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Daily Report – Romania

Date: 14.01.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,414.92	↓ -2.41	↓ -5.12
BET-TR	7,306.60	↓ -2.41	↓ -5.12
BET-FI	28,076.56	↓ -2.69	↓ -5.31
BET-XT	589.46	↓ -2.36	↓ -4.87
FP	0.7290	↓ -3.44	↓ -8.76
BRD	10.5000	↓ -2.78	↓ -7.89
TLV	2.2500	↓ -1.53	↓ -1.53
TGN	260.0000	↓ -3.35	↓ -4.76
SNG	24.5000	↓ -2.00	↓ -6.84

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.64	↓ -3.5	↓ -14.0
12 month	0.79	↓ -2.5	↓ -10.5
3 year	1.31	↔ 0.0	↓ -10.5
5 year	2.17	↓ -4.5	↓ -17.0
10 year	3.50	↓ -2.5	↓ -18.5

GOV'T BOND AUCTIONS

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

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.38	↑ 1.0	↓ -6.0
3M ROBOR	0.92	↔ 0.0	↓ -6.0
6M ROBOR	1.30	↑ 1.0	↓ -4.0
1Y ROBOR	1.47	↓ -1.0	↓ -3.0
5Y CDS	118.06	↓ 0.0	↓ -0.9

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5350	↑ 0.03	↑ 0.13
USD/RON	4.1735	↑ 0.10	↑ 0.70
CHF/RON	4.1527	↑ 0.22	↓ -0.46
100HUF/RON	1.4398	↑ 0.32	↑ 0.09

Sources: Reuters, OTP Research

Summary

- The NIS left Romania's Q3 GDP figures unchanged after its regular review.
- Market services rendered mainly to enterprises inched up 6.8% YoY.
- On Thursday, the RON finished slightly weaker compared to Europe's shared currency.
- The Treasury sold the planned RON 600 mn in 3.3Y government securities.
- Yesterday Romanian stocks were hit heavily amid high traded volumes.

The National Institute of Statistics confirmed the previously announced GDP growth figures for Q3 2015 at +1.4% QoQ and +3.6% YoY. In the first three quarters of 2015, Romania's economy advanced 3.7% YoY.

Both the turnover index of wholesales and market services rendered mainly to enterprises could grow in November, by +0.6% MoM and +1.3% MoM respectively (seasonally and working day adjusted data).

The negative market sentiment was felt by the leu yesterday, sending the EUR/RON as high as 4.54 in the middle of the trading session. Nonetheless, Romania's currency could gain back some of its previous losses, as investors' confidence improved later. As a result, the EUR/RON finished the day slightly above 4.53.

Healthy demand characterized yesterday's 3.3Y bond auction, after bids from banks amounted to RON 1.17 bn, lifting the bid-to-cover ratio near 2. The planned amount of RON 600 mn was easily sold, resulting in an average accepted yield of 1.72%. Meanwhile, the benchmark government securities' yields mostly eased.

Interbank lending rates changed mixed on Thursday, with the ROBOR 3M staying at its historical low of 0.92%.

Despite a rebound of crude oil prices late afternoon, the main European stock markets closed in the negative territory yesterday. The CAC40 and the DAX lost 1.8% and 1.7% respectively, but London's FTSE100 also dipped 0.7%. Stocks on the BVB performed even worse, after all of the key indices gave up at least 2%. The BET's investment fund index, the BET-FI registered the highest loss (-2.7%), dragged down by SIF Muntenia (-3.9%) and Fondul Proprietatea (-3.4%), while Bucharest's main index shrank 2.4% too. Nine out of the BET's ten components finished in the red as only the shares of Electrica could remain slightly above zero (+0.2%). The heavy falls were coupled with unusually high traded volumes, reaching RON 85 mn. On the other hand, US equity markets showed more optimism, fuelled by rising oil prices too. As a result, the S&P500 rallied 1.7% on Thursday.

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	3.6
		November	Wholesale turnover index (YoY%)	6.8	3.8
		November	Turnover of market serv. rendered mainly to enterp. (YoY%)	8.1	6.9
18-Jan	Monday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		13-Jan-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.1414	↓ -2.94	↓	-4.24	↑	1.75
OTP Obligatiuni	RON	14.2873	↑ 0.22	↑	0.21	↑	3.51
OTP ComodisRO	RON	16.8774	↑ 0.13	↑	0.06	↑	1.74
OTP Euro Bond	EUR	12.4197	↑ 0.15	↑	0.14	↑	3.23
OTP Dollar Bond	USD	10.5702	↓ -0.09	↑	0.02	↑	2.37
OTP Premium Return	RON	1060.0586	↓ -0.73	↓	-1.09	↑	2.26
OTP Euro Premium Return	EUR	9.8286	↓ -0.07	↓	-0.04		n.a.
OTP Global Mix	RON	9.9709	↓ -0.20	↓	-0.28		n.a.

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