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# Daily Report – Romania

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**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,271.64	↑ 0.29	↓ -0.40
BET-TR	12,197.76	↑ 0.29	↓ -0.40
BET-FI	35,966.47	↑ 0.47	↓ -0.43
BET-XT	751.41	↑ 0.23	↓ -0.44
TLV	2.1350	↑ 0.71	↓ -2.06
FP	0.9540	↑ 1.27	↑ 0.85
SNN	10.4800	↑ 0.77	↑ 1.55
BRD	13.3800	↓ -0.15	↑ 0.15
SIF3	0.2480	↑ 0.40	→ 0.00

**GOV'T BOND MARKET**

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3.14	↓ -1.5	↑ 8.5
12 month	3.27	↓ -1.5	↑ 5.5
3 year	3.82	↓ -1.5	↑ 1.5
5 year	4.25	↓ -1.0	↑ 3.5
10 year	4.93	↑ 0.0	↑ 2.0

**GOV'T BOND AUCTIONS**

	Maturity	Auctions	Sold
Monday	7.0Y	RON 400 mn	RON 409 mn
Thursday	5.2Y	RON 400 mn	

**MONEY MARKET**

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	3.53	↑ 2	→ 0
3M ROBOR	3.38	→ 0	↑ 2
6M ROBOR	3.42	↑ 1	↑ 1
1Y ROBOR	3.56	↑ 3	↑ 3
5Y CDS	96.23	↓ 0	↓ 0

**FX MARKET**

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.7635	↑ 0.08	↑ 0.14
USD/RON	4.2166	↓ -0.05	↓ -0.06
CHF/RON	4.1724	↓ -0.37	↓ -0.85
HUF/RON	0.0149	↑ 0.24	↑ 0.85

Sources: Reuters, OTP Research

**Summary**

- Romania's ruling Social Democratic Party voted to replace three ministers.
- The EUR/RON was traded in a narrow range.
- ROBOR rates climbed a touch higher.
- Today the Ministry of Finance puts up for sale RON 400 mn debt.

The National Executive Committee of the ruling Social Democratic Party decided to replace three ministers of the government. Justice Minister Tudorel Toader was also on the list. His position will be taken over by his former deputy, Mr Eugen Nicolicea.

Global trading sentiment was mixed yesterday. Europe's key equity markets performed relatively well, recording modest gains, while their US peers mostly fell. Simultaneously, the EUR/ USD climbed slightly higher (+0.1%). In the CEE region, currencies registered tiny gains compared to the euro, while Romania's leu weakened marginally.

Interbank lending rates mostly rose yesterday, but the movements were small (1-3 basis points). It is also worth noting that interbank money market rates stood well above the policy rate (2.50%) on all maturities. At the end of this month, a large redemption of government bonds (around RON 8 bn) may help to improve liquidity conditions, but we do not expect a sharp drop in interbank rates. It is important to add that, at its April's rate-setting meeting, the National Bank of Romania decided to maintain a strict control over money market liquidity, in order to fight [inflation](#).

On Wednesday, government securities' yield curve shifted one basis point lower, the NBR's data showed.

Today the Ministry of Finance plans to sell RON 400 debt via 5Y papers. We recall that the Ministry of Finance fell behind the schedule in January, as controversial government measures made investors more cautious. Since then, demand for Romanian securities has strengthened, as policy makers amended the bills and managed to avoid a downgrade in the country's "BBB-" outlook to negative.

Bucharest's BET index followed its Western European peers and increased 0.3%, but on low volumes.

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
15-Apr	Monday	February	Turnover of market serv. provided to the population (YoY%)	17.9	15.1
		February	Construction works (YoY%)	10.7	-2.6
16-Apr	Tuesday		no data		
17-Apr	Wednesday	February	Turnover of market serv. rendered mainly to enterp. (YoY%)	15.2	16.2
		February	Wholesale turnover index (YoY%)	14.5	7.4
		March	New passenger car registrations (YoY%)	20.8	37.5
18-Apr	Thursday		no data		
19-Apr	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		16-Apr-19					
Investment funds	ccy	last NAV/U		1m%		Ytd%	52W%
OTP AvantisRO	RON	11.0647	↑	2.41	↑	8.27	↓ -4.16
OTP Obligatiuni	RON	15.4841	↑	0.55	↑	1.74	↑ 2.81
OTP ComodisRO	RON	17.9247	↑	0.21	↑	0.80	↑ 2.80
OTP Euro Bond	EUR	12.8285	↑	0.44	↑	1.11	↑ 0.11
OTP Dollar Bond	USD	11.2192	↑	0.52	↑	1.45	↑ 1.81
OTP Premium Return	RON	11.5801	↑	1.00	↑	3.58	↓ -2.33
OTP Euro Premium Return	EUR	8.4677	↑	1.34	↓	-0.40	↓ -13.25
OTP Global Mix	RON	11.2013	↑	1.41	↑	4.82	↓ -4.57

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