

Romania

Money Market and FX Daily

MoF sells 1Y T-bills at a maximum yield of 10.49%

Money market ON rates opened at 8.5/9% on Wednesday. The market was flooded with liquidity on the last day of the minimum reserve maintenance period as RON11bn returned to the market from deposits with the NBR. The central bank organized another open market operation but, as the tenor of the instrument extended well over the period when large budget payments are expected, market participants placed only RON385m in deposits with the NBR. After the announcement of this open market operation rates for ON quickly dropped to 2/5%. This was also the closing level and today they are likely to trade well above the key policy rate level driven by strong liquidity needs in the following reserve maintenance period which also led rates for TN to trade at 12/12.5% yesterday.

The MoF sold RON221m worth of 1Y T-bills at a maximum yield of 10.5%, 100bp above the previous levels for similar instruments. After rejecting all the bids at the last three T-bills auctions, the MoF accepted to borrow at an average yield of 10.2%, roughly 50bp below the level of the FX swap market level for this tenor.

EUR/RON opened at 3.5550/3.5560 on Wednesday. The pair traded on an upward trajectory moving in line with other regional peers. After midday, EUR/RON touched the maximum level of the session of 3.5860 and afterwards, along with other regional pairs, reversed trends. Interestingly, the appreciating move of the RON was softer compared to the others. This development might have been influenced by the low levels of ON rates which made it cheaper to finance short RON position. By the end of the session, EUR/RON stood at 3.5670/3.5715.

On Wednesday, the NBR computed the reference rate of the leu at 3.5614 against the euro from 3.5638 on Tuesday, and at 2.2319 against the dollar from 2.2350 on Tuesday.

RON* rates for individual accounts for amounts from 1 RON up to and including 1,000,000 RON.

RON** rates apply for corporate accounts. RON O/N deposits are available only for amounts over RON 1,000,000

Exchange & deposit rates are indicative. For actual rates, deals and further information, please call ING Bank, NV, Bucharest Branch.

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Exchange rates against RON

	BUY	SELL	NBR
EUR	3,5100	3,6100	3,5614
USD	2,2000	2,2600	2,2319
JPY100	2,1355	2,1948	2,1630
GBP	4,3723	4,4924	4,4501
CHF	2,1836	2,2438	2,2148
DKK	0,4705	0,4837	0,4773
SEK	0,3769	0,3876	0,3826

Romanian interbank rates

	ROBID	ROBOR
1W	12,09	12,81
1Mth	11,96	12,78
3 Mth	11,69	12,46
6 Mths	11,33	12,26
9 Mths	11,33	12,23
1Y	11,33	12,23

ING Bank rates

	RON*	RON**	USD	EUR
C/A	7,50	0,50	0,25	0,25
1 Mth	7,25	7,25	2,00	3,00
3 Mths	7,25	7,25	2,00	3,20
1 Y	9,00	9,00	2,00	3,40

Exchange rates against USD

	BUY	SELL
EUR	1,5641	1,6282
JPY	100,91	105,08
GBP	1,9477	2,0276
CHF	0,9871	1,0277

Interest rate fixings

	EURIBOR	LIBOR USD
1W	4,26	2,50
1Mth	4,39	2,90
3 Mth	4,83	2,92
6 Mths	4,87	3,05
9 Mths	4,91	3,08
1Y	4,93	3,11

Disclosures Appendix

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