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Daily Report – Romania

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STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	8,163.77	↓ -0.46	↓ -1.14
BET-TR	11,592.07	↓ -0.47	↓ -1.14
BET-FI	37,746.80	↓ -0.59	↑ 3.41
BET-XT	759.18	↓ -0.47	↓ -0.22
TLV	2.38	↓ -0.83	↓ -2.06
SIF2	1.42	↑ 1.43	↑ 10.94
SNG	36.50	↑ 0.55	↓ -0.54
WINE	18.10	↓ -2.16	↑ 0.56
SNP	0.32	↓ -0.16	↓ -2.31

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	2.89	↑ 0.5	↑ 0.5
12 month	3.03	↑ 0.5	↑ 2.5
3 year	3.83	↑ 0.5	↓ -2.0
5 year	4.53	↓ -0.5	↓ -1.5
10 year	4.90	↓ -1.0	↓ -1.5

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	2.8Y	RON 300 mn	RON 319 mn

MONEY MARKET

	Rate (%/bp)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	2.63	↑ 3.0	↓ -17.0
3M ROBOR	2.92	↑ 2.0	↑ 2.0
6M ROBOR	3.03	↑ 1.0	↑ 3.0
1Y ROBOR	3.13	↑ 1.0	↑ 3.0
5Y CDS	84.56	↑ 0.5	↑ 1.4

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4.6683	↑ 0.11	↑ 0.11
USD/RON	4.0166	↓ -0.03	↑ 1.52
CHF/RON	4.0364	↑ 0.26	↑ 0.53
HUF/RON	0.0144	↓ -0.26	↓ -0.67

Sources: Reuters, OTP Research

Summary

- In Monday's unsupportive trading sentiment, the EUR/RON climbed slightly higher.
- The Ministry of Finance borrowed RON 319 mn via bonds maturing in March 2021.
- Yesterday the ROBOR 3M rose by two basis points to 2.92%, the highest level since October 2014.
- In line with its global rivals, the BET finished in negative territory.

On global financial markets, gloomy market sentiment continued to characterise Monday's trading session too, as fears over trade tensions between the USA and China, the two leading economy of the world, lingered. In Europe, beyond trade worries, the concerns about the fragility of Germany's government also weighed, after immigration disputes put the coalition under pressure. On the back of the unsupportive global mood, the CEE region's currencies weakened 0.1%-0.4% compared to the euro. The EUR/RON was not an exception, after the cross climbed 0.1% higher, ending the session close to 4.67. At the same time, the EUR/USD was traded in a narrow range, with the pair finishing near 1.16. Safe haven currencies, like the Swiss franc and the Japanese yen firmed modestly against the US dollar.

Yesterday the Ministry of Finance organised a debt tender, selling RON 319 mn in 2.8Y bonds, slightly above target (RON 300 mn). Demand coming from dealers was healthy, reaching RON 529 mn, while the average accepted yield stood at 4.05%.

On Monday, interbank lending rates mostly rose, with the ROBOR 3M hitting 2.92%, the highest level since October 2014.

Romanian stocks finished in red, with the BET losing 0.5% on low volumes. Among the individual components of the benchmark index, Transelectrica (-2.7%), Electrica (-1.6%) and the BRD (-1.6%) fell the most. Equities' total turnover was significantly below this year's average (RON 19.3 mn vs. RON 48 mn).

Date	PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
18-Jun	Monday		no data		
19-Jun	Tuesday		no data		
20-Jun	Wednesday		no data		
21-Jun	Thursday		no data		
22-Jun	Friday		no data		

Sources: NIS, NBR, Reuters, OTP Research

OTP AM – Investment Funds		15-Jun-18					
Investment funds	ccy	last NAV/U	1m%	Ytd%	52W%		
OTP AvantisRO	RON	11.0185	↓ -1.67	↓ -0.55	↑ 3.25		
OTP Obligatiuni	RON	15.0466	↓ 0.00	↑ 0.65	↑ 1.44		
OTP ComodisRO	RON	17.4762	↑ 0.17	↑ 0.91	↑ 1.53		
OTP Euro Bond	EUR	12.7590	↓ -0.25	↓ -0.60	↑ 0.12		
OTP Dollar Bond	USD	11.0240	↓ -0.02	↑ 0.01	↑ 0.67		
OTP Premium Return	RON	11.7388	↓ -0.67	↓ -0.91	↑ 1.17		
OTP Euro Premium Return	EUR	9.5812	↓ -1.29	↓ -4.31	↓ -2.31		
OTP Global Mix	RON	11.7212	↓ -0.46	↑ 0.41	↑ 3.50		

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