

Executive Summary

• Macroeconomics

China manufacturing grows at slowest pace in nine months on cooling effort.

• Forex

The euro advanced to \$1.4396 at 5:00 p.m. in New York. The RON declined to 4.1270/4.1290 per EUR.

• Money Market

RON T/N trading at 3.11%/3.91%.

• Equities

Domestic

The BSE closed green (BET-C at +0.33%) on higher volumes, with BET gaining 0.08% and BET-FI increasing 2.27%. RASDAQ-C closed red (-0.50%) on lower volumes, while Tier I lost 1.08%, Tier II dropped 1.04%.

Foreign

U.S. stocks advance amid speculation about bailout for Greece. European stocks climb on Greek aid speculation.

• Commodities

Oil, platinum and silver up. Most other major commodities down.

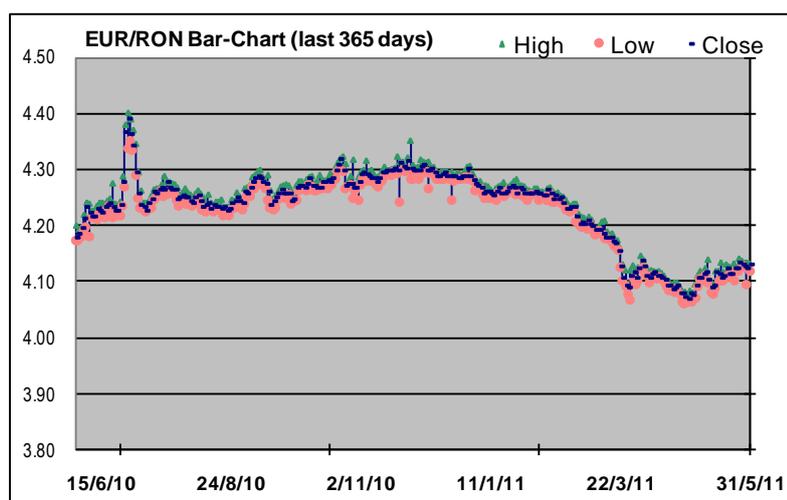
Market Data (as of 01 June 2011)

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

• Forex (as of 1-Jun-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.1305	4.0601	4.4014	4.2900	4.1771
USD/RON	2.8752	2.7352	3.6166	3.2342	3.4037
CHF/RON	3.3690	2.9448	3.4283	1.2430	1.4164
100HUF/RON	1.5500	1.4528	1.5940	1.5343	1.5113

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

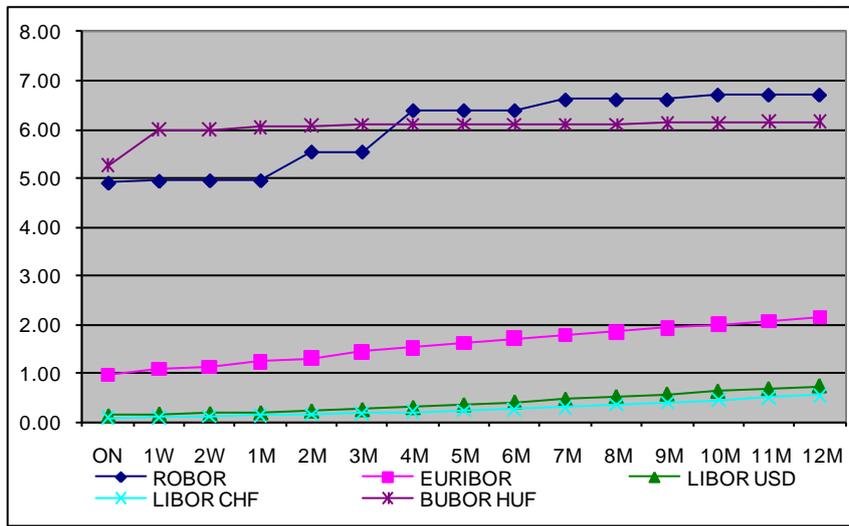


• Money Markets (valid for 01 June 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.91	4.95	-	4.96	-	5.55	-	-	6.40	-	-	6.62	-	-	6.72
EURIBOR**	0.95	1.08	1.12	1.23	1.29	1.43	1.51	1.61	1.71	1.78	1.84	1.93	2.00	2.06	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	5.26	6.00	6.00	6.05	6.07	6.10	6.10	6.10	6.10	6.10	6.10	6.13	6.13	6.15	6.15

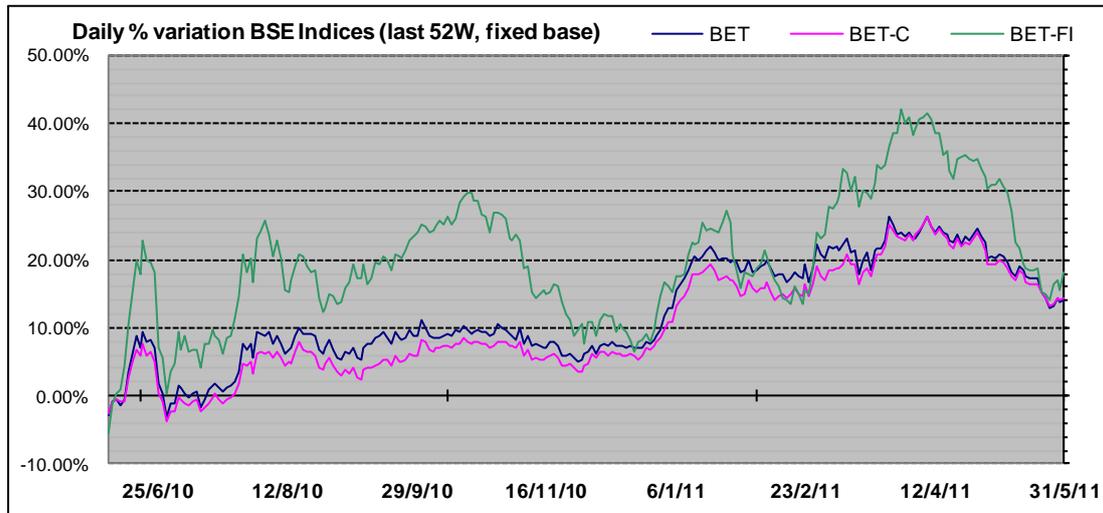
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,468.66	0.08	3.80	10.81
BET-C	3,285.94	0.33	5.62	11.30
BET-FI	22,677.78	2.27	3.17	11.99
ROTX	11,244.80	0.37	3.48	10.31
Rasdaq-C	1,679.63	-0.50	-0.02	-24.53
RAQ-I	1,349.20	-1.08	-6.43	-37.05
RAQ-II	2,863.86	-1.04	-6.31	-34.52

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,569.79	1.03	8.64	24.00
S&P 500 (USD)	1,345.20	1.06	6.94	23.48
Nasdaq-C (USD)	669.81	-0.09	-10.84	-3.03
FTSE 100 (GBP)	6069.9	2.21	1.66	16.99
STOXX 600 (EUR)	281.06	0.72	1.46	15.18
BUX (HUF)	23,376.19	1.38	8.96	6.55

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	17,158,992	35,274,200	481	0.4860	0.21
SIF5	2,473,547	1,773,000	270	1.4210	3.35
OLT	2,278,145	2,307,000	511	1.0000	2.72
BRD	1,801,939	126,900	44	14.2000	0.00
SIF2	821,394	631,500	132	1.3290	3.83

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	9.68	0.72	63.41	30,309.89	16,360.16	6,694.56	281.06
Ytd Avg. (EUR mn)	10.16	0.43	59.98	19,313.39	11,671.63	5,551.58	280.50
MCap (EUR bn)**	27.16	2.62	23.68	3,383.70	12,735.78	2,682.61	7,056.84

* 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	10,268	100,000	23	0.1130	14.72
OIL	9,909	40,500	16	0.2576	8.24
CMM	8,349	48,000	34	0.1750	5.93
SNO	676	200	2	3.3800	5.62
ELGS	80,021	157,000	28	0.5145	5.21

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
COS	551	500	2	1.1010	-13.78
AZO	619,147	786,000	231	0.7580	-4.77
MJM	20	10	2	2.0000	-4.76
BCM	832	10,000	2	0.0832	-3.14
AMO	55,148	3,303,000	243	0.0163	-2.98

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	116.73	1.48	24.80	44.70
Gold (COMEX)	USD/ounce	1536.8	-0.03	8.82	25.01
Platinum (NYMEX)	USD/ounce	1834	1.89	4.55	17.90
Silver (COMEX)	USD/ounce	38.305	1.17	25.12	105.94
Wheat (CBOT)	USD/bushel	7.8225	-4.57	-5.01	37.84
Corn (CBOT)	USD/bushel	7.475	-1.45	19.03	82.65

- **OTP AM – Open-End Funds (as of 30-May-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.0400	-0.42	7.32	11.39
OTP BalansisRO	RON	11.1100	0.00	10.66	16.46
OTP ComodisRO	RON	13.4588	0.05	2.61	7.52
OTP Euro Bond	EUR	10.2290	0.03	1.78	N/A

Market Highlights (as of 31 May 2011)

- **Forex**

The euro rose 0.8 percent to \$1.4396 at 5 p.m. in New York, after earlier reaching \$1.4424, the strongest since May 9. The euro dropped 2.8 percent this month versus the greenback. It gained 1.5 percent to 117.37 yen, trimming its first monthly loss this year to 2.4 percent. Japan's currency weakened 0.7 percent to 81.52 per dollar. (Bloomberg)

EUR/RON opened 41200/4.1220 and against the gain of regional peers, lost ground vs. the Euro to close 4.1270/4.1290. (ContiCap)

- **Money Market**

RON T/N trading range was 3.11% - 3.91%. RON yields edged lower as the curve continues to steepen with the front end more aggressively sold. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs gained +0.33%) on higher volumes but still below this year's average volume. BET blue chips increased 0.08% while BET-FI advanced 2.27%.

RASDAQ-C closed red (-0.50%) while Tier I lost 1.08%, Tier II decreased 1.04%. The trading volume was lower but still above this year's average volume.

- **Foreign**

The S&P 500 rose 1.1 percent to 1,345.20 in New York, for its fourth consecutive day of gains. The index declined 1.4 percent in May. The Dow Jones Industrial Average added 128.21 points, or 1 percent, to 12,569.79 yesterday. Equities advanced even as data on consumer confidence and business activity trailed economists' estimates. The Stoxx Europe 600 Index rose 0.8 percent to 281.06 at the close in London, paring last month's loss to 1 percent. The gauge had fallen for four straight weeks amid speculation that Greece will restructure its debt. Since reaching this year's high on Feb. 17, the Stoxx 600 has retreated 3.5 percent. (Bloomberg)

- **Commodities**

Brent crude oil for July delivery increased \$2.05, or 1.8 percent, to settle at \$116.73 a barrel on the London-based ICE Futures Europe exchange. Prices, down 7.3 percent this month, also ended an eight-month rally. (Bloomberg)

Latest Financial News

- **Macroeconomics**

China manufacturing grows at slowest pace in nine months on cooling effort.

China's manufacturing expanded at the slowest pace in nine months in May as the government extended a campaign to cool inflation and the property market, a survey of companies indicated. (Bloomberg)

U.S. consumer sentiment unexpectedly falls to six-month low on job outlook.

Consumer sentiment unexpectedly decreased in May to the lowest level in six months as Americans grew concerned over the outlook for jobs and the economy, while a measure of home prices dropped to a nine-year low. (Bloomberg)

- **Forex**

Swiss Franc weakens as slowing economic growth damps bets on rate increase.

The Swiss franc weakened against all but three of its 16 major counterparts as data showed economic growth slowed in the first quarter, damping speculation the Swiss National Bank will raise borrowing costs. (Bloomberg)

- **Money Market**

Romania to issue 4.3 bn. Lei (1.0 bn. Euro) of debt in June.

Romania plans to issue 4.3 billion lei (\$1.5 billion/1.0 billion euro) worth of government securities in June to re-finance public debt and finance its budget deficit, the finance ministry said on Tuesday. The ministry will auction 1.7 billion lei worth of benchmark T-notes next month. Romania has sold 27.2 billion lei and 939 million euro worth of debt so far this year. It sold 37.14 billion lei and 2.5 billion euro in government debt paper last year. (SeeNews)

Rehn sees Greek solution in Belgian-Style cuts, Vienna-Plan bond rollovers.

The European Union's top economic official said a solution to keeping Greece solvent is combining bold deficit cuts reminiscent of Belgian sacrifices in the 1990s and willingness by lenders to roll over expiring bonds, adapting what was done in Eastern Europe two years ago. (Bloomberg)

- **Equities**

- **Domestic**

State loses dominance among Proprietatea holders.

The state lost its dominance among the shareholders of investment fund Fondul Proprietatea (FP RO), after recently ceding a 10.1% stake in the fund to compensate a former owner of property seized by the communist regime. (ZF)

Romania's Armax Gaz to buy back up to 10% of its shares.

Romanian oil and gas equipment maker Armax Gaz (ARAX RO) said it decided to buy back up to 10% of its own shares over a period of 18 months and distribute them among managers and employees. Armax Gaz seeks to buy back up to 61,399,768 shares at a price of between 0.1 lei (\$0.035/0.024 euro) and 0.2 lei per share, it said in a statement to the Bucharest bourse on Monday. (SeeNews)

Romania wants to sell as much as 15% of nuclear, hydro plants.

The Romanian government wants to sell stakes of as much as 15 percent each in its Nuclearelectrica and Hidroelectrica utilities, said Deputy Economy Minister Karoly Borbely yesterday in Bucharest. (Bloomberg)

Foreign

Cerner Corp. said its board approved a 2-for-1 stock split.

Cerner Corp. (CERN:US), the provider of medical records technology said its board approved a 2-for-1 stock split in which shareholders of record on June 15 will receive an additional share for each share they hold. The extra stock will be distributed on June 24. (Bloomberg)

Nomura Holdings Inc. raised its recommendation for Standard Chartered Plc to "buy" from "neutral".

Standard Chartered Plc (STAN: LN) rose 1.4 percent to 1,628 pence after Nomura Holdings Inc. raised its recommendation for the U.K. bank that makes the majority of its profit in Asia to "buy" from "neutral," saying the firm remains "well positioned" for the long term. (Bloomberg)

Commodities

Gold declines on speculation Greece to get funds, avoid sovereign default.

Gold declined, extending a monthly drop in May, as investor concern eased that Greece may become the first euro country to default, paring demand for the precious metal as a haven. Silver also dropped. (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; "1d%" = % increase/decrease between Last close and the closing price of the day before the Last close date

"52W%" = cumulative % increase/decrease during the past 52 weeks;

"Ytd Avg." = average value since the beginning of the current year "BuSE" = Budapest Stock Exchange



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