

## 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: 20.02.2017

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	7,912.64	↑ 1.49	↑ 3.99
BET-TR	9,774.23	↑ 1.49	↑ 3.99
BET-FI	31,783.66	↑ 0.30	↓ -0.54
BET-XT	712.18	↑ 1.29	↑ 3.22
TLV	2.7000	↑ 2.27	↑ 7.36
SNP	0.2950	↑ 3.51	↑ 5.36
BRD	11.8000	↑ 0.17	↑ 0.68
TGN	360.0000	→ 0.00	↑ 10.43
SIF2	0.8520	↑ 0.35	↓ -0.12

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.59	↑ 1.0	↓ -2.5
12 month	0.93	→ 0.0	→ 0.0
3 year	1.67	↑ 1.0	↑ 0.5
5 year	2.63	↑ 1.0	↑ 0.0
10 year	3.62	↑ 1.0	↑ 5.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	12M	RON 1000 mn	RON 1000 mn
Thursday	10.4Y	RON 300 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.42	→ 0.0	↓ -3.0
3M ROBOR	0.84	↑ 1.0	↑ 3.0
6M ROBOR	1.06	↑ 1.0	↑ 2.0
1Y ROBOR	1.24	→ 0.0	↑ 2.0
5Y CDS	92.70	→ 0.0	→ 0.0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5145	↓ -0.17	↑ 0.23
USD/RON	4.2843	↑ 0.58	↑ 0.60
CHF/RON	4.2416	↓ -0.16	↑ 0.24
100HUF/RON	0.0147	↓ -0.06	↑ 0.30

Sources: Reuters, OTP Research

**Summary**

- The RON finished the day somewhat stronger compared to the EUR, in line with other currencies of the CEE region; the greenback also strengthened against the euro, helped by Fed officials' comments.
- Yesterday the yield curve shifted a bit higher (by one basis point on average).
- The BET rallied yesterday, reaching another multi-year record high.

After a quiet start of the week, as US investors were inactive on Presidents' Day on Monday, financial markets showed signs of vitality yesterday. The EUR/USD moved south, with the pair sinking below 1.055 on Tuesday, after Philadelphia Federal Reserve Bank President Patrick Harker said he would support an interest rate hike at the next monetary policy meeting, planned for March. As a result, the euro came under selling pressure, despite the upbeat data from the eurozone's manufacturing sector. In yesterday's positive trading mood, the CEE region's currencies strengthened against the euro. The leu was not an exception, and firmed somewhat, finishing the day not too far from 4.51.

Interbank lending rates as well as government securities' yields showed limited changes. The yield curve shifted up by one basis point on average.

European stocks benefited from an increasing buying interest, after favourable manufacturing PMI data came out. The export-heavy DAX surged 1.2%, presumably also helped by the weaker euro, while the French CAC 40 advanced 0.5%. On the other hand, the FTSE 100 (-0.3%) was pulled back by the shares of HSBC, which slid significantly on a disappointing earnings report. Simultaneously, the Romanian equity benchmark, the BET marched to new multi-year highs, rallying 1.5% yesterday. The strong performance of the index was primarily due to Nuclearelectrica (+4.9%), OMW Petrom (+3.5%) and Banca Transilvania (+2.3%). With their yesterday's gain, the shares of Banca Transilvania climbed to a record high, ending the day at 2.70. The bank reported almost RON 1.3 bn profit for 2016, while the Romanian banking sector also remained on the positive side, registering a cumulated gain of RON 4.3 bn.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
20-Feb	Monday		no data		
21-Feb	Tuesday		no data		
22-Feb	Wednesday		no data		
23-Feb	Thursday	January	New commercial vehicle registrations (YoY%)		11.2
		January	M3 (broad money, YoY%)		9.7
		January	Non-government loans (YoY%)		1.2
		January	Non-government deposits (YoY%)		8.2
24-Feb	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		20-Feb-17					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	9.8100	↑	5.01	↑	7.27	↑ 23.80
OTP Obligatiuni	RON	14.7161	↑	0.17	↑	0.28	↑ 2.70
OTP ComodisRO	RON	17.1301	↑	0.09	↑	0.15	↑ 1.34
OTP Euro Bond	EUR	12.6794	↑	0.11	↑	0.25	↑ 2.04
OTP Dollar Bond	USD	10.8823	↑	0.25	↑	0.28	↑ 2.47
OTP Premium Return	RON	11.3883	↑	1.68	↑	2.06	↑ 7.24
OTP Euro Premium Return	EUR	10.0604	↑	1.38	↑	0.99	↑ 5.35
OTP Global Mix	RON	11.0415	↑	2.72	↑	2.28	↑ 10.47

**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)

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