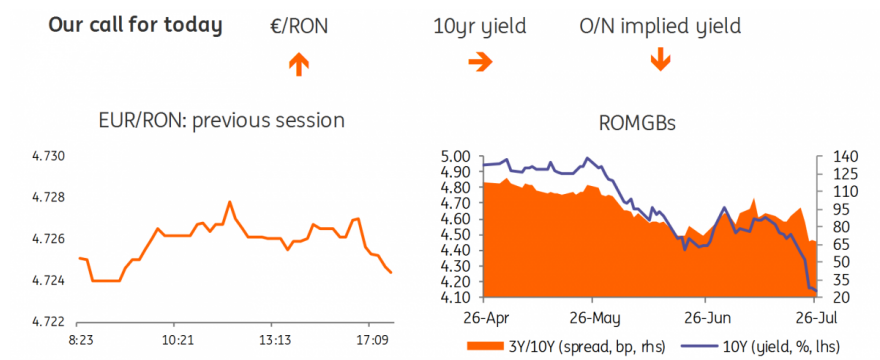


Briefing Romania

Awaiting the Fed decision



Source: Reuters

EUR/RON

The EUR/RON continued to float narrowly around 4.7250 on low turnover. Softening cash rates could reignite the upward pressure; we look for a test at 4.7300.

Government bonds

The strong gains in Romanian government bonds came almost to a standstill on Friday. This stance could be prolonged beyond today as markets eye the Federal Reserve's rate decision on Wednesday. The August auction calendar is expected by that date as well.

Money market

As expected, the front end implied yields eased and closed the day around 2.80%. Today's NBR deposit taking auction (if announced) should keep rates around 2.50% for the next few days.

EUR/RON forecasts (eop)

	3Q19	4Q19	1Q20	2Q20	3Q20
ING forecast	4.77	4.80	4.82	4.85	4.87
FX Forward	4.75	4.79	4.83	4.86	4.91

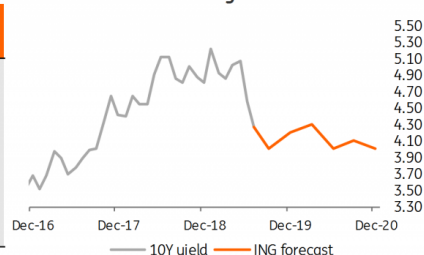
Market radar

	Spot	1D	%Ch	
			1W	1M
EUR/RON	4.7245	-0.2	0.0	0.0
EUR/PLN	4.2718	0.4	0.5	0.5
EUR/HUF	326.95	0.2	0.6	1.0
EUR/CZK	25.572	0.2	0.2	0.5
RO 5Y CDS*	89.6	0.6	1.2	0.0
ROBOR O/N*	3.33	-15	162	72
ROBOR 3M*	3.09	-2	-2	-14

*change in basis points; **US\$ (data as at 06:30 GMT)

Source: Reuters, ING estimates

10Y yield



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