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Daily Report – Romania

Date: 24.07.2014

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,955.11	↑ 0.39	↑ 0.42
BETPlus	1,029.85	↑ 0.39	↑ 0.40
BET-FI	30,257.81	↑ 0.62	↑ 1.87
BET-XT	627.59	↑ 0.48	↑ 0.94
EL	10.9100	↑ 0.46	↑ 0.55
SNG	33.9500	→ 0.00	↑ 0.50
SIF1	1.2410	↑ 1.06	↑ 3.24
SIF3	0.3230	↓ -0.74	↑ 4.70
SIF2	1.3770	↑ 1.18	↑ 1.77

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.94	↑ 2.0	↑ 3.0
12 month	2.05	↓ -1.0	↓ -0.5
3 year	2.79	↓ -1.0	↓ -0.5
5 year	3.28	↓ -2.5	↓ -8.0
10 year	4.15	↑ 0.0	↓ -12.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6.9	RON 300 mn	RON 557 mn
Thursday	4.3	RON 300 mn	RON 300 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2.96	↑ 219.0	↑ 215.0
3M ROBOR	2.20	→ 0.0	↑ 1.0
6M ROBOR	2.54	↓ -1.0	→ 0.0
1Y ROBOR	2.68	↑ 1.0	↑ 3.0
5Y CDS	122.27	↑ 0.0	↑ 2.7

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4047	↓ -0.30	↓ -0.85
USD/RON	3.2721	↓ -0.30	↓ -0.39
CHF/RON	3.6262	↓ -0.30	↓ -0.95
100HUF/RON	1.43	↓ -0.49	↑ 0.28

Source: Reuters, OTP Research

Summary

- BET gained 0.4% yesterday; European stocks were boosted by the good manufacturing PMI figure for July
- The Treasury sold bonds with residual maturity of 4.3Y at 3.1%, 22 bps lower than mid June
- A new reserve period started, ROBOR ON jumped to 2.96%; nearly RON 6 bn in government debt matures next Monday.

BET continued to end the day in the green (+0.4%) but total equities' turnover was rather low at EUR 4.7 mn, with nearly no activity in the deals market. In Europe, stocks were boosted by the improved manufacturing PMI data for July, which opens the third quarter on a high note. The picture could be completed today by the release of the German IFO index. In the US, the manufacturing PMI (July) came lower than expected and home sales data for June decelerated faster than predicted. Again, we will come across market moving data later today when US durable goods orders for June will be released.

The Treasury sold bonds with a residual maturity of 4.3 years at an average accepted yield of 3.1%, lower by 22 bps than in mid June. Yields have generally slid lower on a weekly basis, especially at the long end of the curve, The 10Y yield lost 12 bps on a weekly basis.

As we entered a new reserve period, ROBOR ON rate jumped to 2.96%. On 28th July, RON 5.8 bn in government securities come to maturity, helping boost liquidity.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday		no data		
Friday		no data		

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		23.07.2014					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	7.8475	↑ 0.44	↑ 0.27	↑ 13.27		
OTP Obligatiuni	RON	13.4489	↑ 0.01	↑ 2.83	↑ 5.36		
OTP ComodisRO	RON	16.1450	↑ 0.01	↑ 2.28	↑ 4.59		
OTP Eurobond	EUR	11.8414	↑ 0.01	↑ 1.82	↑ 3.21		
OTP Dollar Bond	USD	10.1314	↑ 0.01	↑ 1.32	n.a.		

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