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# Daily Report – Romania

Date: 09.04.2018 (stock exchange data as of 05.04.2018)

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,861.11	↑ 1.20	↑ 2.08
BET-TR	11,912.87	↑ 1.19	↑ 2.07
BET-FI	40,940.15	↑ 0.93	↑ 0.75
BET-XT	823.83	↑ 1.11	↑ 1.74
TLV	2.67	↑ 1.91	↑ 1.33
SNP	0.33	↑ 1.69	↑ 4.57
BRD	15.30	↑ 1.46	↑ 2.68
EL	11.76	↑ 1.03	↑ 1.38
FP	0.96	↑ 1.06	↑ 2.58

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	1.90	↓ -1.5	↔ 0.0
12 month	2.22	↓ -2.0	↓ -1.0
3 year	3.13	↓ -5.0	↓ -5.5
5 year	3.91	↓ -3.5	↓ -3.5
10 year	4.41	↓ -2.5	↓ -5.0

**GOV'T BOND AUCTIONS**

Maturity	Auctions	Sold
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**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.47	↓ -9.0	↓ -9.0
3M ROBOR	2.10	↔ 0.0	↑ 2.0
6M ROBOR	2.41	↓ -1.0	↑ 2.0
1Y ROBOR	2.52	↓ -1.0	↓ -1.0
5Y CDS	79.02	↑ 0.0	↓ -0.5

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6638	↑ 0.04	↑ 0.07
USD/RON	3.7848	↓ -0.31	↓ -0.10
CHF/RON	3.9587	↓ -0.02	↓ -0.18
100HUF/RON	0.0150	↑ 0.36	↑ 0.42

Sources: Reuters, OTP Research

**Summary**

- Romania's trade deficit continued to widen in February.
- This week the NIS will release CPI statistics for March.
- The EUR/RON started Tuesday's session slightly below 4.66.
- This morning the BET opened mixed.

In the first two months of 2018, Romania's trade deficit (FOB-CIF) continued to widen, reaching EUR 1.66 bn, the National Institute of Statistics said this morning. In the same period of the previous year, the gap stood at EUR 1.26 bn. In February, exports (FOB) registered 7.6% annual gain, still a healthy growth pace, but slower than in January (15.9% YoY). Simultaneously, imports (CIF) posted 10.7% YoY advance, after January's 17.3% YoY gain. We recall that last year Romania's current account (C/A) deficit increased to around 3.4% of GDP (according to preliminary data) up from 2.1% in 2016. We think that the C/A deficit will continue to widen in 2018, but at a slower pace, as consumption growth is expected to decelerate this year.

Several macroeconomic data will be released this week, including consumer price statistics for March. It may be worth noting that consumer prices increased by 4.7% YoY in February, posting the highest growth pace since June 2013. Nonetheless, the CPI inflation is expected to peak close to 5% soon and may ease at the end of this year.

On Thursday, before the Orthodox Easter Holiday, Romanian stocks performed well, with the BET surging 1.2%. This morning, the BET's components opened mixed.

The EUR/RON was traded slightly below 4.66 at the beginning of the day.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
10-Apr	Tuesday	February	Exports (FOB, YoY%)	7.6	15.9
		February	Imports (CIF, YoY%)	10.7	17.3
11-Apr	Wednesday	February	Net wage growth rate (YoY%)		8.0
12-Apr	Thursday	March	Consumer price index (YoY%)		4.7
		February	Industrial production (YoY%)		8.5
		February	Industrial trade turnover index (YoY%)		20.7
		February	Index value of new orders in manufacturing (YoY%)		21.5
13-Apr	Friday	February	CA balance (EUR mn, YTD)		216
		February	Turnover of market serv. provided to the population (YoY%)		9.7
		February	Construction works (YoY%)		7.8

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		4-Apr-18					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	11.5030	↑	0.73	↑	3.82	↑ 13.43
OTP Obligatiuni	RON	15.0462	↑	0.22	↑	0.65	↑ 2.02
OTP ComodisRO	RON	17.4269	↑	0.17	↑	0.62	↑ 1.58
OTP Euro Bond	EUR	12.8076	↑	0.01	↓	-0.22	↑ 0.99
OTP Dollar Bond	USD	11.0098	↓	-0.16	↓	-0.11	↑ 0.91
OTP Premium Return	RON	11.8253	↑	0.10	↓	-0.18	↑ 3.09
OTP Euro Premium Return	EUR	9.7155	↑	0.01	↓	-2.97	↓ -2.39
OTP Global Mix	RON	11.6268	↑	0.07	↓	-0.39	↑ 4.43

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