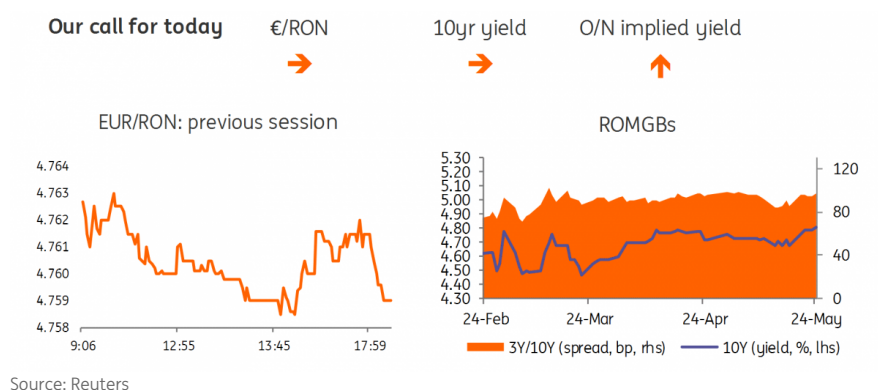


Briefing Romania

Good Sep-31 auction



➔ EUR/RON

The EUR/RON traded in a tight 4.7580 – 4.7630 range on average turnover, closing near the lower end of the interval. Same trading range is likely for today.

➔ Government bonds

The ROMGB yield curve was little changed yesterday. The Ministry of Finance sold RON320 million vs RON300 planned in Sep-31 bonds at an average/cut-off yield of 5.17%/5.25%, with the average below our expectation, but with quite a long tail.

Money market

Cash rate opens the new reserve period today around 2.75%, above the NBR key rate, with due payments to the state budget likely to be accommodated by the abundant liquidity backdrop.

EUR/RON forecasts (eop)

	2Q19	3Q19	4Q19	1Q20	2Q20
ING forecast	4.77	4.78	4.85	4.87	4.88
FX Forward	4.78	4.83	4.89	4.94	4.98

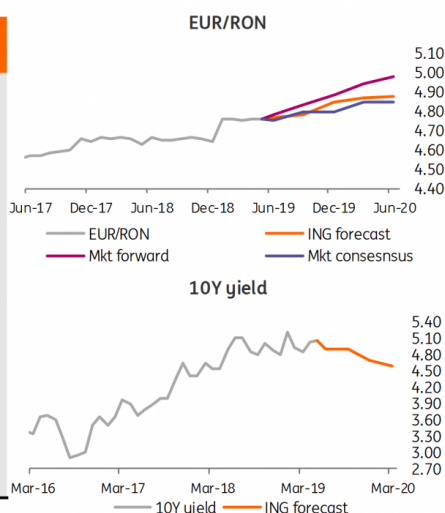
Source: Reuters, ING estimates

Market radar

	Spot	%Ch		
		1D	1W	1M
EUR/RON	4.7585	-0.1	-0.1	0.0
EUR/PLN	4.3026	0.0	0.0	0.2
EUR/HUF	326.2	0.0	0.5	14
EUR/CZK	25.855	0.2	0.5	0.4
RO 5Y CDS*	88.6	-110	-9.9	-117
ROBOR O/N*	163	-10	-10.0	-12.0
ROBOR 3M*	3.28	0.0	0.0	-110
DAX	1952.4	-18	-2.6	-2.6
S&P 500	2822.2	-11	-13	-3.1
DE 10Y*	-0.11	-4.1	-2.2	-10.0
US 10Y*	2.32	-9.7	-8.1	-19.8
Gold (US\$)**	1283.2	0.8	-0.2	0.6
Brent (US\$)**	68.7	-4.5	-5.5	-7.0

*change in basis points; **US\$ (data as at 06:08 GMT)

Source: Reuters, Bloomberg, ING



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