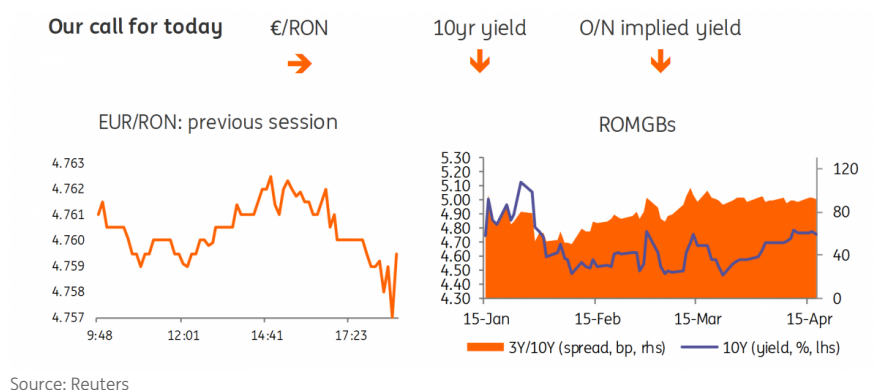


Briefing Romania

Holiday mood



➔ EUR/RON

We saw sideways trading yesterday in EUR/RON around the 4.7600 level on thin volumes. And pretty much the same is expected for today, despite recent gains posted by regional peers against the single currency.

↓ Government bonds

The government bond yield curve was little changed, with the market already in Easter holiday mood. The 10Y yield stood flat at 4.95% mid.

Money market

Funding rates stood unchanged at around the 3.35% mid implied yield. Some paying interest emerged up to two weeks, pushing yields some 30-35 basis points higher on expected large budget payments and holiday funding distortions ahead of a large 29 April bond redemption. The rest of the curve was little changed but still inverted with 3M at 4.25% and 1Y at 4.10% mid implied yields.

EUR/RON forecasts (eop)

	2Q19	3Q19	4Q19	1Q20	2Q20
ING forecast	4.77	4.78	4.85	4.87	4.88
FX Forward	4.80	4.86	4.91	4.96	4.99

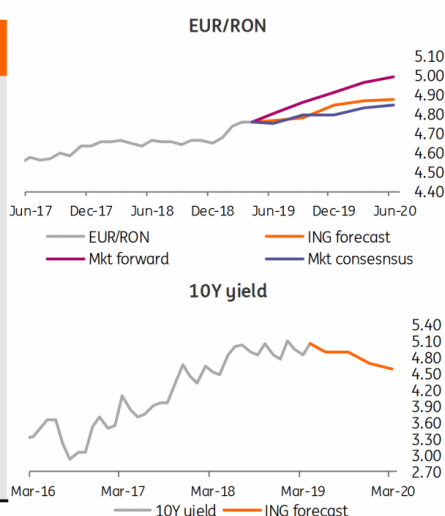
Source: Reuters, Bloomberg, ING

Market radar

	Spot	%Ch		
		1D	1W	1M
EUR/RON	4.7575	0.0	0.0	0.1
EUR/PLN	4.2736	-0.1	-0.3	-0.4
EUR/HUF	319.5	-0.2	-0.9	18
EUR/CZK	25.665	0.1	0.1	0.3
RO 5Y CDS*	106.6	-0.8	-1.7	3.3
ROBOR O/N*	3.51	-5.0	19.0	100.0
ROBOR 3M*	3.38	0.0	5.0	28.0
DAX	121013	0.7	2.4	4.1
S&P 500	2907.06	0.1	1.5	3.2
DE 10Y*	0.09	0.9	9.1	0.6
US 10Y*	2.60	4.1	10.4	0.2
Gold (US\$)**	1278.3	-0.9	-2.0	-1.9
Brent (US\$)**	72.0	0.8	2.0	6.9

*change in basis points; **US\$ (data as at 06:01 GMT)

Source: Reuters, ING estimates



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