

## Executive Summary

### • Macroeconomics

Romania's credit rating raised to investment grade by Fitch.

### • Forex

The euro advanced to \$1.4534 at 4:20 p.m. in New York. The RON little advanced to 4.2220/4.2240 per EUR.

### • Money Market

RON T/N trading range down to 0.30% - 0.80%.

### • Equities

#### Domestic

The BSE closed green (BET-C at +0.98%) on higher volumes, with BET gaining 0.75% and BET-FI increasing 1.30%. RASDAQ-C closed red (-0.51%) on lower volumes, while Tier I gained 2.66%, Tier II advanced 0.20%.

#### Foreign

European stocks advanced. US stock markets were closed.

### • Commodities

Brent oil down. Most major commodities were not traded.

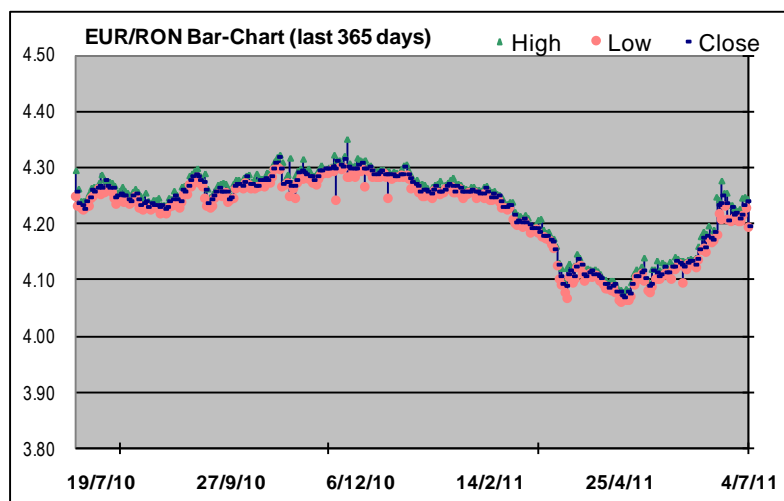
## Market Data (as of 05 July 2011)

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

### • Forex (as of 5-Jul-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.1964	4.0601	4.3516	4.2900	4.2589
USD/RON	2.8893	2.7352	3.4722	3.2342	3.3979
CHF/RON	3.4076	3.0422	3.5295	1.2430	1.3352
100HUF/RON	1.5927	1.4632	1.6075	1.5343	1.4910

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

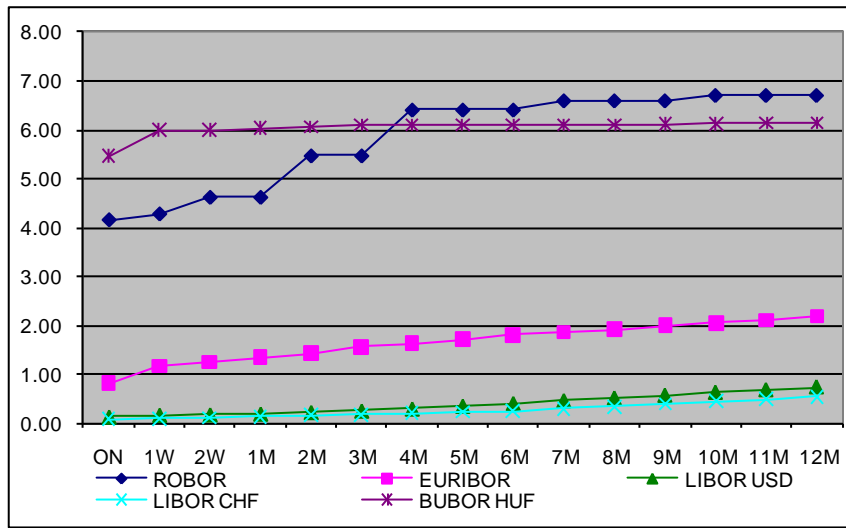


### • Money Markets (valid for 05 July 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.16	4.28	-	4.62	-	5.47	-	-	6.41	-	-	6.60	-	-	6.71
EURIBOR**	0.82	1.17	1.24	1.34	1.43	1.56	1.63	1.71	1.80	1.86	1.92	1.99	2.05	2.11	2.18
LIBOR USD	0.13	0.16	0.17	0.19	0.22	0.25	0.29	0.34	0.40	0.46	0.51	0.56	0.62	0.68	0.73
LIBOR CHF	0.07	0.09	0.11	0.13	0.15	0.18	0.20	0.22	0.24	0.29	0.34	0.39	0.44	0.49	0.54
BUBOR HUF	5.46	6.00	6.00	6.04	6.06	6.10	6.10	6.10	6.10	6.10	6.10	6.12	6.13	6.14	6.14

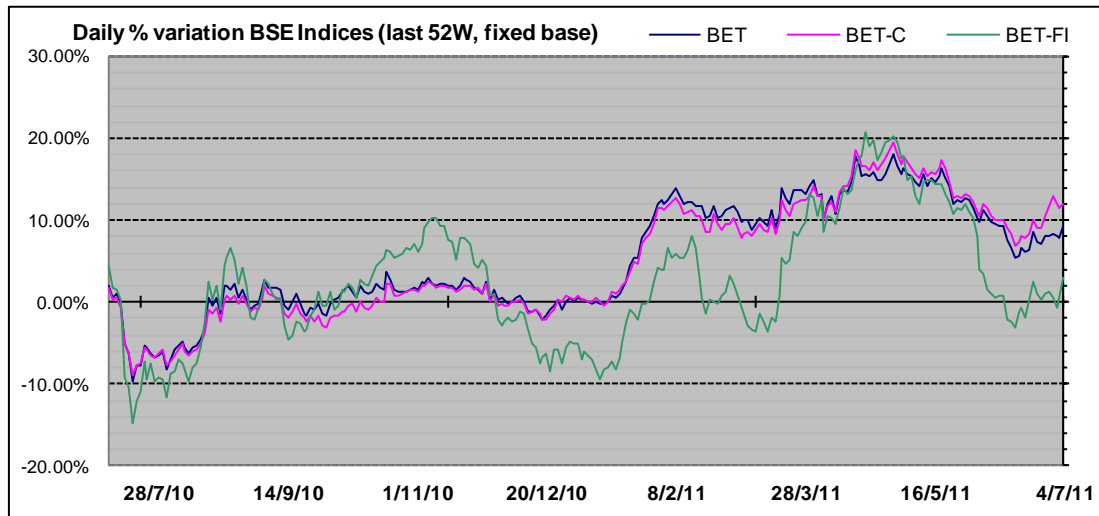
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	5,532.18	0.75	5.99	13.51
BET-C	3,351.16	0.98	8.22	16.93
BET-FI	22,915.01	1.30	6.89	9.31
ROTX	11,565.90	0.64	7.07	17.78
Rasdaq-C	1,636.50	-0.51	-2.59	-23.97
RAQ-I	1,455.03	2.66	0.91	-31.78
RAQ-II	2,863.91	0.20	-6.31	-17.62

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,582.77	0.00	8.76	29.90
S&P 500 (USD)	1,339.67	0.00	6.50	31.01
Nasdaq-C (USD)	560.03	0.00	-25.45	-3.45
FTSE 100 (GBP)	6069.9	1.34	1.66	25.46
STOXX 600 (EUR)	275.54	0.23	-0.53	16.13
BUX (HUF)	22,632.55	-0.87	5.50	7.10

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	7,681,443	14,357,500	302	0.5300	-0.09
SIF3	3,412,547	6,546,500	407	0.5195	0.78
OLT	2,861,337	1,462,500	364	2.0020	14.99
SIF5	1,256,516	896,500	135	1.4120	1.95
BRD	774,453	55,170	52	14.0900	-0.07

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	8.74	0.07	49.97	17,191.96	10,136.92	2,988.71	275.54
Ytd Avg. (EUR mn)	10.24	0.61	57.88	19,339.66	11,578.53	5,407.27	278.56
MCap (EUR bn)**	27.90	2.49	22.68	3,345.05	12,606.95	2,618.64	6,940.54

\* 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%
OLT	2,861,337	1,462,500	364	2.0020	14.99
ELGS	105,689	320,000	119	0.3392	14.98
CBC	7,920	1,100	5	7.2000	10.77
ELJ	697	5,000	4	0.1490	10.29
ROCE	109	500	2	0.2170	7.59

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MPN	467	2,000	4	0.2297	-14.61
ECT	39	1,000	2	0.0386	-4.93
PTR	3,585	10,000	5	0.3560	-2.41
CMP	7,779	12,500	10	0.6250	-2.04
IMP	1,481	4,000	4	0.3700	-1.20

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.39	-0.34	19.06	45.59
Gold (COMEX)	USD/ounce	1482.6	0.00	4.99	21.53
Platinum (NYMEX)	USD/ounce	1716.8	0.00	-2.13	14.18
Silver (COMEX)	USD/ounce	33.705	0.00	9.92	88.54
Wheat (CBOT)	USD/bushel	6.1225	0.00	-27.00	2.34
Corn (CBOT)	USD/bushel	5.9675	0.00	8.25	45.37

- **OTP AM – Open-End Funds (as of 1-Jul-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.0900	0.42	8.08	16.04
OTP Obligatiuni	RON	11.1300	0.00	10.86	17.16
OTP ComodisRO	RON	13.5277	0.02	3.14	7.57
OTP Euro Bond	EUR	10.2762	0.01	2.25	N/A

## Market Highlights (as of 04 July 2011)

- **Forex**

The shared currency fell as much as 0.3 percent to 117.03 yen, before trading little changed at 117.45 yen as of 4:20 p.m. in New York. The euro was little changed at \$1.4534, after advancing to \$1.4578, the strongest since June 9. The dollar traded at 80.82 yen, from 80.83 on July 1 in New York. (Bloomberg)

EUR/RON opened at 4.2270/4.2290 to close out stronger at 4.2220/4.2240. (ContiCap)

- **Money Market**

RON T/N trading range was 0.30% to 0.80% with the rest of the curve left pretty much unchanged in a very quiet trading day. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs advanced +0.98%) on higher volumes but still below this year's average volume. BET blue chips increased 0.75% while BET-FI gained 1.30%.

RASDAQ-C closed red (-0.51%) while Tier I increased 2.66%, Tier II gained 0.20%. The trading volume was lower and still below 2011's average volume.

- **Foreign**

The Stoxx Europe 600 Index added 0.2 percent as more than two stocks gained for every one that fell, while Canada's Standard & Poor's/TSX Composite Index increased 0.6 percent at 4 p.m. in New York. U.S. markets were closed for the Independence Day holiday. (Bloomberg)

- **Commodities**

Brent oil for August settlement on the London-based ICE Futures Europe exchange traded at \$111.39, down 38 cents, at 1:30 p.m. New York time, after gaining as much as 39 cents to \$112.16. The European benchmark contract was at a premium of \$17.16 to U.S. futures. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Romania's credit rating raised to investment grade by Fitch.*

Romania had its credit rating raised to investment grade by Fitch Ratings for the first time in almost three years after the government sought to cut the budget deficit and the economy exited a two-year recession. The country's sovereign rating was raised one step to BBB-, the lowest investment grade, with a stable outlook, Fitch said yesterday in a statement from London. Moody's Investors Service also gives Romania comparable Baa3, while Standard & Poor's rates the country's debt BB+, its highest speculative grade. "The upgrade reflects Romania's progress in recovering from the effects of the financial crisis," including a return to economic growth, narrowing the current-account deficit and reducing the budget deficit, said Ed Parker, a director in Fitch's emerging-market sovereign group. (Bloomberg)

*IMF, EU to conduct second review of Romania beginning July 20.*

The International Monetary Fund and the European Union will send a mission to Romania from July 20 to August 1 to review the eastern European country's progress under a 5 billion-euro precautionary loan agreement. "The mission will meet with the authorities, as well as with representatives of political parties, unions, business associations, banks, and civil society organizations," the Washington-based lender said in a statement on its website yesterday. "The mission is expected to disseminate its conclusions at the end of the visit." (Bloomberg)

- **Forex**

*Ruble steady at three-week high versus Dollar as Oil advances on Greece.*

The ruble closed at the strongest level in three weeks as oil, Russia's chief export earner, rose in New York. The Russian currency appreciated less than 0.1 percent to 27.8275 per dollar by 7 p.m. in Moscow, the fifth day of gains and the strongest close since June 9. The ruble was steady at 40.3825 per euro, leaving it little changed at 33.4772 versus the central bank's target dollar-euro basket. (Bloomberg)

- **Money Market**

*Ministry of Finance sold 850 mio. RON in 1 year t-bills. Yields down.*

The Ministry of Finance sold the full planned amount of 850 mio Ron of a 1y t-bill CTN0J0 at an average price of 6.37% vs. 6.65% at a previous tender. (ContiCap)

- **Equities**

- **Domestic**

*Romania to decide price of Petrom shares in stake sale by July 6.*

Romania will decide on a price for shares for its sale of a 9.8 percent stake in OMV Petrom SA (SNP RO) by July 6, according to Economy

Minister Ion Arton. The government plans to sell start selling the share via the Bucharest Stock on July 11 and to complete the sale by the end of the month, Arton said in an interview in Bucharest yesterday, adding that he was aiming to set a minimum and a maximum price for the shares. (Bloomberg)

*Bucharest Court clears Banca Transilvania management of insider trading charges.*

The Bucharest Court on Monday acquitted the management of Banca Transilvania (TLV RO), clearing it of insider trading charges in a case regarding trades with the bank's stock, which allegedly caused losses totaling EUR13.5 million. (ZF)

## Foreign

*Apple Inc. violated two patents and was found not to have infringed two others.*

Apple Inc. (AAPL), the maker of iPhones and iPads violated two patents and was found not to have infringed two others in a case brought by closely held S3 Graphics Co. over a type of chip used to play video games on mobile devices, a U.S. International Trade Commission judge said. (Bloomberg)

*Deutsche Telekom AG named a McKinsey & Co. executive to run European operations.*

Deutsche Telekom AG (DTE), Europe's largest phone company named a McKinsey & Co. executive to run European operations and a politician to take charge of personnel. Nomura Holdings Inc. increased its recommendation to "buy" from "neutral" while Goldman Sachs Group Inc. reduced its rating to "sell." The shares rose 0.1 percent to 10.70 Euros. (Bloomberg)

## Commodities

*Wheat, Corn jump on speculation last week's losses may attract importers.*

Wheat and corn futures gained on speculation that last week's slide to the lowest in more than six months might have attracted importers. Soybeans also climbed. (Bloomberg)



## LEGEND

"Min / Max 52W" = Minimum / Maximum value recorded in the past 52 weeks

"Last close / price" = the closing price for the last trading session before the issue date of this report

"MCap" = Market capitalization;

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

"Ytd Avg." = average value since the beginning of the current year

"Ytd" (Year to date) = quotation in the first trading day of the year;

"Ytd%" (Year to date %) = cumulative % increase/decrease since the end of the previous year;

"1d%" = % increase/decrease between Last close and the closing price of the day before the Last close date

"BuSE" = Budapest Stock Exchange



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