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

Confidence[[1]](#footnote-1): 50.9 (-0.6 MoM; +7.2 YoY)

May: 51.5; April: 46.6; March: 34.9; February: 34.4; January: 23.8; December: 28.7

Current conditions: 60.5 (+2.2 MoM; -1.4 YoY)

May: 58.4; April: 59.9; March: 47.1; February: 47.5, January: 39.3; December: 46.4

Expectations: 46.1 (-2.0 MoM; +11.4 YoY)

May: 48.1; April: 39.9; March: 28.9; February: 27.9, January: 16.0; December: 19.9

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

Balance[[2]](#footnote-2): 11%

May: 3%; April: 3%; March: -31%; February: -41%; January: -65%; December: -41%

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

Balance: 33%

May 31%; April: 37%; March: 19%; February: 31%; January: 23%; December: 26%

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

Balance: -29%

May: -26%; April: -65%; March: -69%; February: -69%; January: -84%; December: -86%

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

Balance: -26%

May: -8%; April: -21%; March: -54%; February: -49%; January: -72%; December: -50%

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

Balance: 16%

May: 5%; April: 18%; March: -12%; February: -13%; January: -33%; December: -29%

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

Balance: 8%

May: 13%; April: -13%; March: -35%; February: -46%; January: -84%; December: -76%

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

Balance: -24%

May: -5%; April: -16%; March: -4%; February: -15%; January: -51%; December: -45%

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

Balance: 22%

May: 44%; April: 55%; March: 50%; February: 64%; January: 63%; December: 40%

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

Balance: 40%

May: 67%; April: 69%; March: 69%; February: 64%; January: 81%; December: 43%

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

Balance: 24%

May: 54%; April: 71%; March: 81%; February: 74%; January: 86%; December: 81%

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

Balance: -3%

May: 18%; April: -18%; March: -35%; February: -42%; January: -71%; December: -60%

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

Balance: -66%

May: -69%; April: -77%; March: -76%; February: -85%; January: -86%; December: -88%

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

Balance: 47%

May: 56%; April: 82%; March: 88%; February: 82%; January: 88%; December: 83%

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

Balance: 11%

May: 3%; April: 11%; March: 12%; February: 0%; January: 11%; December: 25%

**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): -3%

May: -13%; April: -13%; March: -15%; February: -18%; January: -14%; December: -3%

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

Balance[[4]](#footnote-4): 45%

May: 59%; April: 58%; March: 65%; February: 64%; January: 63%; December: 56

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

|  |  |
| --- | --- |
| Average | 4.7810 |
| Median | 4.7800 |
| Min | 4.7000 |
| Max | 4.8500 |

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

|  |  |
| --- | --- |
| Average | 4.8262 |
| Median | 4.8009 |
| Min | 4.6500 |
| Max | 5.1000 |

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

|  |  |
| --- | --- |
| Average | 4.05% |
| Median | 4.00% |
| Min | 3.00% |
| Max | 4.50% |
| Standard deviation | 0.56% |

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

|  |  |
| --- | --- |
| Average | 3.50% |
| Median | 3.50% |
| Min | 2.95% |
| Max | 5.50% |
| Standard deviation | 0.38% |

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

|  |  |
| --- | --- |
| Average | 4.25% |
| Median | 4.20% |
| Min | 3.00% |
| Max | 5.50% |
| Standard deviation | 0.46% |

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

|  |  |
| --- | --- |
| Average | 121 |
| Median | 115 |
| Min | 85 |
| Max | 175 |
| Standard deviation | 22 |

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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)