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# Daily Report – Romania

Date: 12.11.2015

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	7,303.71	↑ 0.25	↑ 0.23	
BET-TR	8,318.99	↑ 0.25	↑ 0.23	
BET-FI	30,817.46	↑ 0.12	↓ -0.74	
BET-XT	664.69	↑ 0.38	↑ 0.34	
TLV	2.6400	↑ 0.19	↑ 2.33	
FP	0.8250	↓ -0.84	↓ -1.20	
BRD	12.2000	↑ 0.83	↑ 3.21	
SNG	29.1000	↑ 0.34	↓ -0.34	
TEL	28.0000	→ 0.00	↑ 2.75	

  

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.92	↓ -5.0	↓ -7.5	
12 month	1.03	↓ -6.0	↓ -7.5	
3 year	1.51	↓ -3.5	↓ -4.5	
5 year	2.32	↓ -3.0	↓ -4.5	
10 year	3.49	↓ -3.0	↓ -2.5	

  

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	11.7Y	RON 100 mn	RON 100 mn
Thursday	12M	RON 1000 mn	RON 1000 mn

  

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.55	→ 0.0	↓ -8.0	
3M ROBOR	1.10	↓ -1.0	↓ -5.0	
6M ROBOR	1.39	↓ -1.0	↓ -3.0	
1Y ROBOR	1.54	↓ -2.0	↓ -4.0	
5Y CDS	121.78	↑ 0.0	↑ 1.3	

  

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4427	↑ 0.11	↓ -0.19	
USD/RON	4.1038	↓ -0.64	↑ 0.21	
CHF/RON	4.1043	↓ -0.16	↓ -0.24	
100HUF/RON	1.4203	↓ -0.20	↓ -0.03	

Source: Reuters, OTP Research

**Summary**

- Romania's GDP growth accelerated in Q3, adding 1.4% QoQ and 3.6% YoY.
- The EUR/RON climbed slightly higher, near 4.44 yesterday.
- The MoF sold RON 1 bn debt at only 1.0% average yield.
- Despite the unfavourable market sentiment, the BET could add 0.3%.

According to the flash estimate of the NIS, Romania's GDP growth rate stood at 3.6% YoY (gross data) in the third quarter of the year, beating the market consensus of 3.0% (Reuters). On QoQ basis, the economy increased by 1.4% (seasonally and working day adjusted data), pointing to a significant acceleration. The detailed statistics are not available yet, as they will be released only in the beginning of next month, but the high-frequency indicators show that most probably the economic advance was quite broad-based, with all of the main sectors in the positive territory. The single exception could be the segment of agriculture, which was negatively influenced by the unfavourable weather conditions. On the demand side, most probably households' consumption remained on a steep upward trend, signalled by high values of consumer confidence and rapidly growing retail trade, while investments presumably kept its momentum. In the first nine months of 2015, the country's economy rose by 3.7% YoY (gross data).

Mostly pessimistic trading sentiment ruled global financial markets yesterday, while the CEE region's currencies were under a slight selling pressure, losing a bit compared to the euro. Nonetheless, this came after they could register nice gains in the previous two-three days. The EUR/RON marginally climbed higher, ending the day near 4.44.

Yesterday, the Ministry of Finance sold successfully the planned amount of RON 1 bn in 12M bills amid healthy demand, which pushed down the average accepted yield to only 1.0%. Simultaneously, government securities' benchmark yields continued to ease on Thursday.

Among others, in the light of a potential Fed rate hike in December and sharply declining oil prices, fuelled also by a newer increase in crude supplies, the main equity indices on both sides of the Atlantic finished in the red yesterday. The European benchmarks slipped up to 1.9%, led by the CAC40, but the DAX also lost around 1.2%. At the same time, the key US indices sank between 1.2% and 1.4%. On the other hand, Romanian stocks performed better, with the BET inching up 0.3%, driven by the shares of Transgaz (+2.3%) and BRD (+0.8%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
10-Nov	Tuesday	September	Industrial production (YoY%)	3.9	5.5
11-Nov	Wednesday	October	Consumer price index (YoY%)	-1.6	-1.6
		September	Construction works (YoY%)	4.4	10.6
12-Nov	Thursday	September	Turnover of market serv. provided to the population (YoY%)		9.5
13-Nov	Friday	Q3 2015	Flash GDP growth rate (YoY%)	3.6	3.0
		September	Turnover of market serv. rendered mainly to enterp. (YoY%)	4.5	9.1
		September	Wholesale turnover index (YoY%)	4.5	1.8
		September	CA balance (EUR mn, YTD)		-585

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		11-Nov-15					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	8.5747	↑	2.20	↑	7.16	↑ 8.38
OTP Obligatiuni	RON	14.2243	↑	0.35	↑	3.21	↑ 4.31
OTP ComodisRO	RON	16.8349	↑	0.13	↑	2.01	↑ 3.06
OTP Euro Bond	EUR	12.3837	↑	0.22	↑	3.00	↑ 3.61
OTP Dollar Bond	USD	10.5704	↑	0.18	↑	2.41	↑ 3.12
OTP Premium Return	RON	1072.4840	↑	1.26	↑	3.64	↑ 4.70

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