

Date: 26.09.2016

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	6,955.06	↓ -0.65	↓ -0.21
BET-TR	8,591.43	↓ -0.65	↓ -0.21
BET-FI	29,155.01	↓ -0.41	↑ 0.02
BET-XT	629.16	↓ -0.62	↓ -0.29
TLV	2.4050	↓ -1.23	↑ 1.48
FP	0.8000	↓ -0.25	↑ 0.63
SNG	22.9500	↓ -1.08	↓ -4.18
SNP	0.2465	↓ -1.40	↓ -1.40
SIF3	0.2810	↑ 0.36	→ 0.00

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.42	→ 0.0	↓ -1.5
12 month	0.52	↑ 0.5	↓ -1.0
3 year	1.40	↓ -0.5	↓ -7.5
5 year	2.09	↓ -0.5	↓ -4.5
10 year	2.89	↓ -0.5	↓ -9.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6.2Y	RON 500 mn	RON 645 mn

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.51	↑ 7.0	↑ 8.0
3M ROBOR	0.72	↑ 1.0	→ 0.0
6M ROBOR	0.94	→ 0.0	↓ -2.0
1Y ROBOR	1.09	↓ -1.0	↓ -2.0
5Y CDS	94.94	→ 0.0	↓ -2.2

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.4500	↓ -0.03	↑ 0.03
USD/RON	3.9546	↓ -0.16	↓ -0.67
CHF/RON	4.0838	↓ -0.07	↑ 0.57
100HUF/RON	0.0145	↓ -0.34	↑ 0.59

Sources: Reuters, OTP Research

Summary

- Another practically motionless day for the EUR/RON.
- Yesterday the Treasury sold more than planned in 6.2Y bonds.
- On Monday, OMW Petrom continued to fall, after FP announced selling a part of its stake in the oil company; trading sentiment was gloomy on global stock markets.

Similarly to Friday, trading sentiment was gloomy on global financial markets yesterday. Investors were rather cautious after Moody's downgraded the country rating of Turkey into junk category, while in the USA traders waited for the presidential debate between Democratic nominee Hillary Clinton and Republican Donald Trump. The US dollar weakened modestly against the euro and the CEE region's currencies moved mixed, with the RON staying broadly unchanged against the EUR yesterday.

The Treasury sold RON 645 mn in 6.2Y bonds, with RON 145 mn more than planned. The demand was not as spectacular as at the previous auction last week (when the bid-to-cover ratio exceeded 5x), but it was still healthy, as primary dealers submitted bids in value of RON 976.2 mn. The average accepted yield stood at 2.53%.

On the first trading day of the week, the BVB's indices dipped lower, following their Western European rivals. The BET fell 0.7%, after seven out of its ten components closed in negative territory, led by OMW Petrom (-1.4%). The shares of the largest energy company of Romania started to drop sharply on Friday, after Fondul Proprietatea announced that it plans the partial sale of its 19% OMW Petrom stake by year-end. The BET-FI also slumped 0.4%, as its components edged down, with exception of the SIF3 and the SIF4. At the same time, equities' total turnover exceeded RON 20 mn. The main European equity markets registered large losses, with Germany's DAX and the French CAC40 giving up 2.2% and 1.8% respectively. Financial stocks underperformed, after the shares of Deutsche Bank shrank sharply on rumours according to which German high officials wouldn't support any state aid for the lending institution. On the other side of the Atlantic, US stocks dropped as well ahead of the first US presidential debate, while the weakness of financial stocks in Europe weighed on Wall Street too.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
22-Sep	Thursday	August	New commercial vehicle registrations (YoY%)	18.4	7.4
23-Sep	Friday	August	M3 (broad money, YoY%)	12.7	13.3
		August	Non-government loans (YoY%)	0.7	1.8
		August	Non-government deposits (YoY%)	11.8	12.2
26-Sep	Monday		no data		
27-Sep	Tuesday		no data		
28-Sep	Wednesday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		23-Sep-16					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	8.9746	↑ 2.39	↑ 5.55	↑ 7.59		
OTP Obligatiuni	RON	14.7057	↑ 0.42	↑ 3.14	↑ 4.12		
OTP ComodisRO	RON	17.0488	↑ 0.11	↑ 1.08	↑ 1.46		
OTP Euro Bond	EUR	12.7219	↑ 0.39	↑ 2.57	↑ 3.08		
OTP Dollar Bond	USD	10.8643	↑ 0.23	↑ 2.80	↑ 3.20		
OTP Premium Return	RON	11.0411	↑ 1.00	↑ 3.02	↑ 4.62		
OTP Euro Premium Return	EUR	9.9923	↑ 0.76	↑ 1.62	n.a.		
OTP Global Mix	RON	10.4747	↑ 0.24	↑ 4.76	n.a.		

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