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Daily Report – Romania

Date: 09.03.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,638.73	↓ -0.53	↑ 1.53
BET-TR	7,561.47	↓ -0.53	↑ 1.52
BET-FI	28,053.09	↑ 0.65	↑ 0.78
BET-XT	605.17	↓ -0.28	↑ 1.57
TLV	2.4500	↓ -0.20	↑ 2.08
SNG	26.7500	↓ -0.56	↓ -0.56
SIF3	0.2810	↑ 2.55	↑ 2.93
SNP	0.2585	↓ -0.96	↑ 7.71
FP	0.7520	↓ -0.53	↓ -1.57

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.48	↓ -0.5	↑ 1.0
12 month	0.62	↑ 0.5	↑ 0.5
3 year	1.25	↓ -0.5	↑ 1.5
5 year	2.28	↓ -0.5	↓ 0.0
10 year	3.35	→ 0.0	↓ -3.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	11.4Y	RON 300 mn	RON 316 mn
Thursday	5Y	EUR 250 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.39	→ 0.0	↓ -3.0
3M ROBOR	0.77	→ 0.0	↑ 1.0
6M ROBOR	1.03	→ 0.0	→ 0.0
1Y ROBOR	1.20	→ 0.0	↑ 1.0
5Y CDS	116.49	↑ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4608	↓ -0.05	↑ 0.15
USD/RON	4.0560	↑ 0.01	↓ -1.05
CHF/RON	4.0662	↓ -0.13	↓ -1.14
100HUF/RON	1.4425	↑ 0.08	↑ 0.61

Sources: Reuters, OTP Research

Summary

- Romania's leu showed a slight gain against the euro on Wednesday.
- Today the Treasury aims to sell EUR 250 mn via 5Y bonds.
- MM rates and GSs' yields were basically unchanged yesterday.
- While European stocks registered small gains, the BET went south, ending the day 0.5% lower.

Rebounding oil prices caused modest optimism on global financial markets yesterday. Simultaneously, the RON, in line with the other currencies of the CEE region, appreciated slightly against the euro. As a result, the EUR/RON finished the day around 4.46. At the same time, the USD marginally firmed against the EUR ahead of today's ECB policy meeting.

On Wednesday, the ROBOR interest rates were totally unchanged on daily basis, while the benchmark government securities' yields had also a quiet day, showing little variation. Today the Treasury intends to keep a 5Y bond auction, aiming to borrow EUR 250 mn.

After opening the day in the green zone, the majority of the Romania's equity indices turned quickly negative and closed yesterday's trading with modest losses. The BET shed 0.5%, as seven out of its ten components finished lower. The BRD showed the weakest performance, slipping 1.1% while the shares of the BVB climbed 0.4%. On the other hand, investment funds fared quite well, sending the BET-FI index 0.7% higher, after the SIFs went up 0.1%-2.6%. The traded volumes stood at low levels, hardly reaching RON 12 mn.

Overall, the main European benchmarks inched up, showing small gains, sustained primarily by energy stocks. Similarly to their Western European peers, US equities edged higher, adding 0.1%-0.4%.

Tomorrow a bunch of macroeconomic data will be revealed on the domestic front, such as February's consumer price indicator, turnover and new order statistics for industry, while a fresh foreign trade report should be published too.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS	
7-Mar	Monday	no data				
8-Mar	Tuesday	Q4 2015	Detailed GDP growth rate (YoY%, provisional data 1)		3.7	3.7
9-Mar	Wednesday	January	Net wage growth rate (YoY%)		11.7	13.3
10-Mar	Thursday	no data				
11-Mar	Friday	February	Consumer price index (YoY%)		-2.1	
		January	Exports (FOB, YoY%)		3.8	
		January	Imports (CIF, YoY%)		12.4	
		January	Industrial trade turnover index (YoY%)		4.4	
		January	Index value of new orders in manufacturing (YoY%)		6.1	

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		8-Mar-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.1315	↑ 2.60	↓ -4.36	↓ -0.80		
OTP Obligatiuni	RON	14.3382	↑ 0.02	↑ 0.57	↑ 3.50		
OTP ComodisRO	RON	16.9152	↑ 0.11	↑ 0.28	↑ 1.57		
OTP Euro Bond	EUR	12.4454	↑ 0.12	↑ 0.34	↑ 2.99		
OTP Dollar Bond	USD	10.6362	↑ 0.26	↑ 0.64	↑ 2.81		
OTP Premium Return	RON	1069.0627	↑ 0.88	↓ -0.25	↓ -0.59		
OTP Euro Premium Return	EUR	9.5966	↓ -0.25	↓ -2.40	n.a.		
OTP Global Mix	RON	10.0520	↑ 0.64	↑ 0.53	n.a.		

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