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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,467.67	↑ 0.73	↓ -0.56
BET-TR	10,917.02	↑ 0.74	↓ -0.54
BET-FI	33,584.41	↑ 0.74	↑ 1.73
BET-XT	767.17	↑ 0.67	↓ -0.28
SNG	32.5000	↓ -0.15	↓ -2.69
TLV	2.7750	↑ 0.36	↓ -1.07
FP	0.8810	↑ 1.73	↑ 1.03
BRD	13.9000	↑ 2.21	↑ 4.51
SNP	0.3270	→ 0.00	↓ -1.06

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	0.54	↓ -0.5	↓ -1.0
12 month	0.77	→ 0.0	↓ -1.5
3 year	1.34	→ 0.0	↓ -2.5
5 year	2.47	↑ 1.5	↓ -0.5
10 year	3.69	↑ 0.5	↓ -0.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	6.9Y	RON 500 mn	
Thursday	1.7Y	RON 800 mn	

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	0.44	→ 0.0	↓ -2.0
3M ROBOR	0.82	→ 0.0	↓ -1.0
6M ROBOR	1.01	→ 0.0	↓ -1.0
1Y ROBOR	1.18	↓ -1.0	↓ -3.0
5Y CDS	94.48	→ 0.0	→ 0.0

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.5838	↓ -0.03	↑ 0.50
USD/RON	4.0966	↓ -0.41	↑ 0.56
CHF/RON	4.2037	↓ -0.32	↑ 0.05
100HUF/RON	0.0149	↑ 0.19	↑ 0.55

Sources: Reuters, OTP Research

Summary

- Romania's leu stopped to depreciate on Friday; political developments will remain in the focus this week, with a no-confidence vote against the Grindeanu Government, planned on Wednesday.
- New passenger car registrations accelerated in May, pointing to a 27.1% YoY advance.
- Today the Treasury plans to sell RON 500 mn in 6.9Y bonds.
- On Friday, the BET finished in the green.

Following the losing streak mainly caused by political uncertainties, Romania's leu was traded broadly flat on Friday; the EUR/RON finished the session slightly above 4.58. At the same time, other currencies of the CEE region mostly strengthened against the euro, while the EUR/USD climbed higher.

The political battles inside the ruling parties continued over the weekend too. On Sunday, the no-confidence motion against the Grindeanu cabinet was submitted to the joint plenary session of the Chamber of Deputies and the Senate. The censure motion signed by 223 members of the Parliament will be debated and put to a vote on Wednesday. The ruling coalition needs 233 votes in order to overthrow the Government.

On the external front, the main event of the weekend was the French election. President Emmanuel Macron's centrist party registered a decisive victory in the second round of the parliamentary elections, the latest statistics showed.

In May, new passenger car registrations surged by 27.1% YoY in Romania, the latest statistics of the ACEA (European Automobile Manufacturers Association) revealed on Friday. This came after a 7.5% YoY advance in April. At the level of the European Union, by 7.6% more cars were sold last month, the report also showed.

Today the Treasury aims to sell RON 500 mn debt via 6.9Y bonds.

Romanian stocks performed well on Friday, as reflected by the BET's 0.7%. The shares of the BVB climbed 2.7%, but the BRD (+2.2%) and the FP (+1.7%) also registered sharp gains. On the other hand, Conpet (-1.5%), Transelectrica (-0.4%) and Romgaz (-0.2%) closed lower.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
19-Jun	Monday		no data		
20-Jun	Tuesday		no data		
21-Jun	Wednesday		no data		
22-Jun	Thursday		no data		
23-Jun	Friday	May	New commercial vehicle registrations (YoY%)		-10.4

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		15-Jun-17					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	10.6712	↑	1.09	↑	16.69	↑ 35.58
OTP Obligatiuni	RON	14.8324	↑	0.29	↑	1.07	↑ 3.85
OTP ComodisRO	RON	17.2121	↑	0.20	↑	0.63	↑ 1.97
OTP Euro Bond	EUR	12.7438	↑	0.30	↑	0.76	↑ 2.64
OTP Dollar Bond	USD	10.9508	↑	0.21	↑	0.92	↑ 3.63
OTP Premium Return	RON	11.6025	↓	-0.02	↑	3.98	↑ 10.64
OTP Euro Premium Return	EUR	9.8077	↓	-0.78	↓	-1.55	↑ 0.36
OTP Global Mix	RON	11.3253	↑	0.13	↑	4.91	↑ 13.83

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