	26.731,63	↑ 0,31	↑ 0,46	
BET-XT	537,52	↑ 0,40	↓ -0,09	
FP	0,7800	↑ 1,43	↑ 4,28	
SIF3	0,5930	↑ 0,17	↓ -1,17	
EBS	108,0000	↑ 0,28	↑ 3,35	
SIF5	1,5600	↓ -1,02	↓ -2,19	
SNP	0,4400	→ 0,00	↓ -1,57	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	3,20	↓ -10,0	↓ -17,0	
12 month	3,35	↓ -3,5	↓ -12,0	
3 year	4,06	↓ -0,5	↓ -9,0	
5 year	4,47	↓ -1,0	↓ -1,0	
10 year	5,13	↓ -0,5	↓ -8,5	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Thursday	5Y	RON 1 bn	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	2,61	↓ -1,0	↓ -27,0	
3M ROBOR	3,23	↓ -1,0	↑ 5,0	
6M ROBOR	3,66	↓ -3,0	↓ -8,0	
1Y ROBOR	3,76	↓ -1,0	↓ -6,0	
5Y CDS	166,42	↓ 0,0	↓ -5,3	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4450	↓ -0,34	↑ 0,03	
USD/RON	3,2869	↓ -0,08	↑ 0,45	
CHF/RON	3,6019	↓ -0,31	↓ -0,52	
100HUF/RON	1,5018	↓ -0,29	↓ -0,06	

Source: Reuters, OTP Research

Summary

- BET gained 0.68% yesterday, in line with major European indexes on hopes that the US will close a deal on the debt ceiling; this is yet to be resolved and Fitch Ratings put the ratings watch on the USA AAA credit rating to negative yesterday
- The leu firmed 0.3% to the euro, on increased optimism regarding the state of budget and debt negotiations in the US.

BET gained 0.68% yesterday, in line with the dynamics witnessed in Europe. Among the blue chips, the best performance belonged to Biofarm (+6.46%), Fondul Proprietatea (+1.43%) and BVB (+1.22%). Equities' turnover was low, at EUR 2.5 mn and the deal market kept a low profile in the past few days. Although optimism exists regarding the closing of the US debt issue, uncertainty remains because US politicians have not come to an agreement yet. What is more, Fitch Ratings switched the ratings watch on the US AAA credit grade to negative and warned that a downgrade could follow.

As expected, the leu and most of its peers (except the Czech crown) gained on the news that the US is closer to striking a deal. The leu firmed 0.3% to the euro yesterday and it is almost flat on a weekly basis. The EUR/RON is trading around the yesterday's closing level, of 4.45.

The NBR released yesterday the results of the statistical research on foreign direct investment, for 2012. Net FDI flow stood at EUR 2.1 bn and was composed of investors' net equity stakes worth EUR 795 mn and EUR 1.3 bn in net credit to enterprises from foreign investors. In 2012, most capital increases were operated in manufacturing (EUR 529 mn), energy (EUR +497 mn), financial intermediation & insurance (EUR +646 mn) and construction & real estate (+EUR 295 mn). However, in the last economic branches (finance & insurance, constructions & real estate), the related FDI enterprises reported net losses. Looking at the FDI stock, top 3 countries that invested in Romania are the Netherlands (+22%), Austria (18%) and Germany (11%). FDI continued to decline this year and it shrank by roughly one third annually during the first 8M.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday		no data		
Wednesday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		14-Oct-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%	52W%	
OTP AvantisRO	RON	7,2447	↓ -0,42	↑	6,61	↑	12,57
OTP Obligatiuni	RON	12,9289	↑ 0,03	↑	4,81	↑	6,95
OTP ComodisRO	RON	15,6224	↑ 0,04	↑	4,53	↑	6,34
OTP Eurobond	EUR	11,5540	↑ 0,02	↑	3,87	↑	5,31

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