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Daily Report – Romania

Date: 17.11.2015

STOCK EXCHANGE				
	Close	Daily chg. (%)	Weekly chg. (%)	
BET	7,189.94	↑ 0.37	↓ -1.37	
BET-TR	8,189.40	↑ 0.37	↓ -1.37	
BET-FI	30,839.97	↑ 0.09	↑ 0.22	
BET-XT	656.18	↑ 0.43	↓ -1.00	
TLV	2.5700	↑ 0.59	↓ -2.65	
FP	0.8150	↓ -0.12	↓ -1.21	
SNG	28.2000	↑ 0.89	↓ -2.76	
TGN	267.0000	↑ 0.75	↑ 1.91	
EL	11.9000	↑ 0.51	↓ -1.33	

GOV'T BOND MARKET				
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)	
6 month	0.84	↓ -1.5	↓ -12.5	
12 month	0.95	↓ -2.5	↓ -14.5	
3 year	1.47	↓ -1.5	↓ -8.0	
5 year	2.27	↓ -2.0	↓ -10.0	
10 year	3.49	↑ 2.0	↓ -4.5	

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	5.4Y	RON 500 mn	RON 500 mn
Thursday	9.3Y	RON 200 mn	

MONEY MARKET				
	Rate (%)	Daily chg (bp)	Weekly chg (bp)	
ON ROBOR	0.54	↓ -3.0	↓ -7.0	
3M ROBOR	1.08	→ 0.0	↓ -5.0	
6M ROBOR	1.36	→ 0.0	↓ -5.0	
1Y ROBOR	1.52	→ 0.0	↓ -5.0	
5Y CDS	119.55	↓ -2.2	↓ -1.8	

FX MARKET				
	Rate	Daily chg. (%)	Weekly chg. (%)	
EUR/RON	4.4400	↑ 0.01	↓ -0.07	
USD/RON	4.1719	↑ 0.44	↑ 0.64	
CHF/RON	4.1113	↓ -0.04	↓ -0.13	
100HUF/RON	1.4281	↑ 0.32	↑ 0.38	

Source: Reuters, OTP Research

Summary

- The new technocrat cabinet won the needed support from leading political parties in yesterday's confidence vote.
- The EUR/RON changed little on Tuesday.
- New car registrations increased further in October (3.0% YoY).
- Romania's BET index added 0.4%.

The new cabinet of Prime Minister Dacian Ciolos got the green light in yesterday's confidence vote in Romania's Parliament, gaining support from 389 lawmakers compared to the minimum required 274 votes.

Romania's leu was traded in a relatively tight range on Tuesday, ending the day again at 4.44, while the other currencies of the CEE region marginally strengthened compared to the EUR. Nonetheless, Europe's shared currency lost further ground against the USD on positive US consumer price data, which were released yesterday.

Last month, the number of new passenger car registrations continued to increase, adding 3.0% YoY. In absolute terms, more than 7,560 new vehicles were sold in October and around 64,400 in the first ten months of the year, according to the ACEA statistics. The latter value translates into a 9.3% annual gain, pointing to significantly strengthening demand for passenger cars, another sign of advancing average wages and improved consumer confidence. At the level of the European community, new car registrations grew by 2.9% YoY in October, contributing to an encouraging 8.2% year-to-date advance.

European stocks soared, after the concerns caused by the terrorist attacks in Paris faded yesterday. At the same time, the weaker euro might also support equities to close higher. As a result, France's CAC40 jumped 2.8% and Germany's DAX surged 2.4%, while the FTSE100 could rally 2.0% too. The positive market sentiment was felt to a lesser extent in Bucharest, but the main indices still finished in the green zone with gains between 0.1% and 0.7% on Tuesday. The BET's components mostly ended higher, with the shares of the BRD (+3.0%) occupying the first place, while the SNP was the weakest link of the benchmark index, losing 1.4%. In the USA, the falling oil prices and news regarding the evacuation of a soccer stadium in Germany weighed on stock markets in late afternoon. In such circumstances, the key US indices closed roughly flat.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
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%)	3.0		3.4
18-Nov	Wednesday		no data			
19-Nov	Thursday		no data			

Source: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		16-Nov-15					
Investment funds	ccy	last NAV/U	1m%	1m%	Ytd%	52W%	52W%
OTP AvantisRO	RON	8.4966	↑	1.48	↑	6.19	↑ 6.92
OTP Obligatiuni	RON	14.2396	↑	0.40	↑	3.32	↑ 4.39
OTP ComodisRO	RON	16.8384	↑	0.13	↑	2.03	↑ 3.05
OTP Euro Bond	EUR	12.3942	↑	0.22	↑	3.09	↑ 3.69
OTP Dollar Bond	USD	10.5771	↑	0.05	↑	2.48	↑ 2.83
OTP Premium Return	RON	1068.1101	↑	0.80	↑	3.22	↑ 4.02

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