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# Daily Report – Romania

Date: 16.09.2016

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,979.15	↑ 0.57	↓ -0.68
BET-TR	8,621.19	↑ 0.56	↓ -0.71
BET-FI	29,022.49	↓ -0.11	↓ -0.52
BET-XT	631.60	↑ 0.42	↓ -0.74
TLV	2,3850	↑ 1.49	↑ 1.06
FP	0.7850	→ 0.00	↓ -0.38
SNG	24.0000	↑ 0.63	↓ -0.83
BRD	11.2400	↓ -0.18	↓ -2.26
TEL	28.7000	↓ -1.88	↓ -2.71

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.43	↓ -0.5	↓ -1.0
12 month	0.53	↓ -0.5	→ 0.0
3 year	1.47	↓ -0.5	→ 0.0
5 year	2.13	↓ -1.0	↑ 1.0
10 year	2.99	↑ 0.0	↑ 7.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	3.4Y	RON 500 mn	
Thursday	2.6Y	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.44	↑ 1.0	→ 0.0
3M ROBOR	0.73	→ 0.0	↓ -1.0
6M ROBOR	0.95	→ 0.0	↓ -1.0
1Y ROBOR	1.11	↓ -1.0	→ 0.0
5Y CDS	99.39	→ 0.0	↑ 1.3

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4490	↑ 0.06	↑ 0.12
USD/RON	3.9870	↑ 0.84	↑ 0.78
CHF/RON	4.0671	↓ -0.06	↑ 0.30
100HUF/RON	0.0144	↑ 0.60	↑ 0.54

Sources: Reuters, OTP Research

**Summary**

- The EUR/RON showed only small changes on Friday, while Romania's leu lost more ground against the US dollar, after a larger-than-expected increase in US consumer prices fuelled the greenback's strength.
- The MoF plans to sell RON 500 mn in 3.4Y government securities.
- Global stock markets mostly suffered, but the BET eked out a modest gain.

The EUR/RON moved only a touch higher on Friday, finishing last week around 4.45. Meanwhile, the CEE region's currencies showed larger changes, led by the Hungarian forint, which firmed significantly against the common European currency, after the Standard & Poor's surprisingly upgraded the country's credit rating into investment category. At the same time, the EUR/USD dipped lower on Friday, as US consumer prices increased more rapidly than expected, boosting the dollar's strength.

Today the Ministry of Finance aims to borrow RON 500 mn by selling 3.4Y bonds.

The leading indices of Europe's equity markets slid on Friday, with Germany's DAX losing 1.5% and Paris' CAC 40 shrinking 0.9%, after financial stocks suffered losses. In the USA, the main benchmarks also slumped, after falling crude oil prices weighed on energy stocks. In addition, investors were also more cautious ahead of the Fed's monetary policy meeting, planned for 20-21 September. In Bucharest, the BET edged up 0.6%, driven by the surge in the shares of Transgaz (+1.7%), Banca Transilvania (+1.5%) and OMW Petrom (+1.4%). Nevertheless, there were five stocks out of the BET's ten components, which ended Friday's trading in negative territory.

This week's economic calendar is relatively scarce on the domestic front. Probably, the most interesting data will be the NBR's monetary statistics for August, which may give an indication about how deeply the walk-away mortgage law pulled back lending activity last month.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
14-Sep	Wednesday	July	Wholesale turnover index (YoY%)	4.7	6.0
		July	Turnover of market serv. rendered mainly to enterp. (YoY%)	7.9	11.0
		July	Industrial production (YoY%)	-3.4	1.1
15-Sep	Thursday	July	Construction works (YoY%)	1.0	5.6
		August	New passenger car registrations (YoY%)	68.6	16.4
16-Sep	Friday		no data		
19-Sep	Monday		no data		
20-Sep	Tuesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		15-Sep-16					
Investment funds	ccy	last NAV/U	1m%		Ytd%		52W%
OTP AvantisRO	RON	8.9213	↑ 2.85	↑	4.93	↑	7.05
OTP Obligatiuni	RON	14.6757	↑ 0.40	↑	2.93	↑	3.95
OTP ComodisRO	RON	17.0442	↑ 0.13	↑	1.05	↑	1.47
OTP Euro Bond	EUR	12.6962	↑ 0.34	↑	2.37	↑	2.90
OTP Dollar Bond	USD	10.8448	↑ 0.18	↑	2.62	↑	3.07
OTP Premium Return	RON	11.0350	↑ 1.00	↑	2.96	↑	4.66
OTP Euro Premium Return	EUR	9.9669	↑ 0.41	↑	1.36		n.a.
OTP Global Mix	RON	10.4262	↓ -0.40	↑	4.27		n.a.

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