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# Daily Report – Romania

Date: 25.06.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,261.02	↑ 0.15	↓ -0.26
BETPlus	1,068.82	↑ 0.08	↓ -0.26
BET-FI	29,744.22	↓ -0.43	↓ -2.02
BET-XT	657.45	↑ 0.14	↓ -0.30
FP	0.8050	↓ -0.98	↑ 0.60
BRD	10.5000	↑ 1.35	↑ 1.65
TLV	2.0400	↑ 0.25	↓ -2.86
TEL	25.4000	↑ 0.83	↓ -1.51
EL	12.4000	↑ 0.16	↑ 4.20

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.25	↓ -1.5	↓ -5.5
12 month	1.44	↑ 1.0	↓ -2.0
3 year	1.96	⇒ 0.0	↓ -17.5
5 year	2.88	↓ -1.5	↓ -22.0
10 year	3.91	↓ -1.0	↓ -24.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	4.9Y	RON 300 mn	RON 300 mn
Thursday	2Y	RON 300 mn	RON 300 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.74	↓ -11.0	↑ 15.0
3M ROBOR	1.28	↓ -1.0	↑ 3.0
6M ROBOR	1.54	⇒ 0.0	⇒ 0.0
1Y ROBOR	1.62	⇒ 0.0	↑ 1.0
5Y CDS	110.68	↑ 0.0	↑ 1.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4530	↓ -0.44	↓ -0.76
USD/RON	3.9737	↓ -0.44	↑ 0.60
CHF/RON	4.2406	↓ -0.77	↓ -1.00
100HUF/RON	1.4252	↓ -0.84	↓ -0.80

Source: Reuters, OTP Research

**Summary**

- The negotiations between Greece and its creditors advanced slowly yesterday; the country will have another chance to find a resolution on Saturday.
- The RON could march further against the EUR, despite Thursday's headwind.
- The Treasury successfully borrowed the planned RON 300 mn in 2Y bonds at yesterday's auction amid strong demand.
- Romania's central bank recorded profit of RON 1.1 bn in 2014.
- Most of the BVB indices closed with slight gains on declining volumes (RON 27 mn).

Greek bailout talks progressed slowly yesterday, failing to reach the long-awaited agreement. Meanwhile, the clock is ticking down on Greece, as the country should reimburse more than EUR 1.5 bn to the IMF next Tuesday. According to EU's commissioner Pierre Moscovici, pension reforms and VAT changes were the sticking points of the negotiations. Athens will get another chance to unlock the remaining EUR 7.2 bn funds from its financial aid on the following Eurogroup meeting scheduled for Saturday, which is considered to have "decisive significance", as German Chancellor Angela Merkel said this morning.

Despite the uncertainties over Greece, the RON gained even more ground compared to the EUR yesterday, sending the pair close to 4.45. At the same time, the RON's regional peers weakened.

At Thursday's 2Y auction, nine commercial banks subscribed for RON 1.167 mn, setting the bid-to-cover ratio to 3.9. The average accepted yield stood at 1.86%, while the allotted amount was in line with the Treasury's plan of RON 300 mn.

According to its 2014 Annual Report published yesterday, the NBR ended last year with a RON 1.1 bn profit, following losses in value of RON 1.3 bn in 2013.

The BVB indices registered small gains with the exception of the BET-FI, which closed 0.4% lower yesterday, after among its components only SIF Banat Crisana and SIF Oltenia could climb marginally higher (0.1% each). Among the individual stocks of the BET index, the SNN was the best performer, adding 2.2%.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
23-Jun	Tuesday		no data		
24-Jun	Wednesday		no data		
25-Jun	Thursday	May	M3 (broad money, YoY%)	7.1	6.9
25-Jun		May	Non-government loans (YoY%)	-1.9	-3.8
25-Jun		May	Non-government deposits (YoY%)	6.0	6.3
26-Jun	Friday	May	New commercial vehicle registrations (YoY%)	18.9	19.7
29-Jun	Monday	May	Licenses for residential buildings (YoY%)		-0.5
29-Jun		June	Economic Sentiment Indicator		103.2
29-Jun		June	Consumer Confidence Indicator		-17.3

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		24-Jun-15					
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%		
OTP AvantisRO	RON	8.3083	↑ 0.29	↑ 3.83	↑ 5.89		
OTP Obligatiuni	RON	13.9834	↑ 0.04	↑ 1.46	↑ 4.70		
OTP ComodisRO	RON	16.7339	↑ 0.02	↑ 1.40	↑ 3.95		
OTP Euro Bond	EUR	12.1588	↑ 0.04	↑ 1.13	↑ 3.11		
OTP Dollar Bond	USD	10.4856	↑ 0.01	↑ 1.59	↑ 3.69		

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