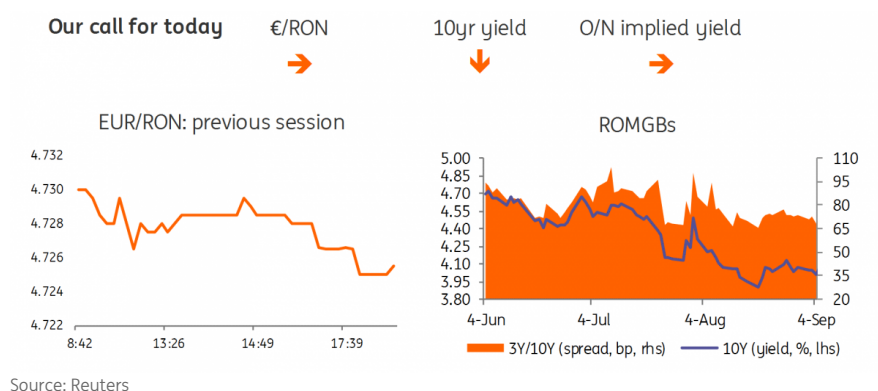


# Briefing Romania

## 12Y bond auction



## EUR/RON

The EUR/RON ended yesterday little changed near 4.7300 on below average turnover. For today, we look for the 4.7200-4.7300 range to hold, but the bias for the pair is likely to remain to the upside.

## Government bonds

The September primary auctions start today with an interesting RON300 million Sep-2031 offering which will show the extent to which ROMGBs are still in vogue for international investors. The secondary market levels are less reliable due to the wide bid-offer spreads, but in general we could see the outcome closer to the market bids – around 4.30% that is. The better offered core markets translated into some selling interest throughout the region, with ROMGBs inching up to 10 basis points higher.

## Money market

Funding rates continued to trade flat just above the 2.50% key rate with little to no trading interest along the curve.

EUR/RON forecasts (eop)

	3Q19	4Q19	1Q20	2Q20	3Q20
ING forecast	4.75	4.80	4.82	4.82	4.84
FX Forward	4.76	4.80	4.84	4.88	4.93

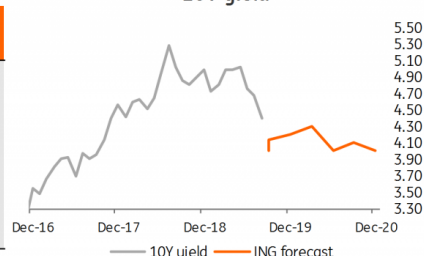
Market radar

	Spot	1D	%Ch 1W	1M
EUR/RON	4.7245	-0.1	-0.1	-0.1
EUR/PLN	4.3467	0.0	-1.0	0.7
EUR/HUF	329.34	-0.2	-0.3	1.4
EUR/CZK	25.845	0.1	-0.2	0.4
RO 5Y CDS*	87.6	-0.1	0.0	-1.7
ROBOR O/N*	2.63	-4	-24	1
ROBOR 3M*	3.04	-1	-2	-5

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

Source: Reuters, ING estimates

10Y yield



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