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Daily Report – Romania

Date: 19.06.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,285.41	↑ 0.08	↓ -1.13
BETPlus	1,072.84	↑ 0.12	↓ -1.01
BET-FI	30,363.29	↑ 0.02	↓ -0.79
BET-XT	659.87	↑ 0.07	↓ -1.15
FP	0.8490	↓ -0.12	↓ -0.12
TLV	2.0600	↓ -1.90	↓ -3.51
TGN	281.0000	↓ -0.35	→ 0.00
SNP	0.3680	↑ 1.10	↑ 0.14
SNG	35.4200	↑ 0.20	↓ -2.32

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.31	→ 0.0	↑ 3.0
12 month	1.44	↓ -1.5	↑ 1.5
3 year	2.12	↓ -2.0	↑ 3.5
5 year	3.08	↓ -2.5	↑ 11.0
10 year	4.13	↓ -2.5	↑ 22.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	3M	RON 400 mn	RON 400 mn
Monday	4.9Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.59	→ 0.0	↑ 3.0
3M ROBOR	1.27	↑ 2.0	↑ 2.0
6M ROBOR	1.55	↑ 1.0	↑ 3.0
1Y ROBOR	1.62	↑ 1.0	↑ 7.0
5Y CDS	111.02	↑ 1.3	↑ 1.8

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4925	↑ 0.12	↑ 0.35
USD/RON	3.9607	↑ 0.27	↓ -0.27
CHF/RON	4.3152	↑ 0.74	↑ 0.79
100HUF/RON	1.4356	↓ -0.07	↑ 0.15

Source: Reuters, OTP Research

Summary

- The Greek government sent a new plan to its international creditors ahead today's meetings. The new offer was considered by EU officials to be "a good basis for progress".
- The RON slightly weakened compared to the EUR (4.49) on Friday, but it is traded lower this morning.
- Today, the Treasury plans to sell RON 300 mn in 5Y bonds.
- On weekly basis, Romania's main indices ended in the negative territory, while equities' total turnover inched up to RON 43 mn on Friday.

Greek premier Alexis Tsipras presented a new set of proposals to EU's leaders Angela Merkel, Francois Hollande and Jean-Claude Juncker over the weekend in order to avoid a collision at Monday's Euro summit (the meeting of head of states or governments of the eurozone's member states). The new plan, also sent to the country's main creditors on Sunday, was considered by some EU officials to be "a good basis for progress". Today's agenda is crowded as first Prime Minister Tsipras should talk with the representatives of Greece's international partners, after that the negotiations may continue with the eurozone's finance ministers starting from 13:30 (Romanian time), while an Euro summit is going to be held at 20:00. Reportedly, the new offer includes the elimination of early retirement option, as well as higher tax rates for middle and high-income earners and additional levies for numerous companies.

After losing some ground compared to the EUR on Friday, the RON looks to be stronger this morning, appreciating to around 4.48.

In weekly comparison, the yield curve shifted up 3-23 bps with higher movements at the long end. The treasury aim to sell RON 300 mn in 4.9Y bonds today.

Most of the BVB indices closed marginally higher on Friday, but they remained in the red zone in a weekly comparison. Among the individual stocks of the BET index, the BRD was the best performer, adding 1.7%, while the shares of Banca Transilvania lost 1.9%. At the same time, equities' total turnover went up to RON 43 mn, due to the FP, which was traded in volume of RON 37 mn. Europe's main equity benchmarks changed mixed: while the CAC40 could add 0.3%, the FTSE100 was practically flat and Germany's DAX slipped 0.5%. In the USA, the key indices recorded modest losses (between 0.3% and 0.6%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
17-Jun	Wednesday		no data		
18-Jun	Thursday		no data		
19-Jun	Friday		no data		
22-Jun	Monday	Flash Consumer Confidence Indicator			-17.3
23-Jun	Tuesday		no data		

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		18-Jun-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.2783	↑ 0.11	↑ 3.46	↑ 5.96		
OTP Obligatiuni	RON	13.9763	↓ 0.00	↑ 1.41	↑ 4.81		
OTP ComodisRO	RON	16.7298	↑ 0.00	↑ 1.38	↑ 4.11		
OTP Euro Bond	EUR	12.1528	↑ 0.16	↑ 1.08	↑ 3.15		
OTP Dollar Bond	USD	10.4830	↑ 0.02	↑ 1.57	↑ 3.71		

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