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Daily Report – Romania

Date: 21.09.2015

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,212.92	↑ 1.40	↑ 0.79
BET-TR	8,215.66	↑ 1.40	↑ 0.77
BET-FI	30,395.89	↑ 1.10	↑ 0.10
BET-XT	656.08	↑ 1.35	↑ 0.73
FP	0.7960	↑ 0.51	↓ -0.31
TLV	2.4500	↑ 3.38	↑ 4.88
EBS	114.0000	↑ 0.62	↓ -2.69
SNG	30.6500	↑ 0.99	↓ -0.16
EL	12.2000	↑ 2.09	↑ 0.83

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.28	↓ -0.5	↓ -0.5
12 month	1.39	↓ -0.5	↓ -0.5
3 year	1.86	⇒ 0.0	↓ -2.0
5 year	2.58	↓ -2.5	↓ -2.5
10 year	3.69	↓ -1.0	↓ -1.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Thursday	1Y	RON 700 mn	RON 700 mn
Monday	9.4Y	RON 200 mn	RON 198 mn

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.56	↓ -2.0	↓ -39.0
3M ROBOR	1.45	⇒ 0.0	↓ -2.0
6M ROBOR	1.65	⇒ 0.0	↑ 1.0
1Y ROBOR	1.74	↑ 1.0	↑ 2.0
5Y CDS	109.05	↓ -4.1	↓ -4.1

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4205	↓ -0.05	↑ 0.07
USD/RON	3.9486	↑ 0.94	↑ 1.17
CHF/RON	4.0624	↑ 0.57	↑ 0.81
100HUF/RON	1.4229	↑ 0.02	↑ 1.05

Source: Reuters, OTP Research

Summary

- The RON ended yesterday's trading almost unchanged against the EUR.
- The Treasury borrowed slightly less than the planned amount yesterday.
- The BVB's indices registered nice gains on the first trading day of the week.

The CEE region's currencies showed a mixed picture against the EUR yesterday, with a strengthening PLN and roughly flat RON and HUF. Thus, the EUR/RON remained close to its previous level of 4.42. On the other hand, the US dollar rallied compared to the shared European currency on officials' comments regarding the presumably increasing divergence between the ECB's and the Fed's monetary policies, sending the EUR/USD back to 1.12 on Monday. Simultaneously, the CHF also firmed versus the EUR, edging down toward 1.09.

Compared to the previous few auctions in September, relatively low demand characterized yesterday's operation of the Treasury, which planned to sell RON 200 mn debt in 9.4Y bonds, but the allotted amount stood slightly lower, at RON 198.4 mn, while eight commercial banks subscribed for RON 233.4 mn. The average accepted yield reached 3.75%. At the same time, the benchmark fixing rates eased 1-3 bps on weekly basis.

After Friday's pessimism, global equity markets bounced back and closed in the positive territory yesterday. European shares were also helped by the result of elections in Greece, where the left-wing Syriza party may continue the already started reforms in order to keep the country inside the eurozone. Thus, France's CAC40 inched up 1.1%, while the Germany's DAX also climbed 0.3% higher, despite the almost 20% plunge in the shares of Volkswagen AG, which halted US sales of its several models, after news according to which the company allegedly cheated on US emission tests. In the USA, the main indices ended the day in the green zone, with the Dow Jones gaining 0.8%. The benign trading sentiment supported Bucharest's trading too, sending the key indices 1.1%-1.4% higher. The BET inched up 1.4%, after its individual components rose with a single exception: the BVB lost 0.7%. The best performance was recorded by Banca Transilvania (+3.4%), but the shares of Electrica also surged 2.1% on Monday. At the same time, equities' total turnover stood at RON 20.4 mn, which is still below this year's average of RON 32.6 mn.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
17-Sep	Thursday		no data		
18-Sep	Friday		no data		
21-Sep	Monday		no data		
22-Sep	Tuesday		no data		
23-Sep	Wednesday	August	M3 (broad money, YoY%)		8.1
			Non-government loans (YoY%)		-0.7
			Non-government deposits (YoY%)		7.0

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		18-Sep-15					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.2873	↓ -4.77	↑	3.57	↑	2.29
OTP Obligatiuni	RON	14.1235	↑ 0.20	↑	2.48	↑	4.44
OTP ComodisRO	RON	16.7995	↑ 0.13	↑	1.80	↑	3.46
OTP Euro Bond	EUR	12.3438	↓ -0.01	↑	2.67	↑	3.73
OTP Dollar Bond	USD	10.5502	↑ 0.25	↑	2.22	↑	3.67
OTP Premium Return	RON	1052.5625	↓ -2.18	↑	1.72	↑	2.31

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