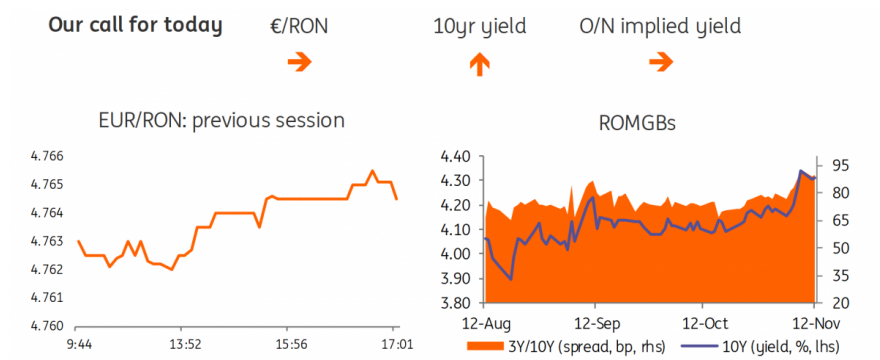


# Briefing Romania

Very good Sep-2023 auction



## EUR/**RON**

Much in line with previous trading sessions, the EUR/**RON** traded in a narrow 4.7620-4.7650 range. We expect sideways trading around 4.7650 for today and likely for the days to come as well.

## Government bonds

It was a quiet trading day for Romanian government bonds, having only the Sep-2023 auction to enthral the market. As expected, demand was strong, with a 2.9x bid-to-cover ratio. The already traditional upsizing went a step further this time as the Ministry of Finance accepted RON792 million versus the RON500 million target at 3.86% average and 3.87% maximum yields. Overall, a strong result we'd say.

## Money market

Cash rates look quite immobile these days, trading flat just below 2.50%. The central bank drained RON4.9 billion yesterday in its weekly deposit taking auction. The liquidity surplus looks comfortable enough to keep rates steady for the remainder of the reserve period.

### EUR/RON forecasts (eop)

	4Q19	1Q20	2Q20	3Q20	4Q20
ING forecast	4.80	4.82	4.82	4.84	4.85
FX Forward	4.77	4.81	4.85	4.89	4.94

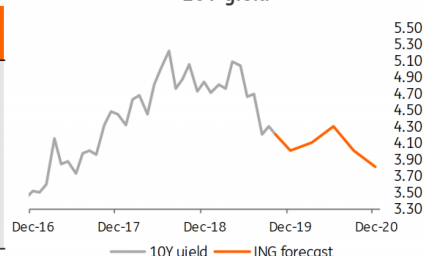
### Market radar

	Spot	1D	%Ch	
			1W	1M
EUR/RON	4.7630	0.0	0.2	0.3
EUR/PLN	4.2725	0.1	0.1	-0.7
EUR/HUF	333.97	0.1	1.4	0.5
EUR/CZK	25.503	0.1	-0.1	-1.3
RO 5Y CDS*	90.1	-0.1	-0.1	-0.6
ROBOR O/N*	2.53	5	-2	6
ROBOR 3M*	2.97	0	-2	-9

\*change in basis points; \*\*US\$ (data as at 06:22 GMT)

Source: Refinitiv Datastream, ING estimates

### 10Y yield



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