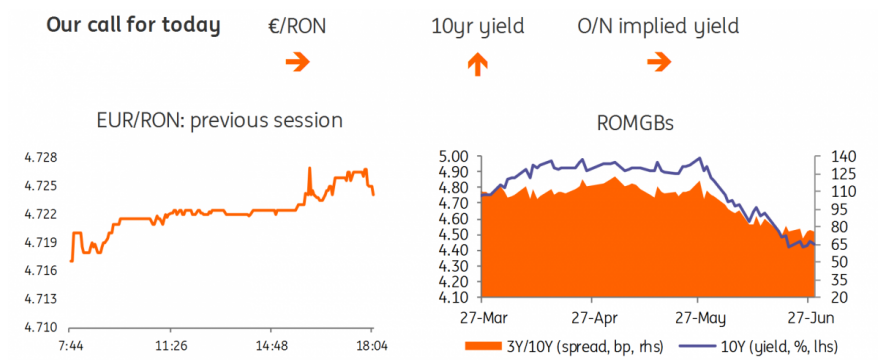


Briefing Romania

Waiting for July auction calendar



EUR/RON

The EUR/RON traded to the high side of our indicated 4.7150-4.7250 range on above average turnover. For today we could see a test at 4.7300 but it could still be a bit too early for the pair to depart the 4.7200 area.

Government bonds

Some selling flows in the longer end seem to have stirred the ROMGB market which reacted quite defensively and shifted up to 12 basis points higher. It could be a bit of profit taking but it could also be an end to the complacency as well in the light of recent events like the pension law or fiscal amnesty.

Money market

The standstill mood in the money market persists, with the entire curve trading broadly between the National Bank of Romania's 2.50% key rate and the 3.50% Lombard rate.

EUR/RON forecasts (eop)

	3Q19	4Q19	1Q20	2Q20	3Q20
ING forecast	4.77	4.85	4.85	4.85	4.87
FX Forward	4.77	4.82	4.87	4.90	4.95

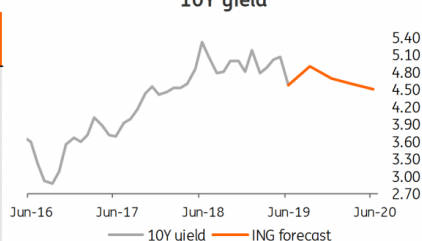
Market radar

	Spot	%Ch		
		1D	1W	1M
EUR/RON	4.7240	0.1	0.2	-0.7
EUR/PLN	4.2512	-0.2	0.0	-1.0
EUR/HUF	323.8	0.1	0.2	-0.6
EUR/CZK	25.443	0.1	-0.6	-1.6
RO 5Y CDS*	89.6	0.1	0.6	-9.0
ROBOR 0/N*	2.61	0.0	88.0	-24.0
ROBOR 3M*	3.23	0.0	0.0	-3.0

*change in basis points; **US\$ (data as at 06:20 GMT)

Source: Reuters, ING estimates

10Y yield



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