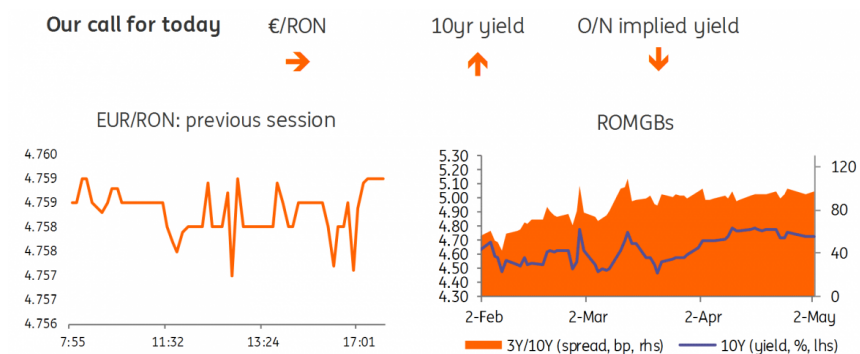


Briefing Romania

Numbness all around



Source: Reuters

➔ EUR/RON

Yesterday was arguably one of the most boring trading sessions on the EUR/RON market. The pair traded within some 20 pips throughout the entire day on low turnover. We expect the same low activity for today.

⬆️ Government bonds

A calm trading session dominated the bond market as well. The curve inched some 1-2 basis points lower but again the low turnover make such moves less significant. The beginning of next week should be more animated as the monthly primary auctions begin.

Money Market

Cash rates approached the 2.50% key rate. The coming Monday will likely test central bank's determination to keep monetary conditions tight by absorbing the surplus liquidity.

EUR/RON forecasts (eop)

	2Q19	3Q19	4Q19	1Q20	2Q20
ING forecast	4.77	4.78	4.85	4.87	4.88
FX Forward	4.79	4.84	4.89	4.95	4.98

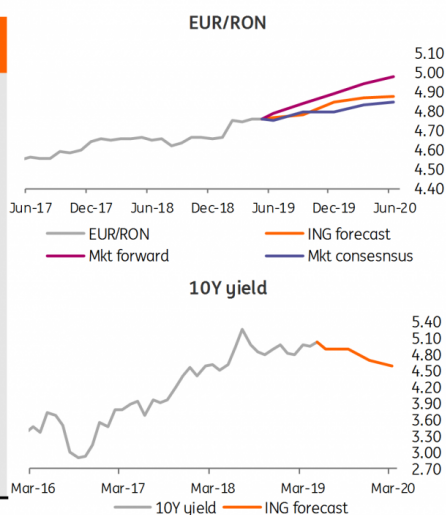
Source: Reuters, ING estimates

Market radar

	Spot	%Ch		
		1D	1W	1M
EUR/RON	4.7563	0.0	-0.1	0.1
EUR/PLN	4.2841	0.1	-0.2	-0.2
EUR/HUF	323.93	-0.1	0.5	13
EUR/CZK	25.687	0.3	-0.1	-0.1
RO 5Y CDS*	86.7	-2.1	-2.9	-23.1
ROBOR O/N*	2.86	-40.0	-70.0	-68.0
ROBOR 3M*	3.32	-5.0	-6.0	-2.0
DAX	12345.4	0.0	0.8	3.6
S&P 500	2917.5	-0.2	0.2	2.1
DE 10Y*	0.03	2.4	3.8	3.1
US 10Y*	2.55	4.1	11	2.8
Gold (US\$)**	1272.2	-0.5	-0.4	-14
Brent (US\$)**	70.4	-2.0	-4.3	2.2

*change in basis points; **US\$ (data as at 05:42 GMT)

Source: Reuters, Bloomberg, ING



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