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Daily Report – Romania

Date: 16.05.2017

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,454.74	↓ -0.07	↑ 1.67
BET-TR	10,627.46	↓ -0.06	↑ 1.69
BET-FI	32,379.63	↓ -0.87	↑ 1.72
BET-XT	759.97	↓ -0.05	↑ 1.93
TLV	2.7500	↑ 0.18	↓ -0.54
SNP	0.3355	↑ 1.36	↑ 4.68
FP	0.8980	↓ -2.07	↓ -0.22
BRD	12.4800	↑ 0.65	↑ 0.65
SNG	32.7000	↑ 0.62	↑ 3.81

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.62	↑ 0.5	↓ -2.0
12 month	0.86	↓ -1.0	↓ -4.0
3 year	1.45	↓ -2.0	↓ -9.5
5 year	2.66	↓ -2.0	↓ -11.5
10 year	3.71	↓ -1.0	↓ -14.0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	10.2Y	RON 300 mn	RON 342.4 mn
Thursday	2.8Y	RON 500 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.46	↓ -3.0	↓ -4.0
3M ROBOR	0.87	→ 0.0	↓ -2.0
6M ROBOR	1.06	→ 0.0	↓ -5.0
1Y ROBOR	1.24	↓ -1.0	↓ -3.0
5Y CDS	94.48	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5493	↓ -0.06	↓ -0.02
USD/RON	4.1047	↓ -1.02	↓ -1.90
CHF/RON	4.1630	↑ 0.05	↑ 0.23
100HUF/RON	0.0147	↓ -0.09	↑ 0.88

Sources: Reuters, OTP Research

Summary

- The US dollar lost ground against the euro yesterday; simultaneously, the EUR/RON showed limited changes despite the impressive Q1 GDP data.
- ROBOR rates and government securities' yields showed little variation.
- The BET slid 0.1% yesterday; trades with newcomer Digi boosted equities' total turnover.

Mixed sentiment characterized yesterday's trading on global financial markets. The US dollar slipped significantly, giving up around 1% compared to the common European, after reports showed that President Mr Trump shared classified information on a meeting with Russian officials. On the domestic front, the fresh GDP statistics were primarily on the headlines, following the Q1 flash GDP data caused a significant positive surprise, showing that the country's economy grew by 1.7% QoQ (seasonally and working day adjusted data) and adding 5.7% (gross data) in annual terms. The detailed sector level GDP statistics will be released in the beginning of June.

Despite the bullish economic data, the leu continued to be traded in a narrow range compared to the euro on Tuesday. The pair closed the session near 4.55, marginally lower than a day earlier, while the leu's peers mostly firmed against the euro, led by the Polish zloty. The relative underperformance of the leu could be related to the latest comments of NBR chief Mr Isarescu, who stated that there was little room for real leu appreciation.

On Tuesday, the reference rates on the benchmark government securities eased by one basis point on average. At the same time, ROBOR interest rates showed little variation.

Amid the European and the US mixed trading mood, the BET ended the session 0.1% lower. Equities' total turnover was unusually high, after transactions with the newcomer Digi boosted traded volumes.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
15-May	Monday	March	Wholesale turnover index (YoY%)	11.3	1.4
		March	Turnover of market serv. rendered mainly to enterp. (YoY%)	18.5	11.1
		March	CA balance (EUR mn, YTD)	-690	204
16-May	Tuesday	Q1 2017	Flash GDP growth rate (YoY%)	5.7	4.4
		April	New passenger car registrations (YoY%)	7.5	5.2
17-May	Wednesday		no data		
18-May	Thursday		no data		
19-May	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		15-May-17					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	10.5562	↑ 3.99	↑ 15.43	↑ 34.24		
OTP Obligatiuni	RON	14.7891	↑ 0.19	↑ 0.78	↑ 2.57		
OTP ComodisRO	RON	17.1782	↑ 0.09	↑ 0.43	↑ 1.26		
OTP Euro Bond	EUR	12.7062	↑ 0.13	↑ 0.46	↑ 1.62		
OTP Dollar Bond	USD	10.9276	↑ 0.12	↑ 0.70	↑ 2.00		
OTP Premium Return	RON	11.6054	↑ 1.06	↑ 4.01	↑ 9.06		
OTP Euro Premium Return	EUR	9.8845	↓ -1.11	↓ -0.78	↑ 2.45		
OTP Global Mix	RON	11.3103	↑ 1.79	↑ 4.77	↑ 13.18		

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