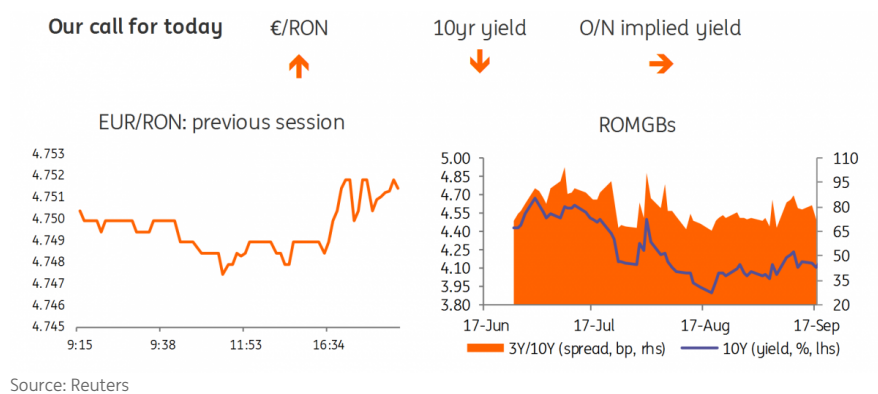


# Briefing Romania

Following global sentiment



## EUR/RON

EUR/RON turnover decreased significantly yesterday compared to the previous day, while the pair was stable around 4.7500. In our view this doesn't change the bigger picture of underlying upside pressures for the pair. Range for today: 4.7450-4.7600.

## Government bonds

After a relatively quiet session, the weaker than expected [US consumer data](#) prompted some buying interest across the regional local currency debt markets as investors likely foresee the need for additional easing from the US Federal Reserve. Hence, ROMGBs benefited and yields inched two to three basis points lower at the longer end. With no major local data to be released in coming days we believe that the market will remain at the mercy of global sentiment.

## Money market

In line with our view, cash rates have continued to tighten and trade above 3.00%. The budget payments due today will likely keep the pressure elevated at the front end at least.

### EUR/RON forecasts (eop)

	4Q19	1Q20	2Q20	3Q20	4Q20
ING forecast	4.80	4.82	4.82	4.84	4.85
FX Forward	4.78	4.83	4.87	4.92	4.96

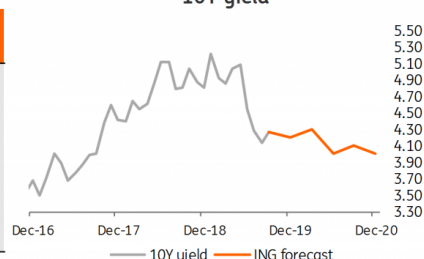
### Market radar

	Spot	1D	%Ch 1W	1M
EUR/RON	4.7503	0.1	0.4	0.5
EUR/PLN	4.3800	-0.2	1.0	0.4
EUR/HUF	333.75	-0.4	0.1	1.4
EUR/CZK	25.868	-0.1	-0.2	0.3
RO 5Y CDS*	90.6	0.4	3.4	2.1
ROBOR O/N*	2.80	111	66	-19
ROBOR 3M*	3.07	1	1	0

\*change in basis points; \*\*US\$ (data as at 06:29 GMT)

Source: Reuters, ING estimates

### 10Y yield



## Author

### Ciprian Dascalu

Chief Economist, Romania

+40 31 406 8990

[ciprian.dascalu@ing.com](mailto:ciprian.dascalu@ing.com)

### Valentin Tataru

Chief Economist, Romania

[valentin.tataru@ing.com](mailto:valentin.tataru@ing.com)

## Disclaimer

This publication has been prepared by the Economic and Financial Analysis Division of ING Bank N.V. ("ING") solely for information purposes without regard to any particular user's investment objectives, financial situation, or means. *ING forms part of ING Group (being for this purpose ING Group N.V. and its subsidiary and affiliated companies).* The information in the publication is not an investment recommendation and it is not investment, legal or tax advice or an offer or solicitation to purchase or sell any financial instrument. Reasonable care has been taken to ensure that this publication is not untrue or misleading when published, but ING does not represent that it is accurate or complete. ING does not accept any liability for any direct, indirect or consequential loss arising from any use of this publication. Unless otherwise stated, any views, forecasts, or estimates are solely those of the author(s), as of the date of the publication and are subject to change without notice.

The distribution of this publication may be restricted by law or regulation in different jurisdictions and persons into whose possession this publication comes should inform themselves about, and observe, such restrictions.

Copyright and database rights protection exists in this report and it may not be reproduced, distributed or published by any person for any purpose without the prior express consent of ING. All rights are reserved. ING Bank N.V. is authorised by the Dutch Central Bank and supervised by the European Central Bank (ECB), the Dutch Central Bank (DNB) and the Dutch Authority for the Financial Markets (AFM). ING Bank N.V. is incorporated in the Netherlands (Trade Register no. 33031431 Amsterdam). In the United Kingdom this information is approved and/or communicated by ING Bank N.V., London Branch. ING Bank N.V., London Branch is authorised by the Prudential Regulation Authority and is subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. ING Bank N.V., London branch is registered in England (Registration number BR000341) at 8-10 Moorgate, London EC2 6DA. For US Investors: Any person wishing to discuss this report or effect transactions in any security discussed herein should contact ING Financial Markets LLC, which is a member of the NYSE, FINRA and SIPC and part of ING, and which has accepted responsibility for the distribution of this report in the United States under applicable requirements.

Additional information is available on request. For more information about ING Group, please visit [www.ing.com](http://www.ing.com).