

## Executive Summary

### • Macroeconomics

Romania's April residential building permits down 15% YoY.

### • Forex

The euro dropped to \$1.4282 at 5:06 p.m. in New York. The RON advanced 4.1180/4.1200 per EUR.

### • Money Market

RON T/N trading at 3.17%/3.54%.

### • Equities

#### Domestic

The BSE closed red (BET-C at -0.24%) on lower volumes, with BET losing 0.40% and BET-FI decreasing 1.26%.

RASDAQ-C closed green (+0.38%) on higher volumes, while Tier I gained 0.61%, Tier II dropped 1.45%.

#### Foreign

U.S. stocks were not traded yesterday. European stocks little changed.

### • Commodities

Oil down. Most other major commodities flat.

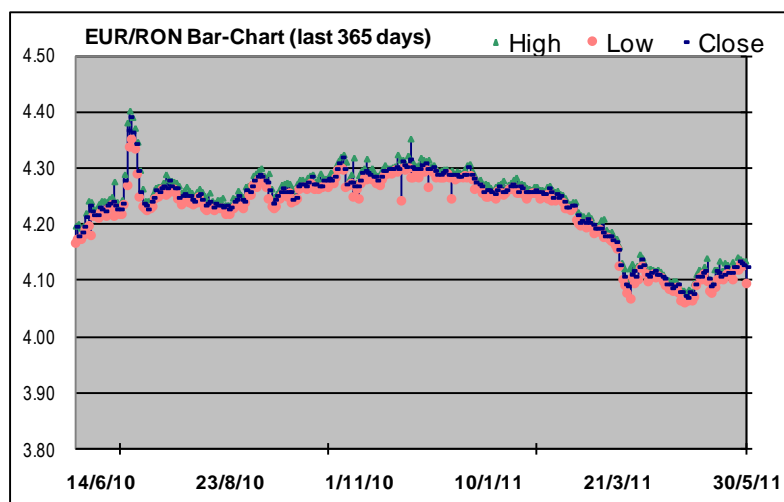
## Market Data (as of 31 May 2011)

(market info sources: Bloomberg Professional Service, [www.bvb.ro](http://www.bvb.ro), [www.bse.hu](http://www.bse.hu))

### • Forex (as of 31-May-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.1254	4.0601	4.4014	4.2900	4.1946
USD/RON	2.8893	2.7352	3.6166	3.2342	3.4130
CHF/RON	3.3903	2.9242	3.4283	1.2430	1.4210
100HUF/RON	1.5372	1.4528	1.5940	1.5343	1.5263

\* since Bloomberg is the data source NBR rates will likely differ

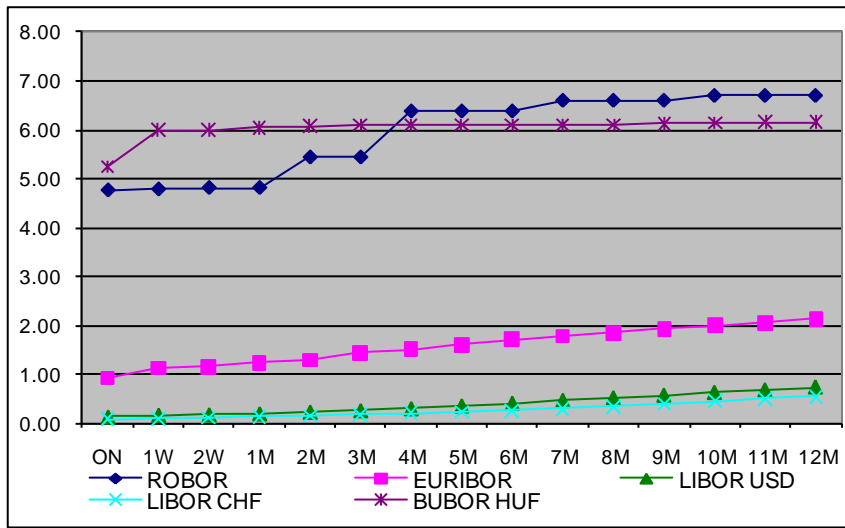


### • Money Markets (valid for 31 May 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.76	4.78	-	4.81	-	5.44	-	-	6.39	-	-	6.61	-	-	6.71
EURIBOR**	0.92	1.12	1.15	1.23	1.29	1.43	1.51	1.60	1.71	1.77	1.84	1.93	1.99	2.05	2.14
LIBOR USD	0.13	0.16	0.17	0.19	0.22	0.25	0.29	0.35	0.40	0.46	0.51	0.56	0.62	0.67	0.73
LIBOR CHF	0.07	0.09	0.10	0.13	0.15	0.18	0.20	0.22	0.25	0.29	0.34	0.39	0.44	0.49	0.54
BUBOR HUF	5.25	5.99	6.00	6.05	6.07	6.10	6.10	6.10	6.10	6.10	6.10	6.13	6.14	6.15	6.15

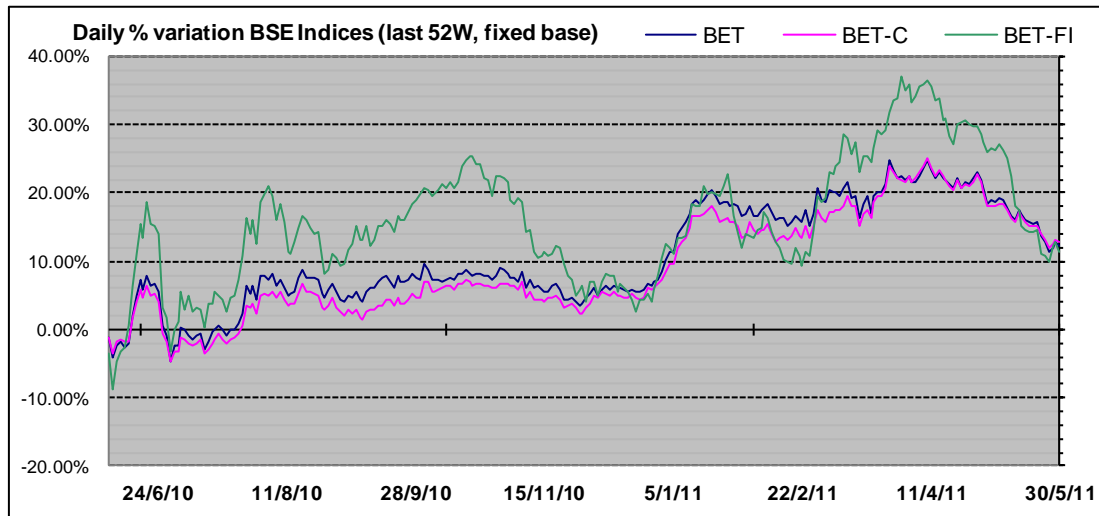
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* EONIA for ON



(source for the graph: the last table on the page above)

Equities



(source for the graph: Bloomberg data on BSE indices)

Domestic

Indices (RON)	Last close	1d%	Ytd%	52W%
BET	5,464.13	-0.40	3.71	9.82
BET-C	3,275.12	-0.24	5.27	9.84
BET-FI	22,173.36	-1.26	0.88	9.15
ROTX	11,203.10	-0.32	3.10	9.17
Rasdaq-C	1,688.08	0.38	0.48	-24.15
RAQ-I	1,363.91	0.61	-5.41	-36.36
RAQ-II	2,893.93	-1.45	-5.32	-33.83

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,441.58	0.00	7.54	22.74
S&P 500 (USD)	1,331.10	0.00	5.82	22.19
Nasdaq-C (USD)	670.41	0.00	-10.76	-2.95
FTSE 100 (GBP)	6069.9	2.21	1.66	16.99
STOXX 600 (EUR)	278.82	-0.08	0.65	14.27
BUX (HUF)	22,786.92	-1.18	6.21	3.87

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	9,337,467	19,286,600	387	0.4850	-0.59
AZO	1,069,715	1,299,500	391	0.7960	0.82
OLT	1,015,155	998,500	351	0.9735	-14.98
SIF5	769,205	555,000	96	1.3750	-1.43
TLV	532,115	459,000	73	1.1560	-0.52

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	3.73	1.57	22.61	14,483.91	8,625.28	4,865.08	278.82
Ytd Avg. (EUR mn)	10.17	0.43	59.95	19,207.65	11,626.54	5,540.38	280.50
MCap (EUR bn)**	26.95	2.63	23.00	3,356.30	12,654.05	2,677.62	7,000.67

\* 600 stocks from 15 EU countries + Switzerland, Norway and Iceland  
 \*\* For BUSE, NYSE, NSADAQ and LSE only stock listed primarily on that specific market

Best 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MECF	2,237	23,500	5	0.0985	6.49
AMO	238,686	13,334,500	478	0.0168	4.35
PEI	114	6	4	19.0000	4.11
BCM	86	1,000	2	0.0859	4.00
MPN	272	1,000	3	0.2785	3.15

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
OLT	1,015,155	998,500	351	0.9735	-14.98
SNO	1,606	500	5	3.2000	-5.88
ELGS	35,801	72,500	18	0.4890	-5.42
OIL	4,158	17,000	17	0.2380	-4.80
VESY	5,875	72,500	31	0.0760	-3.18

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	114.68	-0.30	22.61	42.16
Gold (COMEX)	USD/ounce	1537.3	0.00	8.86	25.05
Platinum (NYMEX)	USD/ounce	1800	0.00	2.61	15.72
Silver (COMEX)	USD/ounce	37.863	0.00	23.67	103.56
Wheat (CBOT)	USD/bushel	8.1975	0.00	-0.46	44.45
Corn (CBOT)	USD/bushel	7.585	0.00	20.78	85.34

- **OTP AM – Open-End Funds (as of 27-May-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.0700	0.86	7.77	14.96
OTP BalansisRO	RON	11.1100	0.73	10.66	17.32
OTP ComodisRO	RON	13.4522	0.02	2.56	7.56
OTP Euro Bond	EUR	10.2255	0.01	1.74	N/A

## Market Highlights (as of 30 May 2011)

- **Forex**

The euro depreciated 0.3 percent to \$1.4282 at 5:06 p.m. in New York, from \$1.4319 on May 27. The shared currency traded at 115.60 yen, compared with 115.67. The dollar was at 80.94 yen, compared with 80.80, after touching 80.70 on May 27, the lowest level since May 16. The pound fell 0.2 percent to \$1.6475. (Bloomberg)

EUR/RON opened at 4.1270/4.1290 and closed a bit stronger against the euro at 4.1180/4.1200. (ContiCap)

- **Money Market**

RON T/N trading range was 3.17%/3.54%. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost 0.24%) on lower volumes and much below this year's average volume. BET blue chips decreased 0.40% while BET-FI decreased 1.26%.

RASDAQ-C closed green (+0.38%) while Tier I gained 0.61%, Tier II decreased 1.45%. The trading volume was higher and much above this year's average volume.

- **Foreign**

The Stoxx 600 slipped less than 0.1 percent to 278.82 at the close in London. Trading volume was lower than normal as U.K. and U.S. exchanges were closed for holidays. (Bloomberg)

- **Commodities**

Brent oil for July settlement lost 35 cents, or 0.3 percent, to \$114.68 on the ICE Futures Europe exchange in London. The contract has fallen 8.3 percent this month. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Romania's April residential building permits down 15% YoY.*

Romania issued 3,145 building permits for residential projects in April, 15% down from a year earlier, the country's statistics board, INS, said on Monday. As many as 65% of the permits issued in April were for projects in the country's rural areas, INS said in a statement. The number of permits for residential buildings issued in the first four months of 2011 fell by 6.8% from a year earlier to 10,541. INS issues no figure for the value of the projects which were granted permits. In 2010 the number of permits issued for residential buildings in Romania fell by 14% to 42,189. (SeeNews)

*EU rules out 'total restructuring' of Greece aid, plans deal by end-June.*

European Union leaders will decide on additional aid for Greece by the end of June and have ruled out a "total restructuring" of the nation's debt, said Jean-Claude Juncker, head of the euro-area finance ministers' group.

- **Forex**

*Euro rises to 3-week high on speculation Greece to get more aid.*

The euro rose to a three-week high against the dollar on speculation European officials will approve additional assistance for Greece as part of efforts to counter the region's debt crisis. (Bloomberg)

- **Money Market**

*Treasuries head for second monthly gain before jobs, manufacturing reports.*

Treasuries headed for their biggest two-month gain since July and August before reports this week that economists said will show hiring and manufacturing slowed. (Bloomberg)

- **Equities**

- **Domestic**

*SIF stake cap reaches Constitutional Court again.*

SIF Transilvania (SIF3 RO) is trying to have the Constitutional Court annul the Government Ordinance of 2005 raising the SIFs' (regional investment funds) stake cap from 0.1% to 1%, as Romanian securities watchdog CNVM does not allow it to include the 5% cap approved in 2009 by shareholders in its corporate charter. (ZF)

*OTE not buying state stake in Romtelecom, Mediafax reports.*

Hellenic Telecommunications Organization SA, Greece's largest telephone-services provider, isn't planning on buying Romania's minority stake in Romtelecom SA, Mediafax reported, citing Communications Minister Valerian Vreme. OTE isn't interested in buying the stake at the moment because it isn't the right time, Mediafax quoted Vreme as saying. Vreme declined to comment on the report by Mediafax when contacted by Bloomberg News. OTE Chief Executive Officer Michael Tsamaz also refused to comment on OTE's plans. (Bloomberg)

## Foreign

*Caterpillar Inc. said the company and its Perkins unit were inspected by European Union antitrust officials.*

Caterpillar Inc. (CAT:US), the world's largest maker of construction and mining equipment said the company and its Perkins unit were inspected by European Union antitrust officials. General Electric Co. (GE:US) and MAN SE (MAN:GY) have also said they were inspected by commission antitrust officials who are checking possible competition violations in the industrial engine industry. (Bloomberg)

*Friedman Industries Inc. boosted its quarterly dividend.*

Friedman Industries Inc. (FRD:US), the steelmaker boosted its quarterly dividend to 13 cents a share from 11 cents a share May 27. The Bloomberg forecast was 11 cents. (Bloomberg)

## • Commodities

*Wheat drops most in three weeks on Russia ending export ban, Europe rains.*

Wheat tumbled the most in almost three weeks after Russia, once the second-biggest exporter, said it will allow grain shipments to resume and as rains may alleviate drought in French growing areas.. (Bloomberg)



## LEGEND

“**Min / Max 52W**” = Minimum / Maximum value recorded in the past 52 weeks “**Ytd**” (Year to date) = quotation in the first trading day of the year;

“**Last close / price**” = the closing price for the last trading session before the issue date of this report “**Ytd%**” (Year to date %) = cumulative % increase/decrease since the end of the previous year;

“**MCap**” = Market capitalization;

“**52W%**” = cumulative % increase/decrease during the past 52 weeks; “**1d%**” = % increase/decrease between Last close and the closing price of the day before the Last close date

“**Ytd Avg.**” = average value since the beginning of the current year

“**BuSE**” = Budapest Stock Exchange



## DISCLAIMER

- 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. Also it is not and should not be considered a recommendation for investment in financial instruments according to C.N.V.M. Regulations no. 15/2006 and 32/2006.

- This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice.

- 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.

- OTP Bank Romania SA 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.

- This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania SA. 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 agreement of OTP Bank Romania SA.

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

## OTP BANK SALES & TRADING –Treasury & Capital Markets Directorates

Silviu Enache, Capital Markets Director / [Silviu.enache@otpbank.ro](mailto:Silviu.enache@otpbank.ro) / +40 21 307.58.27

Mihaela Alexandru, Chief of Sales / [mihaela.alexandru@otpbank.ro](mailto:mihaela.alexandru@otpbank.ro) / +40 21 307.58.09

Alina Onica, Chief of Foreign Exchange / [alina.onica@otpbank.ro](mailto:alina.onica@otpbank.ro) / +40 21 307.58.09

Tania Fantana, FX Dealer / [tania.fantana@otpbank.ro](mailto:tania.fantana@otpbank.ro) / +40 21 307.58.09

Irina Ananiese, Junior Dealer / [irina.ananiese@otpbank.ro](mailto:irina.ananiese@otpbank.ro) / +40 21 307.58.09

Alexandru Ilisie, Equities Trader, [alexandru.ilisie@otpbank.ro](mailto:alexandru.ilisie@otpbank.ro) / +40 21 307.58.27

Alexandru Teodor Tibuleac, Equities Trader [alexandru.tibuleac@otpbank.ro](mailto:alexandru.tibuleac@otpbank.ro) / +40 21 307.58.27