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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,279.70	↑ 0.06	↓ -1.04
BETPlus	1,071.59	↑ 0.05	↓ -0.96
BET-FI	30,356.10	↑ 0.01	↓ -0.20
BET-XT	659.41	↑ 0.03	↓ -0.89
FP	0.8500	→ 0.00	↓ -0.58
SNG	35.3500	↓ -0.70	↓ -3.15
TGN	282.0000	↓ -0.07	↑ 0.37
TLV	2.1000	↑ 0.24	↓ -0.16
TEL	25.7900	↓ -0.42	↓ -0.27

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.31	→ 0.0	↑ 3.0
12 month	1.46	→ 0.0	↑ 2.5
3 year	2.14	↑ 1.5	↑ 5.0
5 year	3.10	↑ 2.5	↑ 13.5
10 year	4.15	↑ 6.0	↑ 27.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	4Y	RON 300 mn	RON 300 mn
Thursday	3M	RON 400 mn	RON 400 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.59	→ 0.0	↓ -2.0
3M ROBOR	1.25	↑ 1.0	→ 0.0
6M ROBOR	1.54	↑ 5.0	↑ 2.0
1Y ROBOR	1.61	↑ 5.0	↑ 5.0
5Y CDS	109.69	→ 0.0	↑ 0.5

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4873	↑ 0.00	↑ 0.54
USD/RON	3.9501	↓ -0.14	↓ -0.35
CHF/RON	4.2836	↓ -0.20	↑ 0.85
100HUF/RON	1.4367	↓ -0.37	↑ 0.13

Source: Reuters, OTP Research

Summary

- Yesterday's negotiations between Greece and its European creditors ended again without any major progress. President Donald Tusk called EU leaders for an emergency meeting on Monday (22 June).
- The RON is traded well below 4.49 this morning.
- Medium and long-term yields moved up 2-6 bps.
- On Thursday, RON 400 mn debt was sold by the Treasury on 1.22% average yield.
- The BVB indices closed practically flat, while the traded volumes dropped to RON 17 mn.

Yesterday's talks over Greece did not bring any notable headway, thus the highly indebted country got closer to a potential default. In response to the failure in Luxembourg, the President of the European Council Donald Tusk convened an emergency summit on Monday in order to discuss the situation of Greece.

The EUR/RON is traded around 4.4850 this morning, which is not too far from yesterday's closing level.

The yield curve continued to steepen yesterday as well. While short-term yields remained untouched on Thursday, medium and short-term rates shifted up 2-6 bps. On a weekly basis, the 10Y maturity already points to a 27 bps rise, reaching 4.15%.

The Treasury successfully sold RON 400 mn debt amid healthy demand. The 3M bills were allotted on a 1.22% average yield, marginally (+2 bps) higher than at the previous similar auction in March. The bid-to-cover ratio stood at 2.2.

Romania's key equity indices changed little on low volumes (RON 17 mn). The BET advanced less than 0.1%, as its individual components moved in mixed directions. The nice gains of Nuclearelectrica (+0.8%) and OMW Petrom (+0.7%) were offset by the shares of the BVB (-0.9%) and Romgaz (-0.7%). Despite the Greek uncertainties, the main Western-European benchmarks ended in the green on Thursday. What is more, US stocks practically rallied yesterday, sending the NASDAQ Composite to a record high. Gains registered in the past few days were also supported by the Fed's dovish message.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
16-Jun	Tuesday	May	New passenger car registrations (YoY%)	6.4	9.0
17-Jun	Wednesday		no data		
18-Jun	Thursday		no data		
19-Jun	Friday		no data		
22-Jun	Monday		Flash Consumer Confidence Indicator		-17.3

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		17-Jun-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.2696	↑ 0.18	↑ 3.35	↑ 6.26		
OTP Obligatiuni	RON	13.9765	↑ 0.03	↑ 1.41	↑ 4.82		
OTP ComodisRO	RON	16.7294	↑ 0.00	↑ 1.37	↑ 4.12		
OTP Euro Bond	EUR	12.1335	↑ 0.00	↑ 0.92	↑ 2.99		
OTP Dollar Bond	USD	10.4810	↑ 0.00	↑ 1.55	↑ 3.86		

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