

Last data:20.02.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6.421,36	↓ -0,16	↑ 0,94
BET-C	3.264,61	↓ -0,21	↓ -0,12
BET-FI	30.602,26	↓ -0,94	↓ -1,99
BET-XT	592,99	↓ -0,35	↑ 0,23
FP	0,8155	↓ -0,73	↓ -1,39
SNG	33,1000	↓ -0,30	↑ 0,21
BRD	8,7900	↓ -0,11	↑ 2,21
TLV	1,7410	↑ 0,12	↑ 4,25
SNP	0,4588	↑ 0,39	↓ -0,91

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,44	↑ 12,0	↑ 17,5
12 month	3,59	↑ 15,0	↑ 20,0
3 year	4,10	↑ 9,0	↑ 22,5
5 year	4,85	↑ 8,5	↑ 15,0
10 year	5,52	↑ 4,5	↑ 4,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	5Y	RON 500 mn	RON 500 mn
Thursday	5Y	EUR 200 mn	EUR 200 mn
Thursday	1Y	RON 1,2 bn	RON 0 bn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0,90	↓ -172,0	↓ -358,0
3M ROBOR	3,76	↑ 13,0	↑ 17,0
6M ROBOR	3,68	↑ 7,0	↑ 12,0
1Y ROBOR	3,70	↑ 9,0	↑ 15,0
5Y CDS	161,11	↓ 0,0	↑ 1,3

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,5170	↑ 0,06	↑ 0,62
USD/RON	3,2927	↑ 0,16	↑ 0,30
CHF/RON	3,6996	↑ 0,04	↑ 0,75
100HUF/RON	1,4488	↑ 0,54	↑ 0,36

Source: Reuters, OTP Research

Summary

- After sliding yesterday between 0.1% and 0.9%, domestic equities opened up this morning, on improved investor sentiment following the release of the US Markit PMI which came out above expectations
- EUR/RON is trading above 4.51 this morning;
- Money market rates inch higher, except for the short maturities; government yields went up as well, by a maximum of 15 bps d/d, for the 12M benchmark;
- The Treasury rejected all bids for the 1Y T-bills but sold EUR 200 mn in 5Y bonds at 3.3%.

Domestic equity indexes ended in the red territory yesterday and varied between -0.1% and -0.9%. The largest hit was BET-FI (-0.9%). Total turnover was high at EUR 23.9 mn and nearly 90% was made by deals, especially with SIF Muntenia, SIF Moldova and Fondul Proprietatea. In Europe, major indexes finished mixed yesterday, after the euro-zone's PMI came lower than expected in February but still above the 50 level which is interpreted as an improvement of business conditions. The consumer confidence indicator too turned out lower than expected and worse than in January. Meanwhile in the US, we witnessed a higher than expected PMI index for February released by Markit, after a recent bunch of macro data played down a bit the revival of the US economy and questioned the Fed's decision to continue with tapering. This boosted sentiment and markets opened up this morning.

The improved perception triggered by the release of the Markit PMI in the US helped marginally the European emerging market currencies this morning, including the leu. EUR/RON is trading above 4.51 this morning. However, the EUR/RON is still trading higher by 0.6% on a weekly basis.

On the money markets, except for the short term maturities, rates are still climbing. ROBOR 1W stood at 4.48% yesterday. Consequently, government securities yields advanced by 4 to 15 bps yesterday and up to 22 bps on a weekly basis. As expected, the outcome of the auction for 1Y T-bills was not favorable due to pressure on yields. The Treasury rejected all bids. The Treasury managed to sell the planned EUR 200 mn though in 5Y bonds at an average accepted yield of 3.3%.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday		no data		
Friday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		19-Feb-14				
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%	
OTP AvantisRO	RON	7,6201	↓ -0,12	↓ -2,47	↑ 7,94	
OTP Obligatiuni	RON	13,1442	↑ 0,01	↑ 0,48	↑ 5,66	
OTP ComodisRO	RON	15,8702	↑ 0,01	↑ 0,53	↑ 5,30	
OTP Eurobond	EUR	11,6698	↑ 0,01	↑ 0,34	↑ 4,43	
OTP Dollar Bond	USD	9,9939	↑ 0,00	↑ 0,00	N/A	

Chief Economist
Gergely Tardos

+36 1 374 7273

tardosg@otpbank.hu

Analyst
Mihaela Neagu

+4021 307 58 64

mihaela.neagu@otpbank.ro

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