**CFA Romania Macroeconomic Confidence Index, March 2019**

Confidence[[1]](#footnote-1): 34.9 (+0.5 MoM; -12.7 YoY)

February: 34.4; January: 23.8; December: 28.7; November: 44.3; October: 48.4; September: 50.5

Current conditions: 47.1 (-0.4 MoM; -17.1 YoY)

February: 47.5, January: 39.3; December: 46.4; November: 55.6; October: 62.5; September: 62.2

Expectations: 28.9 (+1.0 MoM; -10.5 YoY)

February: 27.9, January: 16.0; December: 19.9; November: 38.7; October: 41.3; September: 44.6

**1. How do you consider current business conditions in Romania?**

Balance[[2]](#footnote-2): -31%

February: -41%; January: -65%; December: -41%; November: -6%; October: 14%; September: 14%

**2. How do you consider the current employment situation in Romania?**

Balance: 19%

February: 31%; January: 23%; December: 26%; November: 28%; October: 36%; September: 35%

**3. What are your expectations for business conditions in Romania in the next 12 months?**

Balance: -69%

February: -69%; January: -84%; December: -86%; November: -50%; October: -47%; September: -46%

**4. What are your expectations for employment situation in Romania in the next 12 months?**

Balance: -54%

February: -49%; January: -72%; December: -50%; November: -37%; October: -14%; September: -22%

**5. What are your expectation for personal income in Romanian economy in the next 12 months?**

Balance: -12%

February: -13%; January: -33%; December: -29%; November: 6%; October: 60%; September: 16%

**6. What are your expectation for personal wealth (stock market, real estate etc.) in Romanian economy in the next 12 months?**

Balance: -35%

February: -46%; January: -84%; December: -76%; November: -17%; October: -14%; September: 8%

**7. How do you estimate global macroeconomic conditions in the next 12 months?**

Balance: -4%

February: -15%; January: -51%; December: -45%; November: -19%; October: -14%; September: -8%

**8. How do you estimate the annual inflation rate in Romania in the next 12 months?**

Balance: 50%

February: 64%; January: 63%; December: 40%; November: 25%; October: 22%; September: 16%

**9. How do you estimate RON short-term interest rates (3-Month-Interbank rate) in the next 12 months?**

Balance: 69%

February: 64%; January: 81%; December: 43%; November: 56%; October: 72%; September: 70%

**10. How do you estimate RON medium-term interest rates (yields on 5-Year bonds) in the next 12 months?**

Balance: 81%

February: 74%; January: 86%; December: 81%; November: 64%; October: 56%; September: 62%

**11. How do you estimate BET stock market index in Romania in the next 12 months?**

Balance: -35%

February: -42%; January: -71%; December: -60%; November: -22%; October: 8%; September: 22%

**12. How do you estimate RON compared with EURO in the next 12 months?**

Balance: -76%

February: -85%; January: -86%; December: -88%; November: -81%; October: -78%; September: -70%

**13. How do you estimate the evolution of the Romanian country risk premium (measured by 5Y USD CDS) in the next 12 months?**

Balance: 88%

February: 82%; January: 88%; December: 83%; November: 78%; October: 74%; September: 73%

**14. How do you estimate Brent spot oil price in the next 12 months?**

Balance: 12%

February: 0%; January: 11%; December: 25%; November: 20%; October: 23%; September: 33%

**15. Do you expect at least one country to leave Eurozone in the next 12 months?**

**16. Do you consider equities listed on the Bucharest Stock Exchange to be?**

Balance[[3]](#footnote-3): -15%

February: -18%; January: -14%; December: -3%; November: 0%; October: -8%; September: -14%

**17. Do you consider Romanian real estate in the main cities to be:**

Balance[[4]](#footnote-4): 65%

February: 64%; January: 63%; December: 56%; November: 53%; October: 47%; September: 49%

**18. What is your EURRON exchange rate expectation in 6 months?**

|  |  |
| --- | --- |
| Average | 4.7946 |
| Median | 4.8000 |
| Min | 4.7000 |
| Max | 4.9000 |

**19. What is your EURRON exchange rate expectation in 12 months?**

|  |  |
| --- | --- |
| Average | 4.8541 |
| Median | 4.8500 |
| Min | 4.6500 |
| Max | 5.1500 |

**20. What is your annual inflation expectation in 12 months (Jan. 2020/Jan. 2019)?**

|  |  |
| --- | --- |
| Average | 4.03% |
| Median | 4.00% |
| Min | 3.20% |
| Max | 5.00% |
| Standard deviation | 0.53% |

**21. What is your ROBOR 3M interest rate expectation in 12 months?**

|  |  |
| --- | --- |
| Average | 3.62% |
| Median | 3.63% |
| Min | 3.00% |
| Max | 4.50% |
| Standard deviation | 0.42% |

**22. What is your expectation for 5Y Romanian sovereign bond RON yields in 12 months?**

|  |  |
| --- | --- |
| Average | 4.62% |
| Median | 4.50% |
| Min | 4.00% |
| Max | 6.00% |
| Standard deviation | 0.55% |

**23. What is your expectation for Romanian country risk premium, measured as 5Y USD CDS (bps)?**

|  |  |
| --- | --- |
| Average | 132 |
| Median | 128 |
| Min | 100 |
| Max | 200 |
| Standard deviation | 24 |

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1. 100 – full confidence, 0 – no confidence, 50 - neutral [↑](#footnote-ref-1)
2. Difference between “Good” percentage points and “Bad” percentage points [↑](#footnote-ref-2)
3. Difference between ‘overvalued” and “undervalued”. Positive values mean overvaluation, while negative values mean undervaluation. [↑](#footnote-ref-3)
4. Difference between ‘overvalued” and “undervalued”. Positive values mean overvaluation, while negative values mean undervaluation. [↑](#footnote-ref-4)