

Date: 13.01.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,573.13	↑ 0.06	↓ -3.39
BET-TR	7,486.81	↑ 0.06	↓ -3.39
BET-FI	28,851.25	↑ 0.02	↓ -3.81
BET-XT	603.72	↑ 0.05	↓ -3.28
FP	0.7550	↑ 0.13	↓ -5.63
EL	11.9800	↑ 0.17	↓ -0.17
TLV	2.2850	↑ 1.56	↓ -0.44
SNG	25.0000	↓ -1.38	↓ -5.84
BRD	10.8000	↓ -0.74	↓ -5.26

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.67	↓ -6.0	↓ -11.5
12 month	0.81	↓ -4.5	↓ -9.0
3 year	1.31	↓ -3.5	↓ -12.0
5 year	2.22	↓ -5.5	↓ -14.0
10 year	3.53	↓ -7.0	↓ -18.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6.9Y	RON 300 mn	RON 352 mn
Thursday	3.3Y	RON 600 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.37	↓ -2.0	↓ -9.0
3M ROBOR	0.92	↓ -3.0	↓ -6.0
6M ROBOR	1.29	→ 0.0	↓ -6.0
1Y ROBOR	1.48	→ 0.0	↓ -4.0
5Y CDS	118.07	↑ 0.0	↓ -0.9

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5337	↑ 0.03	↑ 0.19
USD/RON	4.1694	↓ -0.09	↓ -0.64
CHF/RON	4.1437	↓ -0.36	↓ -0.52
100HUF/RON	1.4351	↑ 0.20	↓ -0.17

Sources: Reuters, OTP Research

Summary

- Romania's CA deficit continued to expand, November's provisional data revealed; but FDI inflows could also improve.
- The EUR/RON was traded above 4.43 at the end of yesterday's session.
- The Treasury aims to borrow RON 600 mn today.
- Romanian stocks ended mixed.

After marking a U-turn, Romania's current account deficit continued to widen, according to the NBR's provisional data revealed yesterday. In absolute terms, the deficit increased to EUR 1,009 mn in the period of January-November 2015, from EUR 440 mn a year earlier, first of all due to a larger gap between the export and the import of goods (EUR -6.5 bn vs. EUR -5.6 bn). Moreover, the balance of primary incomes, which among others includes incomes from investments, deteriorated significantly too (EUR -3.3 bn vs EUR -2.0 bn). On the other hand, these drops were partially offset by the higher surplus in the balance of services (EUR 6.3 bn vs. EUR 5.4 bn) and secondary incomes (EUR 2.5 bn vs. EUR 1.7 bn). It may be worth noting that non-residents' direct investments increased even further in the first eleven months of the year, reaching almost EUR 2.9 bn, the highest value since 2009.

At the same time, the country's total external debt eased EUR 3.5 bn, compared to December 2014. This was due to a drop in long-term debt, to EUR 71.6 bn as of November 2015. Nonetheless, short-term debt climbed somewhat higher, to EUR 19.6 bn.

November's construction output remained flat on monthly basis, while in yearly comparison it grew by 5.9%, the NIS said this morning. Simultaneously, the turnover index of market services provided to the population advanced 0.3% MoM (SWDA data) and rose 15.0% YoY (gross data) in November 2015.

Tomorrow the second detailed estimation of Q3 GDP will see the light of day, while the turnover of market services rendered mainly to enterprises, as well as wholesale trade data are set to be released too.

Yesterday the EUR/RON was traded lower at the beginning of the session, but later the RON gradually lost ground against the shared European currency, ending the day above 4.43.

Today the Treasury plans to hold an auction to sell RON 600 mn in 3.3Y bonds.

The BVB's indices showed little variation yesterday. The key indices finished near their previous closing levels, with the BET gaining less than 0.1%. Nonetheless, the individual components of the BET changed mixed, with the shares of BVB (+1.9%) and TLV (+1.6%) advancing the most, while Romgaz recorded the weakest performance (-1.4%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
14-Jan	Thursday	November	Construction works (YoY%)	5.9	9.7
		November	Turnover of market serv. provided to the population (YoY%)	15.0	15.2
15-Jan	Friday	Q3 2015	Detailed GDP growth rate (YoY%, provisional data 2)		3.6
		November	Wholesale turnover index (YoY%)		3.7
		November	Turnover of market serv. rendered mainly to enterp. (YoY%)		6.8

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		12-Jan-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.1378	↓ -2.98	↓	-4.29	↑	1.85
OTP Obligatiuni	RON	14.2823	↑ 0.18	↑	0.17	↑	3.49
OTP ComodisRO	RON	16.8767	↑ 0.13	↑	0.06	↑	1.75
OTP Euro Bond	EUR	12.4168	↑ 0.12	↑	0.11	↑	3.21
OTP Dollar Bond	USD	10.5700	↓ -0.09	↑	0.02	↑	2.38
OTP Premium Return	RON	1058.8661	↓ -0.84	↓	-1.21	↑	2.17
OTP Euro Premium Return	EUR	9.8319	↓ -0.04	↓	-0.01		n.a.
OTP Global Mix	RON	9.9658	↓ -0.25	↓	-0.33		n.a.

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