

## Headquarter Treasury Sales

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# Daily Report – Romania

Last data: 21.10.2013

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	5.932,47	↓ -0,68	↓ -0,58	
BET-C	3.116,07	↓ -0,68	↓ -0,72	
BET-FI	26.550,25	↓ -0,96	↓ -0,37	
BET-XT	531,02	↓ -0,82	↓ -0,81	
FP	0,7865	↓ -0,44	↑ 2,28	
TEL	12,8000	↑ 0,16	↓ -1,44	
SIF3	0,5840	↓ -0,93	↓ -1,35	
EBS	108,5000	→ 0,00	↑ 0,74	
SNP	0,4300	↓ -1,38	↓ -2,27	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	2,99	↓ -10,5	↓ -31,0	
12 month	3,08	↓ -7,0	↓ -30,0	
3 year	3,92	↓ -4,0	↓ -14,0	
5 year	4,35	↓ -3,0	↓ -13,5	
10 year	5,01	↓ -3,0	↓ -13,0	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	6M	RON 500 mn	RON 500 mn

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	1,73	↓ -39,0	↓ -89,0	
3M ROBOR	3,12	↓ -2,0	↓ -12,0	
6M ROBOR	3,63	→ 0,0	↓ -6,0	
1Y ROBOR	3,71	→ 0,0	↓ -6,0	
5Y CDS	161,95	↓ 0,0	↓ -4,5	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4,4345	↓ -0,25	↓ -0,57	
USD/RON	3,2407	↓ -0,26	↓ -1,48	
CHF/RON	3,5922	↓ -0,35	↓ -0,58	
100HUF/RON	1,5094	↓ -0,21	↑ 0,22	

Source: Reuters, OTP Research

### Summary

- BET lost 0.68% yesterday, after it slid on Friday as well; investors may have liquidated some positions in order to participate to the Romgaz offer which starts today and ends on 31<sup>st</sup> October
- The EUR/RON trades below 4.44, in a calm environment;
- The Ministry of Finance tapped another EUR 500 mn in 7Y Eurobonds at an average accepted yield of 4.15%, lower than in September (4.8%), as the international context was much friendlier
- The MoF also raised RON 500 mn in 6M T bills at 2.92%.

All domestic indexes ended in the green territory yesterday and BET lost 0.68%. Total equities turnover stood at EUR 4.9 mn, lower by 20% compared to the previous day. The dynamics could be explained by the fact that investors may have liquidated some positions in order to get more liquidity to participate in the IPO of Romgaz which starts today and ends on 31<sup>st</sup> October. In the rest of Europe, major indexes finished mixed before the unveiling of non-farm payrolls data in the US, which could give an indication of the size of recovery in the US and therefore help investors anticipate the moment when the Fed could start tapering.

There was no major data influencing the leu and the EUR/RON is benefiting of the rather calm markets. The CDS is shrinking further and 5Y quotation (euro contracts) is now as low as 162 bps, the lowest it has been in the post crisis years. The Ministry of Finance successfully tapped another EUR 500 mn, reopening the Sep 2020 eurobond issue. This adds to the well sized FX reserves of NBR.

The average accepted yield of the 2020 eurobond was 4.15%, lower compared to the earlier issuance in September (EUR 1.5 bn), when the average accepted yield stood at 4.8%. Since then, the international context was friendlier and 5Y CDS fell by more than 20 bps. The Treasury also raised the planned RON 500 mn in 6M T-bills at an average accepted yield of 2.92% compared to 4.24% in Mid July. However, in the case of the domestic issuance, liquidity conditions were much improved since July and the base rate is now lower by 75 bps. Demand was healthy at RON 1.16 bn and bid to cover stood at 2.3.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday		no data		
Tuesday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		18-Oct-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,2328	↓ -0,43	↑	6,44	↑	9,52
OTP Obligatiuni	RON	12,9343	↑ 0,01	↑	4,88	↑	6,79
OTP ComodisRO	RON	15,6290	↑ 0,01	↑	4,60	↑	6,36
OTP Eurobond	EUR	11,5573	↑ 0,01	↑	3,91	↑	5,28

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