



Date: 13.11.2015

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	7,289.14	↓ -0.20	↓ -0.42	
BET-TR	8,302.40	↓ -0.20	↓ -0.42	
BET-FI	30,709.18	↓ -0.35	↓ -1.28	
BET-XT	662.23	↓ -0.37	↓ -0.48	
TLV	2.5900	↓ -1.89	↓ -0.38	
FP	0.8240	↓ -0.12	↓ -1.79	
SNP	0.3265	↑ 3.49	↑ 0.93	
SNG	29.0000	↓ -0.34	↓ -0.68	
TEL	27.5000	↓ -1.79	↓ -0.72	

  

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.89	↓ -3.5	↓ -10.5	
12 month	1.00	↓ -2.5	↓ -9.5	
3 year	1.49	↓ -2.5	↓ -6.0	
5 year	2.30	↓ -2.0	↓ -6.0	
10 year	3.47	↓ -2.0	↓ -3.5	

  

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Thursday	12M	RON 1000 mn	RON 1000 mn
Monday	5.4Y	RON 500 mn	

  

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.56	↑ 1.0	↓ -6.0	
3M ROBOR	1.09	↓ -1.0	↓ -6.0	
6M ROBOR	1.37	↓ -2.0	↓ -4.0	
1Y ROBOR	1.53	↓ -1.0	↓ -3.0	
5Y CDS	121.76	↓ 0.0	↑ 0.4	

  

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4435	↑ 0.02	↓ -0.31	
USD/RON	4.1296	↑ 0.63	↓ -0.49	
CHF/RON	4.1002	↓ -0.10	↓ -0.63	
100HUF/RON	1.4249	↑ 0.33	↑ 0.62	

Source: Reuters, OTP Research

## Summary

- Mr. Ciolos presented the list of ministers in the forming new government.
- Romania's CA deficit stood at EUR 653 mn in the period of January-September.
- The EUR/RON eased on weekly basis.
- The MoF aims to borrow RON 500 mn today.
- Equity markets started the day mostly in the red zone, after Paris attacks.

Prime Minister designate Dan Ciolos presented the list of ministers for his technocrat cabinet on Sunday. The parliamentary hearings of the candidates will start today, while the new government may be voted on Tuesday. According to the expectations, the Mr Ciolos' cabinet could get broad support from political parties.

Romania's current account deficit was reduced to EUR 653 mn in the first nine months of 2015, from EUR 1,168 mn in the same period of the previous year. The improvement mainly came from the increasing surplus in secondary income's balance (almost EUR 2 bn, up from EUR 1.27 bn) and continued positive trends in the case of services, while the deficit at primary incomes shrank too. On the other hand, the trade deficit broadened by EUR 1 bn to EUR 5.1 bn, as the import of goods grew faster than that of exports due to strengthening domestic demand. Compared to the country's GDP, the 12M rolling current account balance slightly slipped back into the negative territory in September (around -0.2%), after staying near 0% in the past few months. In addition, we suspect that the CA deficit may gradually increase in the following period, as domestic demand would remain healthy. At the same time, the volume of inward FDI flows reached more than EUR 2.5 bn in the period of January-September 2015, while the country's total external debt decreased by almost EUR 5.5 bn to EUR 89.3 bn.

The RON changed little compared to the EUR on Friday, but it could close the week stronger, also helped by news regarding the forming technocrat government.

The Ministry of Finance holds an auction to sell RON 500 mn debt though 5Y bonds today.

European and US stocks continued to fall, extending their previous losses on Friday. In the negative trading sentiment, the majority of the BVB's indices also finished lower. The BET declined 0.2%, dragged down by the banking shares of TLV (-1.9%) and BRD (-1.8%), while the TEL slumped 1.8% as well. Nonetheless, there were also a few stocks that ended higher, such as the SNP (+3.5%) and the SNN (+1.7%). This morning equity markets opened mostly with losses, after the weekend's terror attack in Paris.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
11-Nov	Wednesday	October	Consumer price index (YoY%)	-1.6	-1.6	-1.7
		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	3.4
		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)	-653		-585	
16-Nov	Monday		no data			
17-Nov	Tuesday	October	New passenger car registrations (YoY%)			3.4

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		12-Nov-15					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	8.6011	↑	2.37	↑	7.49	↑ 8.76
OTP Obligatiuni	RON	14.2301	↑	0.37	↑	3.25	↑ 4.34
OTP ComodisRO	RON	16.8359	↑	0.13	↑	2.02	↑ 3.05
OTP Euro Bond	EUR	12.3882	↑	0.25	↑	3.04	↑ 3.65
OTP Dollar Bond	USD	10.5740	↑	0.19	↑	2.45	↑ 3.15
OTP Premium Return	RON	1071.1181	↑	1.14	↑	3.51	↑ 4.50

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