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# Daily Report – Romania

Date: 19.01.2018

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,361.95	↓ -0.15	↑ 1.12
BET-TR	11,244.15	↓ -0.13	↑ 1.15
BET-FI	42,600.21	↑ 0.56	↑ 1.84
BET-XT	793.44	↑ 0.01	↑ 1.30
BRD	13.70	→ 0.00	→ 0.00
SNG	35.10	↑ 0.43	↑ 3.69
TLV	2.32	↓ -0.22	↑ 1.09
EL	11.90	↑ 0.17	↑ 0.51
FP	0.92	↑ 0.22	↑ 0.77

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.85	↑ 2.5	↑ 1.0
12 month	2.14	↑ 3.5	↓ -0.5
3 year	3.40	↑ 7.0	↑ 5.5
5 year	3.92	↑ 12.5	↑ 11.0
10 year	4.32	↑ 11.5	↑ 9.5

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	6.3Y	RON 500 mn	
Thursday	2.7Y	RON 500 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.09	→ 0.0	↓ -4.0
3M ROBOR	1.99	↑ 1.0	↑ 1.0
6M ROBOR	2.23	↑ 1.0	↑ 1.0
1Y ROBOR	2.37	↑ 1.0	↑ 3.0
5Y CDS	77.81	↑ 0.4	↑ 0.2

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6611	↑ 0.17	↑ 0.56
USD/RON	3.8141	↑ 0.31	↑ 0.34
CHF/RON	3.9604	↓ -0.12	↑ 0.87
100HUF/RON	0.0151	↓ -0.11	↑ 0.48

Sources: Reuters, OTP Research

**Summary**

- This week government budget statistics will see the light of day.
- On Friday the leu lost ground, in line with its CEE region's rivals.
- The yield curve shifted higher.
- The BET lost 0.2%.

This week's macroeconomic calendar is rather light, with relatively few data releases. However, the reports, which are set to be revealed, are of high importance. First of all, the focus will be on general government statistics, as Eurostat will publish deficit and debt figures for Q3 2017. We recall that in Q2 2017, Romania's consolidated ESA deficit was kept near the 3% limit (more precisely, at 3.1% of GDP based on 4Q rolling data) as decision-makers sacrificed investments. In addition, the Ministry of Finance may also reveal 2017 full-year cash balance statistics this week.

Beside government reports, several monetary statistics will be published, including private loan and deposit evolution for December 2017. In November, non-government credit grew by 6.8% YoY on the back of RON-denominated loans (+16.1% YoY), while deposits increased by 11.4% YoY, the NBR had said a month earlier.

On 24 January (Wednesday), Romanian financial markets will be closed in the observance of Unification Day holiday.

Last Friday, the leu lost ground (0.2%) against the euro, broadly in line with the other currencies of the CEE region. Simultaneously, the yield curve also shifted higher (3-13 bps), with the largest movement on the 5Y benchmark.

Today the Treasury will hold a debt tender to borrow RON 500 mn via 6.3Y government securities.

On Friday, trading mood on Romanian equity market was mixed, with the BET, Bucharest's key benchmark closing in the red (-0.2%) and with the BET-FI adding 0.6%. In Europe, the main stock indices shrug off worries about a possible US government shutdown and rose by 0.4%-1.2%. On the other side of the Atlantic, the key equity benchmarks recorded somewhat smaller, but still noticeable gains (0.2%-0.6%).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
22-Jan	Monday		no data		
23-Jan	Tuesday	December	Non-government loans (YoY%)		6.8
		December	Non-government deposits (YoY%)		11.4
24-Jan	Wednesday	Q3 2017	Government deficit (ESA, % of GDP, 4Q rolling)		3.1
25-Jan	Thursday	December	New commercial vehicle registrations (YoY%)		-16.9
26-Jan	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		18-Jan-18					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	11.7238	↑	6.49	↑	5.82	↑ 26.77
OTP Obligatiuni	RON	14.9780	↑	0.31	↑	0.19	↑ 1.92
OTP ComodisRO	RON	17.3374	↑	0.16	↑	0.10	↑ 1.31
OTP Euro Bond	EUR	12.8330	↓	-0.02	↓	-0.02	↑ 1.27
OTP Dollar Bond	USD	11.0263	↑	0.05	↑	0.04	↑ 1.51
OTP Premium Return	RON	11.9294	↑	0.79	↑	0.69	↑ 6.67
OTP Euro Premium Return	EUR	10.0911	↑	0.92	↑	0.79	↑ 1.61
OTP Global Mix	RON	11.8549	↑	1.38	↑	1.56	↑ 10.43

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