

OTP Weekly Outlook

 **otp** Global Markets

Next week's spotlight:

- April inflation from the USA
- Business confidence from the euro area

This week:

- Rate setting meetings of the Fed and the ECB, the euro area April CPI and the latest US job report were in investors' focus this week
- The Fed hiked by 25 bips as expected, ruled out interest rate cuts in the near future
- The April US job report suggests a still resilient labor market
- The ECB also hiked by 25 bips but suggested more ground to cover
- Euro area core inflation edged down but the underlying rate is still far from the 2% target
- IT yields were on track for a modest weekly decline, but much higher-than-expected NFP data brought certain reversal
- The dollar gained; the EUR/USD dropped below 1.10
- Recession fears weighed on the equity and the crude oil markets, and disturbing news from some regional US banks rattled investors. Major US stock indices dropped w/w though Apple's upbeat report on Friday limited the declines. In Europe, the declining trend turned around on Friday.
- Crude prices decline for the third week in a row, the TTF gas futures fell to 36 EUR/MWh.

Next week's spotlight: April inflation from the USA; business confidence from the euro area

Date*		Cd.	Event/Data	Period	Cons.	Prev.
2023 5. 8.	8 :00	DE	Industrial production M oM ,%)	Mar	-1.0	2.0
	10 :30	EZ	Sentix Investor confidence (points)	May	-8.0	-8.7
9.	5 :00	CN	Export (YoY,%)	Apr	8.0	14.8
10.	14 :30	US	CPI (YoY,%)	Apr	5.0	5.0
	14 :30	US	core-CPI M oM ,SA,%)	Apr	0.4	0.4
	14 :30	US	CPI M oM ,SA,%)	Apr	0.4	0.1
	14 :30	US	core-CPI (YoY,%)	Apr	5.5	5.6
	20 :00	US	Federal budget balance (USD bn)	Apr		-378
11.	14 :30	US	Initial jobless claims (000s)	weekly	243	242
	14 :30	US	Continuing jobless claims (000s)	weekly		1805
	14 :30	US	Producer Prices (YoY,%)	Apr	2.5	2.7
12.	14 :30	US	Producer Prices M oM ,%)	Apr	0.3	-0.5
	16 :00	US	Michigan Consumer confidence (preliminary, points)	May	63.0	63.5

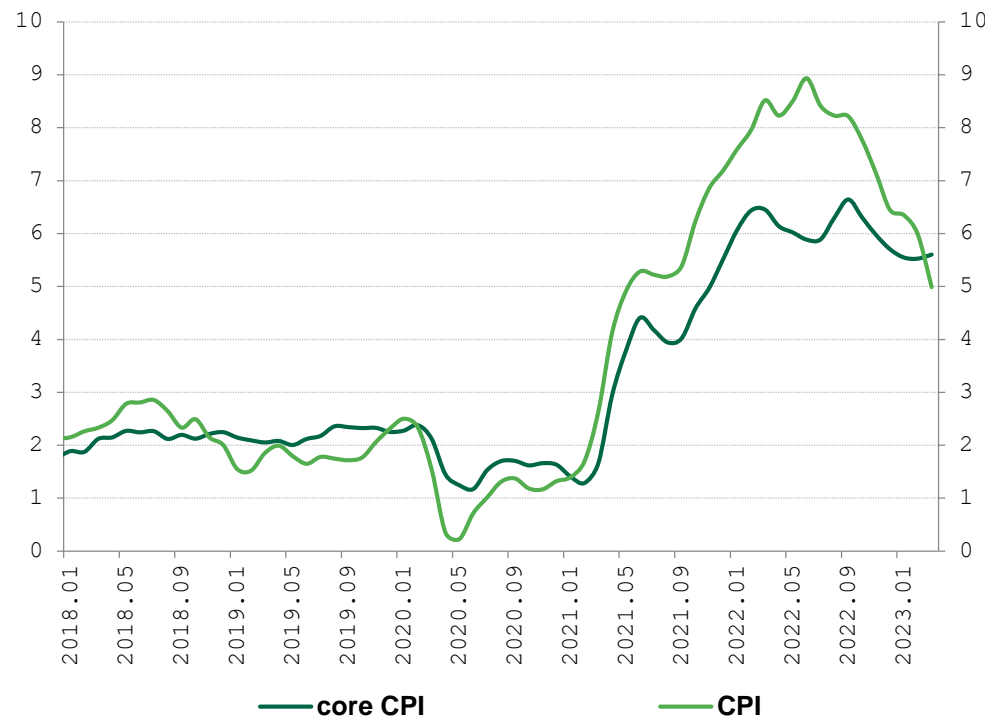
USA: April's CPI will be in the spotlight

Date	Cd.	Event/Data	Period	Cons.	Prev.
2023.05.10	14:30	US CPI (YoY,%)	Apr	5.0	5.0
	14:30	US core-CPI MoM,SA,%)	Apr	0.4	0.4
	14:30	US CPI MoM,SA,%)	Apr	0.4	0.1
	14:30	US core-CPI (YoY,%)	Apr	5.5	5.6
	20:00	US Federal budget balance (USDbn)	Apr		-378
11.	14:30	US Producer Prices (YoY,%)	Apr	2.5	2.7
	14:30	US Producer Prices MoM,%)	Apr	0.3	-0.5
12.	16:00	US Michigan Consumer confidence (preliminary, points)	May	63	63.5

Key highlights

- After a sharp drop in March, caused by base effects, **headline inflation** probably stagnated YoY in April. Meanwhile, core CPI is expected to have fallen slightly.
- Beside the base effects from energy prices, a positive development in March was the stop in the rise of food prices and the moderation in the increase in shelter costs, which altogether makes up about one-third of CPI, so it will be worth checking, to see whether this trend continues.
- The FOMC left the door open for further rate hikes after its latest meeting, when Jerome Powell spoke about data-driven approach. So, a stronger-than-expected data could put investors back on the fence regarding the end of the rate hike cycle.
- April's **producer price indices** are also coming in. The market expects a minimal rise following the month-on-month decline seen in March, but the year-on-year index is still expected to fall., which will soon spill over into CPI.

CPI (YoY, %)



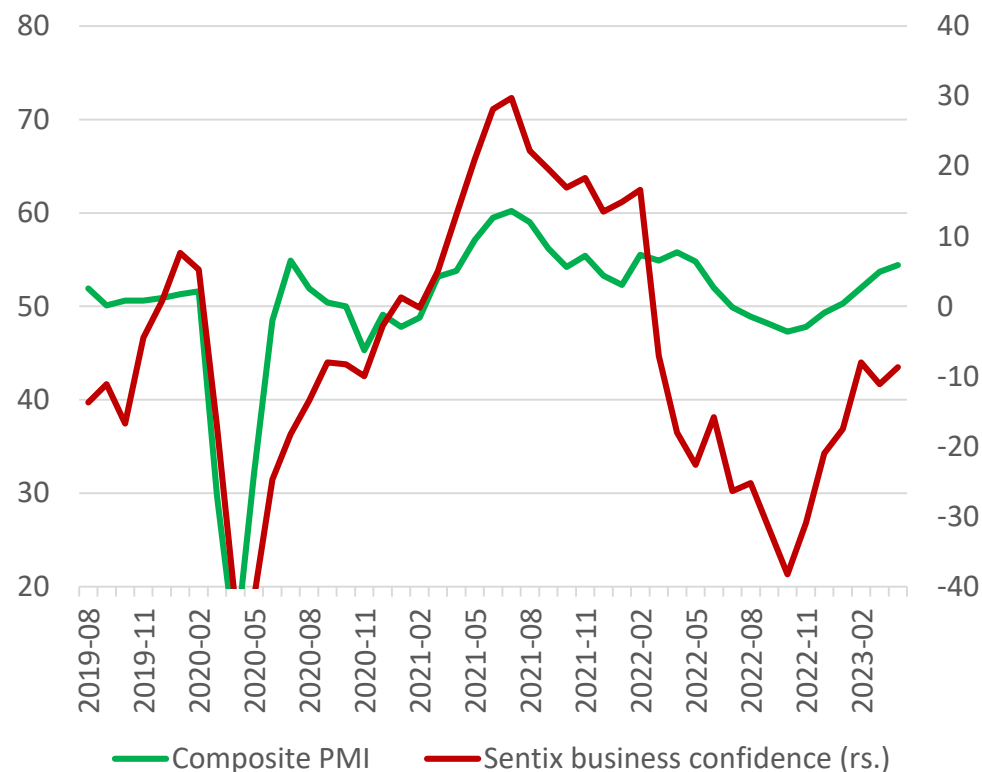
In the spotlight in the euro area: May business confidence

Date	Co.	Event/Data	Period	Cons.	Prev.
2023 5. 8. 8 :00	DE	Industrial production M oM (%)	Mar	-1.0	2.0
10 :30	EZ	Sentix Investor confidence (points)	May	-8.0	-8.7

Key highlights

- The very limited data releases next week will include the first May business confidence index, **Sentix**, which has improved consistently with PMIs since last October, but had a small dip in March, when fears about the health of the global banking sector had emerged. Sentix is an indicator based on responses from financial investors, hence is even a step further away from hard data than PMIs, which contain the responses of company managers. Nevertheless, the correlation is obvious in general, and the April value suggested improvement in both, with PMIs well exceeding the expansion mark. If Sentix improves further in May, it is even more likely that the euro area will avoid a recession also in Q2.
- March data on German industrial production deserves less interest, as we already know the first release of Q1 GDP for both Germany and the euro area. Nevertheless, Germany's weaker-than expected GDP release points to subdued industrial activity in March.

Euro area inflation rate and the ECB policy rate



This week's data so far: The Fed hiked by 25 bips as expected, ruled out interest rate cuts in the near future; the ECB also hiked by 25 bips but suggested more ground to cover

Date*		Cd.	Event/ Data	Period	Fact	Cons.	Prev.
2023 5. 1.	16 :00	US	Construction spending M oM ,%)	Mar	0.3	0.1	-0.1
	16 :00	US	ISM Manufacturing PMI (points)	Apr	47.1	46.8	46.3
2.	8 :00	DE	Retailsales M oM ,%)	Mar	-2.4	0.4	-1.3
	11 :00	EZ	CPI (flash, YoY, %)	Apr	7.0	7.0	6.9
	11 :00	EZ	Core CPI (flash, YoY, %)	Apr	5.6	5.7	5.7
	16 :00	US	Factory orders M oM ,%)	Mar	0.9	1.1	-0.7
	16 :00	US	Job Openings (in million)	Mar	9.6	9.8	9.9
3.	11 :00	EZ	Unemployment rate (%)	Mar	6.5	6.6	6.6
	14 :15	US	ADP non-farm employment M oM , 000s)	Apr	296	148	142
	16 :00	US	ISM non-Manufacturing PMI (points)	Apr	51.9	51.7	51.2
	20 :00	US	Interest rate decision (%)	-	5.0-5.25	5.0-5.25	4.75-5.0
	11 :00	EZ	Producer Prices M oM ,%)	Mar	-1.6	-1.7	-0.4
4.	11 :00	EZ	Producer Prices YoY, %)	Mar	5.9	5.9	13.3
	14 :15	EZ	Interest rate decision (lending rate, %)	-	3.75	3.75	3.5
	14 :15	EZ	Interest rate decision (deposit rate, %)	-	3.25	3.25	3.0
	14 :30	US	Non-farm Unit Labor Costs preliminary, QoQ, %)	Q1	6.3	5.5	3.3
	14 :30	US	Non-farm productivity growth preliminary, QoQ, %)	Q1	-2.7	-1.8	1.6
	5.	3 :45	CN	Caixin Services PMI	Apr	56.4	
8 :00		DE	Industrial orders M oM ,%)	Mar	-10.7	-2.2	4.5
8 :45		FR	Industrial production M oM ,%)	Mar	-1.1	-0.3	1.4
11 :00		EZ	Retailsales M oM ,%)	Mar	-1.2	-0.1	-0.2
14 :30		US	Non-farm payroll M oM , 000s)	Apr	253	18.0	16.5
14 :30		US	Unemployment rate (%)	Apr	3.4	3.6	3.5
14 :30		US	Average earnings M oM ,%)	Apr	0.5	0.3	0.3
14 :30		US	Average earnings YoY, %)	Apr	4.4	4.2	4.3

Key highlights

- In the **USA**, the **Fed** hiked by 25 bips, as expected. At the press conference Chair Powell said it was possible that further hikes would come; however, these will be fully data-dependent and contain the assessment of incoming macroeconomic and financial conditions, and the effect of past monetary tightening. Powell seemed confident that the US banking system is sound and resilient, but said that credit tightening might have a stronger effect on inflation than anticipated. The Chair ruled out rate cuts soon, as the inflation's decline is expected to be slow. There was a 253,000 gain in April non-farm payrolls suggesting that the labour market remains resilient. Nevertheless, that stronger-than-expected gain was offset by sharp downward revisions to previous months. Unemployment edged further down, and wage growth has accelerated somewhat.
- In the **euro area**, **inflation data** were in line with the consensus, while core inflation was a touch lower than expected. However, as the annualized seasonally adjusted rate is also 5.6%, the underlying inflation is still far from the 2% target. The **ECB** also hiked in line with the consensus, by 25 bips. The policy statement and the press conference suggested „there is more ground to cover“, however President Lagarde did not go into details, and stressed data dependency.

Monetary policy meetings of the Fed and the ECB, the EA April CPI and the latest US job report were in investors' focus this week while the Q1 corporate earnings season also continued. Though the rate hike decisions were in line with expectations some remarks of central banks' chiefs surprised the markets. LT yields were on track for a modest weekly decline but the stronger-than expected job report on Friday brought certain reversal. The dollar gained, the EUR/USD dropped below 1.10. Recession fears weighed on the equity and the crude oil markets, and disturbing news from some regional US banks raised the possibility of a banking sector turmoil again. Crude prices are set to decline for the third week in a row, the TTF gas futures fell to 36 EUR/MWh.

Indices	Last price	1week change (%)	YTD (%)	Interest rates	Last price	1week change (bps)	YTD (bps)	FX rates	Last price	1week change (%)	YTD (%)	Commodity	Last price	1week change (%)	YTD (%)
S&P500	4112	-1.4	7.1	US 2 year	3.90	-11.1	-53.1	Dollar index	10.161	0.0	-1.8	Brent	75.4	-5.2	-12.3
Nasdaq Comp.	12114	-0.9	15.7	US 10 year	3.44	2.1	-43.2	EURUSD	10.993	-0.2	2.7	WTI	71.5	-6.8	-10.9
Dow Jones	33533	-1.7	12	DE 2 year	2.54	-13.3	-19.5	USDJPY	134.84	-1.1	-2.8	NatGas (TTF, front-month)*	36.0	-5.3	-51.4
Russel2000	1752	-1.0	-0.5	DE 10 Year	2.28	-2.7	-28.2	GBPUSD	1.2593	0.2	4.2	Gold	2004.7	0.7	9.9
Stoxx 600	464	-0.7	9.1	FR 10 year	2.87	-0.8	-23.0	AUDUSD	0.6732	1.8	-1.2	Silver	25.3	0.9	5.5
DAX	15911	0.7	14.3	SP 10 year	3.37	1.7	-27.7	USDCAD	1.3455	0.7	0.7	Palladium	1482.5	-1.6	-17.3
CAC40	7413	-1.0	14.5	IT 10 year	4.19	2.6	-50.2	USDCHF	0.8942	0.0	3.4	Copper	386.3	-0.2	1.4
FTSE100	7760	-0.9	4.1	UK 10 year	3.77	5.5	10.5	NZDUSD	0.629	1.7	-0.9	Steel	1100.0	2.9	47.8
FTSEMIB	27204	0.2	14.8	CH 10 year	10.5	4.0	-53.2	CNHUSD	6.9248	0.0	0.0	Wheat	631.5	2.7	-20.3
Nikkei225	29158	1.9	11.7	JP 10 year	0.41	-5.8	0.1	USDTRY	19.4974	-0.2	-4.0	Com	652.0	2.5	-3.9
CSI300	4016.9	1.4	3.8	CN 10 year	2.76	-5.2	-11.2	USDBRL	4.974	0.3	6.2	Electricity (APX)*	95.7	62.8	427.5

Source: Bloomberg

*In EUR/MWh

Key highlights: Monetary policy meetings of the Fed and the ECB, the EA April CPI and the latest US job report were in investors' focus this week while the Q1 corporate earnings season also continued. Though the rate hike decisions were in line with expectations, some remarks of central banks' chiefs surprised the markets. LT yields were on track for a modest weekly decline, but the stronger-than expected job report on Friday brought certain reversal. The dollar gained; the EUR/USD dropped below 1.10. Recession fears weighed on the equity and the crude oil markets, and disturbing news from some regional US banks raised the possibility of a banking sector turmoil again. Crude prices are set to decline for the third week in a row, the TTF gas futures fell to 36 EUR/MWh.

- After the takeover of First Republic by JPMorgan, investors focused this week on rate decisions of major central banks, the euro area April CPI and the latest US labour market report along with corporate earnings releases. However, further disquieting news from some US regional banks weighed on the market sentiment. **LT bond yields** steadily came down till Thursday, though none of the monetary policy makers ruled out any further rate hike this year if macro data make it necessary. Christine Lagarde even said that the „ECB has more ground to cover“ in fighting inflation. US 10Y yields fell slightly below 3.3% - almost to the lowest in one month - on Thursday. Friday brought a reversal, as higher-than-expected NFP led LT yields even higher with the US 10Y yields edging 2bps higher. LT yields in Western Europe showed the same pattern with German 10Y yields finally falling only 5bps w/w to 2.28% and 10Y yields in the eurozone periphery inching higher by Friday afternoon. UK 10Y yields also rose this week after several turnaround ahead of the Bank of England's monetary policy meeting next week.

- The euro steadily strengthened against the **US dollar** in the first few days of the week, but after peaking at 1.11 on Thursday morning the EUR/USD fell slightly below 1.10 by afternoon after the ECB's rate decision meeting and the following press conference. In a weekly horizon, the EUR/USD remains near 1.10 with the US dollar gaining 0.2%. The EUR/JPY that hit 9-year high already last week and rose further over 151 on Monday later reversed and the yen strengthened more than 1% w/w vs. the euro.

- We're still not over the Q1 corporate earnings season with AMD, Apple, Pfizer and Starbucks surprising the US market with over-estimate earnings and sales figures but facing with very different market reactions. A regional banking turmoil taking shape recently after unsettling news from PacWest Bancorp. and West Alliance weighed on the sentiment in the equity markets. Major US **stock indices** were edging down during the week though Friday's session seems to bring some correction after Apple's upbeat results. The Dow, the S&P and the Nasdaq Composite is on track for 1-2% weekly decline. In Europe, the sentiment was similarly subdued, though not every trading day brought losses in the holiday-shortened week. The Stoxx600 is on route of less than 1% weekly loss, while the DAX and the FTSE/MIB seem to overperform with modest gains but the FTSE and the IBEX is on track for over 1% weekly decline. In terms of US sector performances, energy, telco and financials suffered the biggest decline in a week that started with the overnight buy-out of the first Republic Bank by JPMorgan Chase. None of S&P500 sector indices are in the green. In Europe, sectors show mixed performance with media (-6%), oil & gas, real estate and insurance (-2% each) losing the most while food & beverages being the top gainer with modest 0.7% rise.

- **Crude oils** are set to decline for the third week in a row as global growth concerns weighed on the energy market. WTI and the Brent are on track for around 5-7% weekly decline.. The **TTF natural gas prices** fell further 5% to 36 EUR/MWh the lowest since July 2021 following an about 25% plunge in April. Demand is still subdued though demand from the power sector is expected to rise in the summer.

Stock market and sector performance

Performance of US sectors			
Sector	Last price	1week change (%)	YTD (%)
S&P500	4112	-1.4	7.1
IT	2644	-0.2	21.7
Health care	1549	-0.4	-2.3
Financials	533	-3.3	-6.4
Telco	191	-3.6	20.0
Consumer discretionary	1136	-1.4	13.0
Industrials	838	-0.9	0.8
Consumer staples	802	-0.6	2.9
Utilities	350	-0.2	-2.5
Energy	619	-5.6	-8.0
Real estate	233	-1.4	0.5
Materials	500	-1.4	2.1
Key US Tech companies			
Company	Last price	1week change (%)	YTD (%)
Alphabet	105	-2.5	18.7
Amazon	104	-1.2	24.1
Apple	173	2.1	33.4
Meta	231	-3.8	92.0
Microsoft	306	-0.5	27.5
Tesla	166	1.3	35.1

Source: Bloomberg

Performance of Europe's sectors			
Sector	Last price	1week change (%)	YTD (%)
Stoxx 600	464	-0.7	9.1
Health care	1082	0.3	8.5
Industrial goods & services	713	-0.9	12.1
Banks	148	-0.5	5.7
Personal & household goods	1132	-0.3	17.9
Insurance	329	-2.1	3.1
Food and beverages	821	0.7	10.1
Technology	665	0.0	15.1
Utilities	399	0.2	10.8
Oil & gas	341	-2.2	-1.1
Chemicals	1243	0.1	8.9
Construction & materials	588	-0.5	15.5
Telco	214	-1.6	13.2
Retail	359	-1.3	19.7
Financial services	599	-1.2	6.3
Basic resources	555	-1.0	-11.4
Real estate	114	-2.1	-2.7
Auto & parts	603	0.0	14.3
Media	344	-6.2	5.2
Travel & leisure	242	-1.8	22.4

Source: Bloomberg

Summary of regional stock markets' performance

Name		Performance					Valuation**				Fundamentals			
Country	Index	Last Price	1M change (%)	3M change (%)	6M change (%)	12M change (%)	P/E*	P/B	P/S	ROE (%)	Current Ratio	Debt to equity (%)	Change in EPS growth in the last 4 week (%)	Change in EPS growth in the last 3 month (%)
													1.264075	
Europe	SXXP Index	464	1.5	0.6	11.2	5.8	13.9	2.0	1.3	11.9	1.1	156.4	-0.1	1.1
Germany	DAX Index	15911	2.5	2.8	18.2	14.4	13.3	1.7	1.0	10.8	1.2	110.7	26.6	8.1
France	CAC Index	7413	1.3	2.5	15.5	16.4	12.6	1.8	1.2	11.3	1.1	178.8	-1.8	0.3
Poland	WIG20 Index	1905	8.4	0.0	19.0	7.9	7.7	1.1	0.7	15.7		49.2	11.9	18.2
Czechia	PX Index	1387	1.5	2.4	13.5	5.2	7.5	1.2	0.9	16.0		151.5	7.3	8.7
Hungary	BUX Index	46202	5.3	1.8	8.4	8.7	5.7	0.9	0.5	15.4		53.7	-99.8	0.0
Romania	BET Index	12187	-1.2	-0.7	11.9	-2.1	4.5	1.1	0.9	23.7		58.8	-42.4	-19.3
Bulgaria	SOFIX Index	613	0.4	0.3	3.2	1.3	4.7	0.7	0.4	14.7		44.4		
Russia	MOEX Index	2532	1.2	12.6	17.4	5.3	3.3	0.4	0.6	20.5	1.3	64.2	0.0	1.0
Ukraine	PFTS Index	507	0.0	0.0	-2.3	-2.3								
Slovenia	SBIOP Index	1231	2.9	5.9	22.6	5.9	9.1	1.1	0.4	14.2		32.9		
Croatia	CRO Index	2238	-0.5	5.9	17.4	5.1	98.1	7.8	5.0	7.0	1.6	34.9		
Serbia	BELEX15 Index	906	2.5	4.6	16.2	10.6	377.1	60.5	43.0	13.5	1.8	16.7	0.0	1155.9
Montenegro	MNSE10 Index	1002	-4.4	-3.6	12.4	25.7	14.7	0.3	0.7	2.0	2.2	6.6		

*Price to earnings (P/E) ratio is calculated with the 12M trailing EPS in the denominator.

**Some of the country indices could be sector heavy (only a handful industry comprise the majority of the indices),

***therefore direct comparison of valuation metrics alone could be misleading.

FX outlook

FX pair	2021.Q4	2022.Q1	2022.Q2	2022.Q3	2022.Q4	2023.Q4	2024.Q4
EURUSD	1.14	1.12	1.06	1.01	1.0	1.12	1.15
EURGBP	0.84	0.83	0.85	0.85	0.88	0.89	0.89
EURCHF	1.06	1.05	1.03	0.97	0.98	1.01	1.05
USDJPY	130	129.5	136	136	144.5	140	138

Source: Bloomberg

Country	FX pair	2022.Q4	2023.Q1	2023.Q2	2023.Q3	2023.Q4	2024.Q1	2024.Q2	2024.Q3	2024.Q4
Hungary	EURHUF (€op)	400	380	386	389	393	396	398	397	398
Romania	EURRON (€op)	4.95	4.95	5	5.02	5.01	5.1	5.11	5.11	5.02
Russia	USDRUB (€op)	73.0	77.7	74.5	76.4	78.6	80	79.1	80.5	82.3
Ukraine	USDUAH (€op)	36.9	36.9	35.3	37.3	38.2	37.1	37.2	37.4	35.7
Serbia	EURRSD (€op)	117	117	117	117	117	117	117	117	117

*No forecast available for Moldova and Albania

Source: Focus Economics

Macro outlook in the region

Countries	GDP (yoy, %)				
	OTP			Focus Economics	
	2022	2023	2024	2023	2024
Hungary	4.6	0.6	3.7	0.1	3.0
Rom ania	4.7	2.8	3.5	2.4	3.6
Bulgaria	3.4	1.5	2.6	1.4	2.6
Russia	-2.1	1.1	1.2	-1.8	1.0
Ukraine	-29.1	1.0	3.9	2.2	7.3
Slovenia	5.4	1.0	2.6	1.0	2.5
Croatia	6.3	3.0	3.3	1.2	2.6
Serbia	2.3	1.4	3.0	1.9	3.2
Montenegro	6.1	1.8	2.7	2.9	3.1
Albania	4.8	2.7	3.7	2.4	3.7
Moldova	-5.9	1.6	6.1	1.8	4.2

Countries	Fiscal balance (%of GDP)				
	OTP			Focus Economics	
	2022	2023	2024	2023	2024
Hungary	-6.3	-3.9	-4.7	-4.3	-3.6
Rom ania	-6.2	-5.0	-4.0	-4.9	-4.1
Bulgaria	-2.8	-3.4	-2.9	-3.3	-2.6
Russia	-2.3	-3.8	-2.8	-3.3	-2.2
Ukraine	-17.6	-15.0	-15.0	-18.7	-13.8
Slovenia	-3.0	-4.2	-3.0	-4.3	-2.7
Croatia	0.4	-2.0	-1.5	-2.4	-2.0
Serbia	-3.3	-3.3	-3.3	-2.9	-2.2
Montenegro	-4.3	-5.1	-4.6	-4.8	-3.9
Albania	-3.8	-3.0	-3.0	-3.4	-2.4
Moldova	-3.3	-4.0	-3.5	-4.9	-3.9

Countries	Inflation (average (yoy), %)				
	OTP			Focus Economics	
	2022	2023	2024	2023	2024
Hungary	14.5	19.0	5.5	18.2	5.5
Rom ania	13.7	10.4	4.8	10.3	5.2
Bulgaria	15.3	11.0	3.9	9.8	4.1
Russia	13.8	4.9	4.0	6.5	5.4
Ukraine	15.3	11.0	3.9	18.7	12.6
Slovenia	9.3	6.7	2.6	6.7	3.6
Croatia	10.7	7.8	3.3	7.2	3.2
Serbia	11.9	11.9	5.0	10.9	5.2
Montenegro	13.0	8.8	2.5	9.7	4.0
Albania	6.7	4.5	3.0	4.5	3.0
Moldova	28.8	13.6	6.1	12.5	5.9

Countries	Unemployment (%)				
	OTP			Focus Economics	
	2022	2023	2024	2023	2024
Hungary	3.6	4.1	4.0	4.2	4.0
Rom ania	5.6	5.8	5.5	5.6	5.5
Bulgaria	4.3	4.4	4.2	4.5	4.7
Russia	3.9	3.7	4.0	4.1	4.3
Ukraine	24.5	27.6	16.2	21.9	20.2
Slovenia	4.8	3.1	2.9	4.2	4.2
Croatia	7.0	6.5	6.5	6.8	6.6
Serbia	9.4	10.0	9.5	9.5	9.1
Montenegro	15.0	16.3	16.0	15.6	14.9
Albania	11.3	10.5	9.8	10.7	10.5
Moldova	3.1	4.7	4.4	3.7	3.6

Source: Focus Economics, OTP Research Center

Gergely Tardos

Chief Economist
tardosg@otpbank.hu

Mihály András Kovács

Analyst
Mihaly.Andras.Kovacs@otpbank.hu

Gergely Rezessy

Analyst
Gergely.Gabor.Rezessy@otpbank.hu

Orsolya Rátkay

Analyst
Orsolya.Ratkay@otpbank.hu

Beáta Váradi

Analyst
Beata.Varadi@otpbank.hu

OTP Bank Romania Global Markets Sales Team

Robert Kovacs

Head of Sales
+40 372 318 588
robert.kovacs@otpbank.ro

Anca Butuc

Desk Dealer
+40 372 318 587
anca.butuc@otpbank.ro

Anamaria Toma

Desk Dealer
+40 372 318 585
anamaria.toma@otpbank.ro

Corina Bejan

Desk Dealer
+40 372 318 583
corina.bejan@otpbank.ro

Teodor Tibuleac

Desk Dealer
+40 372 318 586
corina.bejan@otpbank.ro

Szilamer Kozma

Regional Dealer
+40 372 504 520
szilamer.kozma@otpbank.ro

Andrei Sala

Regional Dealer
+40 755 000 015
andrei.sala@otpbank.ro

Dan Giurea

Regional Dealer
+40 372 318 584
dan.giurea@otpbank.ro

Alexandru Sabin

Regional Dealer
+40 755 000 255
alexandru.sabin@otpbank.ro

Disclaimer for OTP Bank Romania S.A. customers

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to FSA Regulation no 5/2019.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express written agreement of OTP Bank Romania S.A. Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centred on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the wilful or accidental interception, corruption or virus infection.

All rights reserved - OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: J40/10296/1995, CUI RO 7926069.; NBR registration no RB-PJR-40-028/1999; for further information please refer to: <https://www.otpbank.ro/en>).

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to newsletters@otpbank.ro or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.