



Date: 22.05.2018

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,429.08	↑ 2.04	↓ -2.89
BET-TR	11,474.51	↑ 2.04	↓ -2.80
BET-FI	38,109.46	↑ 0.87	↓ -0.88
BET-XT	775.66	↑ 1.79	↓ -2.90
TLV	2.41	↑ 2.55	↓ -5.12
SNP	0.34	↑ 1.18	↓ -6.03
SNG	36.00	↑ 2.42	↓ -1.64
BRD	13.36	↑ 1.98	↓ -2.91
TGN	382.00	↑ 5.09	↑ 1.73

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.56	→ 0.0	↑ 2.0
12 month	2.80	↑ 0.5	↑ 0.5
3 year	3.71	↑ 1.5	↑ 13.0
5 year	4.40	↑ 3.0	↑ 11.0
10 year	4.82	↑ 0.5	↑ 12.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	2.4Y	RON 600 mn	RON 0 mn

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1.83	↓ -59.0	↓ -76.0
3M ROBOR	2.75	↑ 1.0	↑ 1.0
6M ROBOR	2.89	→ 0.0	↑ 1.0
1Y ROBOR	2.99	→ 0.0	↑ 2.0
5Y CDS	80.94	↓ -0.1	↓ -0.1

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6275	↑ 0.10	↓ -0.19
USD/RON	3.9288	↑ 0.18	↑ 0.31
CHF/RON	3.9577	↑ 0.67	↑ 1.17
HUF/RON	0.0146	↑ 0.06	↓ -0.57

Sources: Reuters, OTP Research

**Summary**

- On Tuesday, the EUR/RON was traded slightly above 4.62.
- The ROBOR 3M stood at 2.75%.
- Electricity prices for households may ease by 3.5% in July, Romania's energy regulator said yesterday.
- Romanian stocks registered significant gains.

Yesterday the leu failed to break below the 4.62 mark and finished the trading session 0.1% weaker against the euro. We note that a day earlier, the EUR/RON hit 4.62, a multi-month low. In contrast with the other currencies of the CEE region, the leu has showed a rally in the past few weeks, among others helped by higher interest rates. On Tuesday, the EUR/USD climbed marginally higher.

Government securities' yields inched up by one basis point on average. Simultaneously, the ROBOR 3M (the main benchmark for leu credits with variable interest rate) rose from 2.74% to 2.75%.

Electricity prices for households may be reduced by 3.5% in July due to a new pricing methodology, the energy regulator ANRE said yesterday. We [recall](#) that Romania's consumer price inflation hit a multi-year record high, reaching 5.2% in April. Administered prices (including that of electricity) played a very important role in the surge of the consumer price indicator.

On European equity markets, trading sentiment was supportive even though investors kept an eye on the political tensions in Italy. The optimism was helped also by the news that China plans to reduce import tariffs on cars from 25% to 15%. On the other hand, the key US indices finished in red, as President Trump expressed dissatisfaction about the state of trade talks with China as well as owing to uncertainties about the historic meeting between the US President and North Korea's leader Kim Jong-Un. Nonetheless, Romanian stocks rebounded yesterday, with the BET surging more than 2.0%. This came after domestic equities registered significant losses earlier in May, on the back of concerns about a potential reshape of the Romanian pension system.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
21-May	Monday		no data		
22-May	Tuesday		no data		
23-May	Wednesday		no data		
24-May	Thursday		no data		
25-May	Friday	April	Non-government loans (YoY%)		6.1
		April	Non-government deposits (YoY%)		10.8
		April	New commercial vehicle registrations (YoY%)		8.4

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		21-May-18					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	10.8110	↓ -6.50	↓ -2.42	↑ 2.51		
OTP Obligatiuni	RON	15.0437	↓ -0.12	↑ 0.63	↑ 1.73		
OTP ComodisRO	RON	17.4539	↑ 0.08	↑ 0.78	↑ 1.59		
OTP Euro Bond	EUR	12.7835	↓ -0.20	↓ -0.40	↑ 0.63		
OTP Dollar Bond	USD	11.0256	↑ 0.05	↑ 0.03	↑ 0.92		
OTP Premium Return	RON	11.7736	↓ -0.81	↓ -0.62	↑ 1.72		
OTP Euro Premium Return	EUR	9.6848	↓ -0.99	↓ -3.27	↓ -1.32		
OTP Global Mix	RON	11.7516	↓ -0.06	↑ 0.68	↑ 4.44		

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