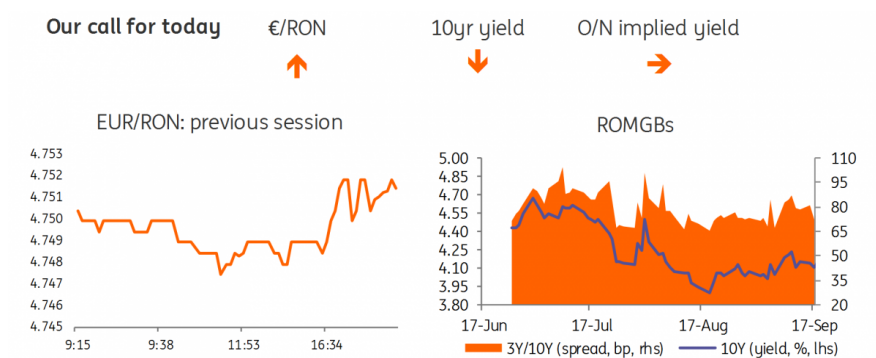


Briefing Romania

Following global sentiment



Source: Reuters

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

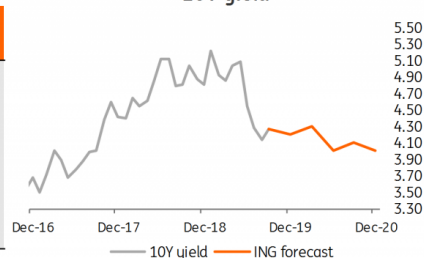
Market radar

	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



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