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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,601.51	↑ 0.12	↓ -0.02
BET-TR	8,658.17	↑ 0.11	↓ -0.04
BET-FI	32,523.80	↓ -0.42	↑ 1.53
BET-XT	695.04	↑ 0.07	↑ 0.38
TLV	2.4800	↑ 1.64	↑ 3.38
BRD	11.6200	↓ -0.68	↑ 1.93
FP	0.8070	↓ -0.74	↓ -0.98
TGN	274.0000	↑ 0.88	↓ -0.18
TEL	27.4500	↓ -0.25	↑ 0.55

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.21	↑ 0.5	↓ -2.5
12 month	1.36	→ 0.0	↓ -5.5
3 year	1.91	↓ -1.5	↓ -3.0
5 year	2.81	→ 0.0	↓ -1.0
10 year	3.79	↓ -0.5	↑ 1.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	2.4Y	RON 300 mn	RON 300 mn
Monday	5.8Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.76	↑ 2.0	↓ -18.0
3M ROBOR	1.29	↓ -1.0	↓ -3.0
6M ROBOR	1.52	→ 0.0	↓ -3.0
1Y ROBOR	1.65	→ 0.0	→ 0.0
5Y CDS	112.02	↑ 0.0	↑ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4100	↓ -0.05	↑ 0.03
USD/RON	4.0209	↓ -0.41	↑ 0.18
CHF/RON	4.0921	↓ -0.63	↓ -1.44
100HUF/RON	1.4190	↑ 0.09	↓ -1.13

Source: Reuters, OTP Research

Summary

- The EUR/RON was traded in a tight range on Friday.
- The Treasury plans to sell RON 300 mn today.
- The industrial trade's turnover index grew 6.5% YoY in June, while promising new orders data were released (+5.5% YoY) as well.
- Romanian exports and imports sharply advanced in June.

The RON slightly appreciated compared to the EUR on Friday. The movement was in line with the evolution of other currencies of the CEE region.

Today, the Treasury aims to sell RON 300 mn bond due in June 2021.

After registering negative growth figures in April and May, the turnover index of industrial trade advanced strongly (6.5% YoY) in June. As a result, the index's yearly increase went up to 1.9% in H1 2015. The good performance was due to the improvements recorded in the manufacturing sector (+7.1% YoY in June vs -1.6% YoY in May) while the mining and quarrying segment remained in the negative territory (-8.3% YoY) in the sixth month of the year.

On Friday, the National Institute of Statistics published healthy new orders data too. According to the figures for June, the growth rate of industrial new orders accelerated to 5.5% (YoY), following 0.4% (YoY) in May. Taking into account the index published recently by the NIS, which can be considered as a leading indicator, it seems that the industrial sector is getting strength, after a rather sluggish performance in the previous few months.

Both exports and imports expanded nicely in June. Exports' growth reached 12.4% YoY, while imports grew even faster (14.4%).

The BET finished marginally up (+0.1%) on Friday, after the shares of the TLV rallied 1.6%, while seven out of the main index's ten components closed in the red zone. The BET-FI lost 0.4%, as only SIF Transilvania could finish higher (+0.4%). Other individual stocks of the BET-FI declined up to 0.8%. The European equity benchmarks fell on Friday, after weaker than expected German industrial production data came out, while US stocks also inched down.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
7-Aug	Friday	June	Industrial trade turnover index (YoY%)	6.5	-1.9
		June	Index value of new orders in manufacturing (YoY%)	5.5	0.4
	Monday	June	Turnover of market serv. provided to the population (YoY%)	4.9	7.8
10-Aug	Monday	June	Trade, maint. and repair of motor veh. and motorcycles (YoY%)	9.9	11.7
		June	Exports (FOB, YoY%)	12.4	3.2
		June	Imports (CIF, YoY%)	14.4	3.2
		July	Consumer price index (YoY%)		-1.4
11-Aug	Tuesday	June	Industrial production (YoY%)		-0.5

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		6-Aug-15					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.7495	↑ 5.01	↑ 9.35	↑ 11.21		
OTP Obligatiuni	RON	14.0214	↑ 0.23	↑ 1.74	↑ 4.11		
OTP ComodisRO	RON	16.7678	↑ 0.16	↑ 1.61	↑ 3.66		
OTP Euro Bond	EUR	12.1758	↑ 0.15	↑ 1.28	↑ 2.74		
OTP Dollar Bond	USD	10.4947	↑ 0.08	↑ 1.68	↑ 3.51		
OTP Premium Return	RON	1080.2047	↓ -0.09	↑ 4.39	↑ 6.50		

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