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Daily Report – Romania

Date: 27.06.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,878.47	↑ 0.40	↑ 1.94
BETPlus	1,018.52	↑ 0.37	n.a
BET-FI	29,608.33	↑ 1.08	↑ 3.57
BET-XT	618.39	↑ 0.46	↑ 2.06
FP	0.8460	↑ 1.81	↑ 4.19
SNP	0.4675	↓ -0.53	↑ 2.86
SIF2	1.3100	↑ 1.00	↑ 3.31
SNN	8.0000	→ 0.00	→ 0.00
SNG	34.0500	↓ -0.15	↓ -0.29

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.01	↓ -7.0	↓ -6.5
12 month	2.14	↓ -6.5	↓ -13.0
3 year	3.00	↓ -3.0	↓ -15.0
5 year	3.41	↓ -8.5	↓ -21.0
10 year	4.39	↓ -1.5	↓ -6.5

GOV'T BOND AUCTIONS

Maturity	Auctions	Sold
Monday		

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2.26	↓ -52.0	↑ 143.0
3M ROBOR	2.41	↓ -2.0	↑ 2.0
6M ROBOR	2.74	↓ -3.0	↓ -2.0
1Y ROBOR	2.82	↓ -5.0	↓ -3.0
5Y CDS	135.00	↓ -1.6	↓ -1

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.3920	↑ 0.04	↓ -0.01
USD/RON	3.2198	↑ 0.10	↓ -0.28
CHF/RON	3.6114	↑ 0.02	↑ 0.07
100HUF/RON	1.42	↑ 0.05	↓ -1.43

Source: Reuters, OTP Research

Summary

- BET added 0.4% d/d on Friday; total equities turnover stood at EUR 359 mn as the IPO of Electrica was recorded; the week is rich in market moving data
- In May, residential building permits inched up 6.6% YoY, reconfirming that residential constructions are catching strength and the economy too, given that it is seen as a leading indicator.

BET added 0.4% d/d and 1.9% w/w on Friday. Total equities' turnover stood at EUR 359 mn as it recorded also the IPO of Electrica on the domestic market. All the tranches cumulated nearly EUR 355 mn. The closing price for the IPO was RON 11/share for institutional investors and RON 10.45/share for the small investors who do not have a warranted allocation and subscribed during the first 5 days. BERD invested over RON 320 mn RON in 8.6% of Electrica stocks. The IPO of Electrica is a breath of oxygen for the local capital market, considering that one of the largest liquidity providers, Fondul Proprietatea could be heading closer of its exit from the local market.

May data revealed that residential building permits rose by 6.6% YoY, reconfirming that the residential market is slowly recovering and that the economy is therefore gaining strength too given that it seen as a leading indicator. This is also in line with the evolution of the production volume seen in residential constructions which has had a positive evolution this year so far, unlike the headline constructions figure dragged down by the civil engineering works, where the lack of public investments decide the fate of the game.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	no data			
Monday	May	Residential buildings construction	6.6	-6.2

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		26.06.2014					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7.8609	↓ -0.04	↑ 0.44	↑ 15.94		
OTP Obligatiuni	RON	13.3846	↑ 0.08	↑ 2.33	↑ 5.31		
OTP ComodisRO	RON	16.1009	↑ 0.01	↑ 2.00	↑ 4.72		
OTP Eurobond	EUR	11.8151	↑ 0.14	↑ 1.59	↑ 3.24		
OTP Dollar Bond	USD	10.1142	↑ 0.01	↑ 1.15	n.a.		

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