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# Daily Report – Romania

Date: 28.10.2015

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,096.87	↑ 0.40	↑ 0.79
BET-TR	8,083.40	↑ 0.40	↑ 0.79
BET-FI	30,578.54	↑ 0.77	↑ 1.86
BET-XT	647.23	↑ 0.31	↑ 0.89
FP	0.8120	↑ 1.75	↑ 1.88
TLV	2.4500	↓ -0.20	↑ 2.73
SNG	29.3500	↑ 0.17	↓ -0.84
SIF3	0.2785	↑ 1.09	↑ 4.11
TGN	264.0000	→ 0.00	↑ 0.76

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.00	→ 0.0	↓ -14.5
12 month	1.10	↓ -3.0	↓ -11.0
3 year	1.54	↓ -2.5	↓ -13.5
5 year	2.27	↓ -2.0	↓ -8.5
10 year	3.37	↓ -2.0	↓ -9.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	3.5Y	RON 500 mn	RON 500 mn

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.84	↓ -17.0	↑ 22.0
3M ROBOR	1.21	↓ -6.0	↓ -13.0
6M ROBOR	1.45	↓ -7.0	↓ -16.0
1Y ROBOR	1.63	↓ -1.0	↓ -6.0
5Y CDS	117.75	↓ -0.4	↓ -0.1

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4348	↓ -0.20	↑ 0.13
USD/RON	4.0600	↑ 1.02	↑ 3.98
CHF/RON	4.0836	↑ 0.19	↑ 0.32
100HUF/RON	1.4241	↑ 0.13	↑ 0.18

Source: Reuters, OTP Research

**Summary**

- The Fed kept its benchmark interest rate unchanged on Wednesday.
- The RON could gain ground against the EUR yesterday.
- Bucharest's BET index advanced 0.4% on low volumes (RON 10.5 mn).

In line with the expectations, the Fed decided to keep its key interest rate unchanged at the previous 0%-0.25% target range, while the FOMC's (Federal Open Market Committee) statement, released after the policy meeting, suggested that the first rate hike may be on the Board's agenda at its next committee meeting in December. At the same time, the Fed seemed to be less concerned about the economic and financial developments in emerging markets. This was perceived by several investors as a slightly hawkish message. Accordingly, the US dollar appreciated against the common European currency, sending the pair lower, to around 1.09 on Wednesday.

Yesterday, the RON could recuperate a large part of its Tuesday's losses compared to the EUR, ending the day close to 4.435, while the other currencies of the CEE region showed somewhat less variation. This morning, the RON continued to firm versus the euro.

Waiting for the Fed's decision, European stocks performed quite well on Wednesday, helped by rallying oil prices, which came after US government's data signalled a smaller than expected weekly increase in crude supplies. In addition, Sweden's central bank announced further easing measures too, fuelling optimism among investors. Romanian equities could benefit from the favourable market sentiment yesterday, with the BET adding 0.4%. Among the main index's components, the FP could advance the most (+1.8%), while on the downside, the shares of BVB fell 0.7% and the TLV also slipped 0.2%.

Today, the European Commission releases October's economic sentiment and consumer confidence indicators. After Q2's 103.3, Romania's ESI index stood at 104.6 on average in the third quarter of the year, which was the highest level since Q3 2008.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
26-Oct	Monday	no data			
27-Oct	Tuesday	September	New commercial vehicle registrations (YoY%)	36.0	49.8
28-Oct	Wednesday	September	Licenses for residential buildings (YoY%)	-9.2	31.7
29-Oct	Thursday	October	Economic Sentiment Indicator		104.5
		October	Consumer Confidence Indicator		-16.8
30-Oct	Friday	September	ILO unemployment rate (% , seasonally adjusted)		6.8

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		27-Oct-15					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.3774	↑ 0.59	↑ 4.70	↑ 6.11		
OTP Obligatiuni	RON	14.2137	↑ 0.58	↑ 3.14	↑ 4.42		
OTP ComodisRO	RON	16.8249	↑ 0.11	↑ 1.95	↑ 3.16		
OTP Euro Bond	EUR	12.3824	↑ 0.36	↑ 2.99	↑ 3.73		
OTP Dollar Bond	USD	10.5973	↑ 0.86	↑ 2.67	↑ 3.88		
OTP Premium Return	RON	1061.8847	↑ 0.62	↑ 2.62	↑ 4.01		

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