

## Headquarter Treasury Sales

**Alexandru Tibuleac**

0372 31 85 85

alexandru.tibuleac@otpbank.ro

**Cristian Ilie**

0372 31 85 86

ilie.cristian@otpbank.ro

**Corina Bejan**

0372 31 85 84

corina.bejan@otpbank.ro

**Andreea Nica**

0755 000 106

andreea.nica@otpbank.ro

## Regional Treasury Sales

**Szilamer Kozma - Cluj**

0755 000 400

szilamer.kozma@otpbank.ro

**Tudor Zaman - Bucuresti**

0755 000 199

tudor.zaman@otpbank.ro

**Alexandru Sabin - Arad**

0730 577 959

alexandru.sabin@otpbank.ro



# Daily Report – Romania

Date: 12.08.2016 (FX data as of 15.08.2016)

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,789.05	↓ -0.67	↑ 0.55
BET-TR	8,381.34	↓ -0.67	↑ 0.51
BET-FI	28,325.68	↓ -0.31	↑ 0.34
BET-XT	614.28	↓ -0.56	↑ 0.56
TGN	284.0000	→ 0.00	↓ -1.39
SNG	22.8000	↓ -0.22	↓ -0.65
TLV	2.3600	↓ -1.05	↑ 5.59
BRD	10.4400	↓ -0.57	↑ 3.98
EL	13.0600	↓ -0.76	↓ -1.36

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	↑ 1.0	↓ -2.5
12 month	0.55	↑ 0.5	↓ -1.0
3 year	1.49	↓ -0.5	↓ -8.5
5 year	2.18	↓ -1.0	↓ -8.5
10 year	2.91	↓ -2.0	↓ -12.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Thursday	4.6Y	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.50	↑ 2.0	↓ -1.0
3M ROBOR	0.79	↑ 1.0	↓ -3.0
6M ROBOR	1.02	→ 0.0	↓ -4.0
1Y ROBOR	1.18	→ 0.0	↓ -3.0
5Y CDS	100.28	↓ -0.4	↓ -8.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4601	↓ 0.00	↑ 0.03
USD/RON	3.9945	↑ 0.03	↓ -0.62
CHF/RON	4.0963	→ 0.00	↑ 0.13
100HUF/RON	0.0144	↑ 0.31	↑ 0.78

Sources: Reuters, OTP Research

**Summary**

- H1 2016's current account deficit stood at EUR 2.5 bn, up from EUR 0.4 bn a year earlier.
- The EUR/RON finished around 4.46 on Friday.
- Romanian stocks dipped lower on Friday; global stock markets started the week relatively well yesterday.

Romania's current account deficit stood at EUR 2.5 bn in the first half of 2016, which is significantly higher than a year earlier (EUR 0.4 bn), after the balance of goods (EUR -4.0 bn vs. EUR -2.9 bn) and primary incomes (EUR -3.0 bn vs. EUR -1.9 bn) deteriorated remarkably. At the same time, the value of net FDI inflows amounted to EUR 2.0 bn in the first six months of the year. Romania's total external debt totalled EUR 88.3 bn as of June 2016, down from EUR 90.0 bn, the NBR's statistics revealed as well.

This week, there are not important macroeconomic data releases on the domestic front.

The EUR/RON changed little on Friday, finishing the session at around 4.46. Yesterday the EUR/USD moved up, after the USD lost some ground on the back of disappointing manufacturing statistics. This morning, the EUR/RON was traded somewhat lower.

On Friday, Romanian stocks ended mostly lower, with the BET giving back around 0.7%. Among the main index' components, seven companies closed in negative territory, led by the shares of Nuclearelectrica (-5.4%) and Transelectrica (-3.2%). On the other hand, the shares of the BVB (+0.8%) and OMW Petrom (+0.2%) recorded modest gains. Similarly to the key benchmark, the BET-FI also registered losses (-0.3%), pulled back primarily by SIF Moldova (-0.7%) and Fondul Proprietatea (-0.7%). At the same time, equities' total turnover remained quite low, at RON 12.8 mn. On Monday, the Romanian stock market was closed due to national holiday, while the leading Western European indices pointed mostly to slight gains, with Germany's DAX and London's FTSE100 adding 0.2% and 0.4% respectively. On the other side of the Atlantic, US equities closed at record highs. Energy shares fared quite well, fuelled by a strong rebound in crude oil prices, after news about a potential freeze in oil production saw the light of day.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
11-Aug	Thursday	June	Turnover of market serv. provided to the population (YoY%)	10.8	10.3
	June	Industrial production (YoY%)	1.1	1.2	
12-Aug	Friday	June	Wholesale turnover index (YoY%)	6.0	8.8
		June	Turnover of market serv. rendered mainly to enterp. (YoY%)	11.0	10.5
	Q2 2016	Flash GDP growth rate (YoY%)	6.0	4.1	4.3
	June	Construction works (YoY%)	5.6		9.9
	June	CA balance (EUR mn, YTD)	-2,507		-2,600
16-Aug	Tuesday		no data		
17-Aug	Wednesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		11-Aug-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.7059	↑ 4.19	↑ 2.39	↓ -0.98		
OTP Obligatiuni	RON	14.6126	↑ 0.69	↑ 2.49	↑ 4.18		
OTP ComodisRO	RON	17.0218	↑ 0.12	↑ 0.92	↑ 1.49		
OTP Euro Bond	EUR	12.6493	↑ 0.68	↑ 1.99	↑ 3.88		
OTP Dollar Bond	USD	10.8231	↑ 0.33	↑ 2.41	↑ 3.11		
OTP Premium Return	RON	10.9624	↑ 1.00	↑ 2.28	↑ 1.60		
OTP Euro Premium Return	EUR	9.9249	↑ 1.39	↑ 0.94	n.a.		
OTP Global Mix	RON	10.4853	↑ 2.27	↑ 4.86	n.a.		

**Chief Economist**
**Gergely Tardos**

+36 1 3747273

[tardosg@otpbank.hu](mailto:tardosg@otpbank.hu)
**Analyst**
**Csaba Bálint**

+4021 3075896

[csaba.balint@otpbank.ro](mailto:csaba.balint@otpbank.ro)

## Disclaimer

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to NSC Regulations no. 32/2006 and 15/2006.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express written agreement of OTP Bank Romania S.A. Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the wilful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: 01-10-041585; NBR registration no RB-PJR-40-028/1999; for further information please refer to: <https://www.otpbank.ro/en>).

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to [csaba.balint@otpbank.ro](mailto:csaba.balint@otpbank.ro) or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.