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Daily Report – Romania

Date: 03.07.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,264.85	↓ -0.80	↓ -0.76
BETPlus	1,067.99	↓ -0.72	↓ -0.83
BET-FI	29,946.03	↑ 0.23	↑ 0.30
BET-XT	658.72	↓ -0.69	↓ -0.64
TLV	2.1470	↑ 0.14	↑ 2.97
SNG	33.7100	↓ -7.52	↓ -7.64
BRD	11.0200	↑ 0.18	↑ 3.09
FP	0.7960	↓ -0.50	↓ -0.69
SNP	0.3765	↑ 1.48	↓ -1.95

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.33	↑ 0.5	↑ 7.5
12 month	1.52	↑ 0.5	↑ 9.0
3 year	2.12	↑ 1.5	↑ 15.5
5 year	3.08	↑ 1.5	↑ 18.5
10 year	4.18	↑ 2.0	↑ 27.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	2.5Y	RON 300 mn	RON 228 mn
Monday	6Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.59	↓ -2.0	↓ -18.0
3M ROBOR	1.28	↓ -1.0	↔ 0.0
6M ROBOR	1.56	↔ 0.0	↑ 3.0
1Y ROBOR	1.65	↔ 0.0	↑ 3.0
5Y CDS	115.16	↑ 0.0	↑ 4.5

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4786	↑ 0.00	↑ 0.42
USD/RON	4.0364	↓ -0.10	↑ 1.11
CHF/RON	4.2872	↑ 0.08	↑ 0.09
100HUF/RON	1.4267	↑ 0.36	↓ -0.09

Source: Reuters, OTP Research

Summary

- “No” votes won in Greece’s referendum on Sunday.
- The RON is traded somewhat higher compared to the EUR this morning.
- The NBR holds a repo operation today.

Yesterday Greek voters rejected firmly the conditions of a bailout programme offered by the country's international creditors. The referendum's result outlined a convincing majority of “no” votes (61.3% vs. 38.7% according to the final data), which came as a surprise after last week's polls, showing a much more balanced picture between the two camps. In the light of the success of “no”, the situation became even more uncertain after the chance of a Greek exit from the euro area, into uncharted waters, increased further. Following the referendum, EU leaders launched multilateral consultations ahead of an emergency summit with Greece in the focus, planned for Tuesday. Today, the ECB also holds a meeting in order to discuss the ELA, where the Governing Council could maintain the current limits of the facility according to the market expectation. At the same time, the Greek authorities expressed their intention to continue the negotiations with creditors, while the country's frequently criticized Finance Minister Yanis Varoufakis announced his resignation, aiming to urge the opening of a new round of talks.

The news sent the EUR/USD pair below 1.10, but the common European currency could regain some ground since then. This morning, the RON also opened weaker compared to the EUR, as the pair was traded above 4.49, but it came down as low as 4.48 later.

Today, the Romania's Central Bank announced a repo operation, where commercial banks may submit their funding requests toward the NBR until 11.45 AM.

Generally, European stock markets are staying in the red currently, but the reaction is not panicky.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
1-Jul	Wednesday	July	Base rate decision (%)	1.75	1.50	1.75
1-Jul		June	FX Reserves, EUR bn	30.1		30.2
1-Jul		May	Tourists' overnight stays (YoY%)	12.3		14.1
2-Jul	Thursday	May	Producer Price Index (YoY%)	-2.4		-2.8
3-Jul	Friday	May	Retail trade (YoY%)	3.1		7.1
6-Jul	Monday		no data			
7-Jul	Tuesday	May	Net wage growth rate (YoY%)			7.0
7-Jul		Q1 2015	Detailed GDP growth rate (YoY%, provisional data 2)			2.7
7-Jul		May	Industrial trade turnover index (YoY%)			-0.8
7-Jul		May	Index value of new orders in manufacturing (YoY%)			4.1

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Open-End Funds		2-Jul-15					
Open-end fund	ccy	last NAV/U		1d%		Ytd%	52W%
OTP AvantisRO	RON	8.3694	↓	-0.28	↑	4.60	↑ 3.79
OTP Obligatiuni	RON	13.9875	↑	0.01	↑	1.49	↑ 4.32
OTP ComodisRO	RON	16.7393	↑	0.00	↑	1.43	↑ 3.91
OTP Euro Bond	EUR	12.1568	↑	0.01	↑	1.12	↑ 2.79
OTP Dollar Bond	USD	10.4860	↑	0.00	↑	1.60	↑ 3.64

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