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Daily Report – Romania

Last data: 22.01.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6.577,69	↑ 0,16	↑ 0,79
BET-C	3.400,49	↑ 0,04	↑ 0,20
BET-FI	32.115,24	↑ 0,31	↑ 0,31
BET-XT	613,12	↑ 0,17	↑ 0,82
FP	0,8150	↑ 0,18	↓ -1,39
SNG	34,0000	↓ -0,56	↑ 0,09
SIF5	2,0400	↑ 0,54	↑ 1,49
SIF2	1,5100	↑ 0,13	↑ 1,07
SNP	0,4850	⇒ 0,00	↑ 1,25

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1,84	↓ -1,5	↓ -3,0
12 month	2,10	↓ -3,0	↓ -11,0
3 year	3,16	↑ 0,0	↓ -15,5
5 year	4,12	↓ -2,5	↓ -12,5
10 year	5,09	⇒ 0,0	↓ -4,5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	RON 714 mn
Thursday	12M	RON 1 bn	
Thursday	5Y	EUR 200 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0,95	↓ -3,0	↓ -5,0
3M ROBOR	1,98	↓ -1,0	⇒ 0,0
6M ROBOR	2,65	↓ -1,0	⇒ 0,0
1Y ROBOR	2,77	↑ 1,0	↓ -5,0
5Y CDS	161,96	↓ 0,0	↓ -0,9

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5285	↓ -0,07	↑ 0,12
USD/RON	3,3438	↑ 0,05	↑ 0,62
CHF/RON	3,6677	↓ -0,13	↑ 0,31
100HUF/RON	1,4977	↑ 0,04	↓ -0,56

Source: Reuters, OTP Research

Summary

- BET added 0.2% yesterday on higher equities' turnover; so far this year, the best performing index was the blue chips ROTX, showing a 4.2% uptake ytd, whereas BET only added 1.3%; low start this morning after disappointing Chinese manufacturing related data
- The budget minister expects higher economic growth this year.

BET finished up yesterday and added 0.2% while total equities' turnover mounted to EUR 5.9 mn and deals revived, covering one fifth of liquidity. The only index which finished in the red was BET-NG, representing the energy sector. The blue chips index ended the day posting the highest growth, of 0.6%. However it was led mainly by 2 banking stocks, Erste Group (+1.9%) and Banca Transilvania (+1.4%) while overall the blue chips had a quite mixed dynamics. So far into this year though, the blue chips' index appreciated the most, moving up 4.2%, compared to only 1.3% recorded by BET which is showing the slowest pace. In Europe, the sentiment is down this morning after the disappointing Chinese manufacturing data related worries. Later on today, we will see releases of the euro-zone PMI data and consumer confidence which are expected to have improved marginally in January.

As the IMF mission continues in Romania, government officials commented on the economic expectations on growth and privatisations to take place in 2014. Liviu Voinea, the budget minister stated that he expects a higher pace of growth in 2014, than the previous year, although it will be below country's potential. However, agriculture had a great contribution in 2013, unlikely to be repeated this year. As to the planned privatisations for June – July (Electrica, the energy complex Oltenia and Hidroelectrica), they are said to be technically ready to be launched and it all depends on the market. Taking a larger perspective, European parliamentary elections are scheduled for the mid year and according to the current Davos discussions, there could be tensions surrounding these elections.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday		no data		
Thursday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		21-Jan-14					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7,9258	↑ 0,02	↑ 1,29	↑ 11,66		
OTP Obligatiuni	RON	13,1112	↑ 0,01	↑ 0,23	↑ 5,92		
OTP ComodisRO	RON	15,8194	↑ 0,00	↑ 0,22	↑ 5,51		
OTP Eurobond	EUR	11,6491	↑ 0,01	↑ 0,16	↑ 4,53		

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