

Money Market

Cash rates continue to remain very high, trading around 5.00% due to the deadline for payments to the state budget and an absence of central bank open market operations to provide liquidity. This could be the new normal for a while as almost all tenors are trading above 4.00%, hence pricing in rather precarious liquidity conditions.

EUR/RON forecasts (eop)

	2Q19	3Q19	4Q19	1Q20	2Q20
ING forecast	4.77	4.78	4.85	4.87	4.88
FX Forward	4.81	4.86	4.91	4.96	4.99

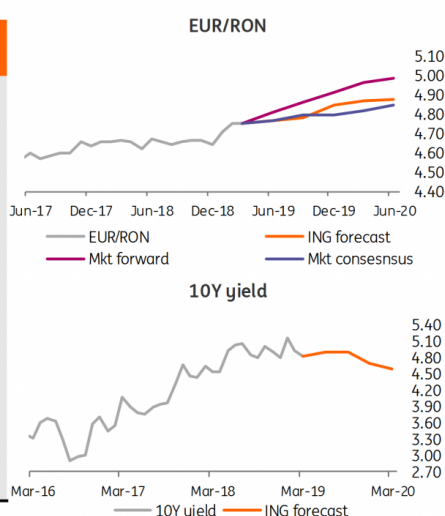
Source: Reuters, ING estimates

Market radar

	Spot	%Ch		
		1D	1W	1M
EUR/RON	4.7550	0.1	0.0	-0.1
EUR/PLN	4.2918	-0.2	0.0	-1.1
EUR/HUF	316	-0.2	0.7	-0.5
EUR/CZK	25.758	0.0	0.6	0.3
RO 5Y CDS*	106.3	0.1	3.0	-1.4
ROBOR O/N*	3.57	176.0	106.0	-5.0
ROBOR 3M*	3.23	7.0	13.0	-5.0
DAX	1146.7	-0.2	-2.3	-0.6
S&P 500	2798.36	-0.1	-0.7	0.8
DE 10Y*	-0.02	0.2	-9.6	-11.4
US 10Y*	2.44	-3.7	-16.6	-22.0
Gold (US\$)**	1316.6	0.7	1.0	-0.8
Brent (US\$)**	67.5	0.3	-0.1	0.3

*change in basis points; **US\$ (data as at 09:41GMT)

Source: Reuters, Bloomberg, ING



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