

Date: 24.05.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,405.82	↑ 0.31	↓ -0.03
BET-TR	7,322.83	↑ 0.31	↓ -0.05
BET-FI	25,409.28	↑ 0.28	↓ -0.11
BET-XT	573.12	↑ 0.36	↓ -0.16
FP	0.7300	↓ -0.41	↑ 0.55
TLV	2.7600	↑ 0.18	↑ 0.73
SNG	22.4500	↑ 2.05	↑ 0.45
EL	12.1200	→ 0.00	↑ 1.85
SIF1	1.3960	↑ 0.14	↓ -0.29

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.48	→ 0.0	↑ 0.5
12 month	0.64	↓ -0.5	↑ 2.0
3 year	1.79	↑ 0.5	↑ 2.0
5 year	2.66	→ 0.0	↑ 5.0
10 year	3.58	→ 0.0	↑ 5.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	4.8Y	RON 400 mn	RON 400 mn
Thursday	2.9Y	RON 300 mn	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.45	↑ 3.0	↑ 4.0
3M ROBOR	0.75	→ 0.0	↓ -1.0
6M ROBOR	1.03	↑ 1.0	↑ 2.0
1Y ROBOR	1.17	→ 0.0	→ 0.0
5Y CDS	103.85	→ 0.0	↓ -1.1

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5085	↓ -0.12	↑ 0.48
USD/RON	4.0468	↑ 0.59	↑ 2.10
CHF/RON	4.0734	↑ 0.18	↑ 0.73
100HUF/RON	1.4300	↑ 0.59	↑ 0.47

Sources: Reuters, NBR, OTP Research

Summary

- The number of new commercial vehicle registrations increased by 43.8% YoY in April.
- Optimism ruled yesterday's trading in Europe; in the benign sentiment, the RON strengthened against the EUR.
- GSs' yield curve and MM interest rates were little-changed yesterday.
- Developed equity markets rallied, while the BET recorded a modest gain on Tuesday.

Sales of new commercial vehicles continued to show very high growth rates in annual terms, posting a 43.8% advance in April. This morning's figures may signal that companies' investment activity remained in good shape.

Monday's rather unsupportive market sentiment disappeared rapidly and optimism started to characterize the trading on the main European and US financial markets on Tuesday. Fuelled by speculations about an imminent interest rate increase as soon as in June, the USD rallied against the common European currency, with the EUR/USD hitting a more than two months low, slightly above 1.11. Nevertheless not only the US dollar, but the CEE region's currencies also got strength versus the euro, boosted by investors' optimism. Accordingly, the RON firmed around 0.1% compared to the EUR, finishing the session well below 4.51 yesterday.

On the other hand, neither money market rates and nor government securities' yields showed much variation. The ROBOR 3M, probably the most watched benchmark by clients with variable interest rate was flat at 0.75%, while the yield curve changed little on Tuesday.

European stocks soared yesterday, supported by the weak euro and rising crude oil prices, lifting the key indices 1.4%-2.5% higher. Simultaneously, the BVB's indices closed in positive territory as well, but posting only modest gains, with the BET inching up 0.3%. The best performance was showed by the shares of Romgaz (+2.1%), followed by OMW Petrom (+0.9%), while Transgaz added 0.8% too. The technical operator of the National Gas Transmission System, Transgaz announced that it proposes an 1 to 10 split, as the companies' stocks are trading at the highest price/share level among the BET's components at RON 269. Such an action could help the accessibility of the companies' shares to small investors, with possible favourable impact on their price.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
20-May	Friday	no data			
23-May	Monday	no data			
24-May	Tuesday	no data			
25-May	Wednesday	April	New commercial vehicle registrations (YoY%)	43.8	52.7
26-May	Thursday	April	M3 (broad money, YoY%)		9.9
		April	Non-government loans (YoY%)		2.8
		April	Non-government deposits (YoY%)		9.5

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		23-May-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	7.8043	↓ -3.17	↓	-8.21	↓	-7.01
OTP Obligatiuni	RON	14.4194	↑ 0.12	↑	1.14	↑	3.39
OTP ComodisRO	RON	16.9715	↑ 0.16	↑	0.62	↑	1.56
OTP Euro Bond	EUR	12.4956	↓ -0.04	↑	0.75	↑	3.13
OTP Dollar Bond	USD	10.7096	↑ 0.13	↑	1.34	↑	3.11
OTP Premium Return	RON	10.6312	↓ -0.70	↓	-0.81	↓	-2.79
OTP Euro Premium Return	EUR	9.6306	↓ -0.22	↓	-2.06		n.a.
OTP Global Mix	RON	9.9761	↓ -0.40	↓	-0.23		n.a.

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