

Executive Summary

• Macroeconomics

Romania's January-May industrial output rises 8.9%.

• Forex

The euro declined to \$1.4265 at 5:00 p.m. in New York. The RON gained to 4.2030/4.2050 per EUR.

• Money Market

RON T/N trading range at 0.81% - 2.05%.

• Equities

Domestic

The BSE closed red (BET-C at -0.49%) on higher volumes, with BET losing 0.42% and BET-FI decreasing 0.60%. RASDAQ-C closed green (+0.97%) on higher volumes, while Tier I gained 0.83%, Tier II advanced 0.33%.

Foreign

U.S. stocks rise as slowing jobs report fails to erase S&P's weekly gain. European stocks decline.

• Commodities

Oil and platinum down. Most other major commodities up.

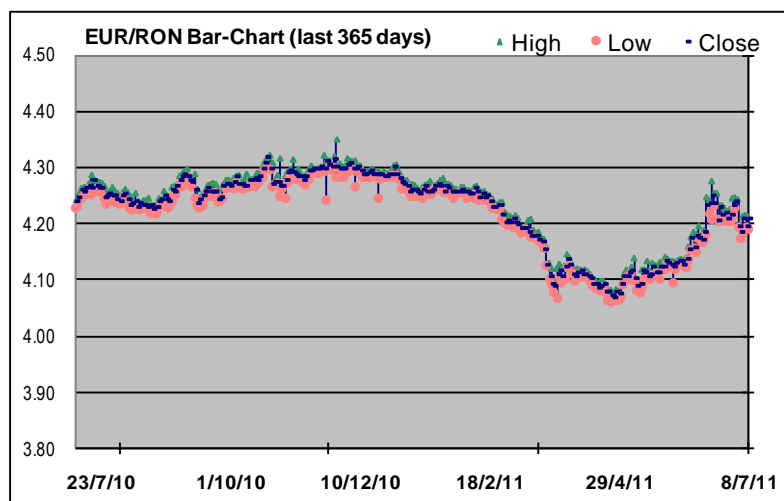
Market Data (as of 11 July 2011)

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

• Forex (as of 11-Jul-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2088	4.0601	4.3516	4.2900	4.2391
USD/RON	2.9533	2.7352	3.4388	3.2342	3.3490
CHF/RON	3.5288	3.0422	3.5295	1.2430	1.3399
100HUF/RON	1.5947	1.4632	1.6075	1.5343	1.5157

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

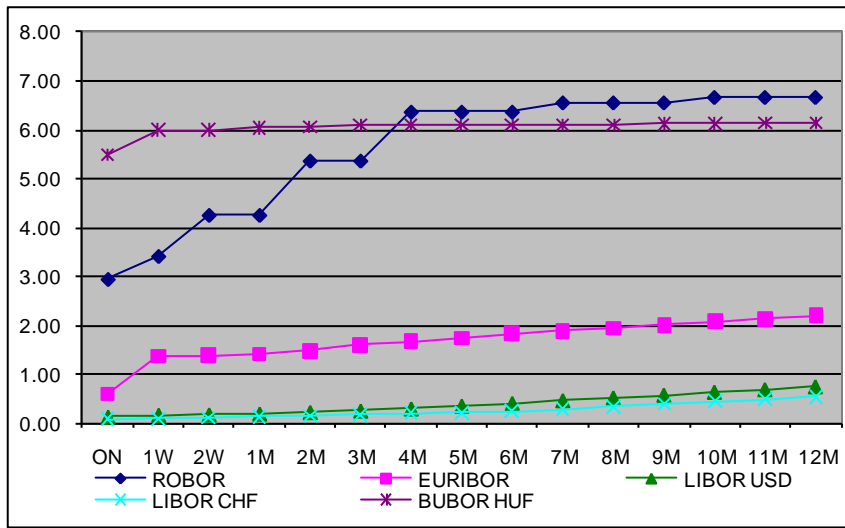


• Money Markets (valid for 11 July 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	2.95	3.42	-	4.26	-	5.37	-	-	6.37	-	-	6.56	-	-	6.67
EURIBOR**	0.59	1.37	1.39	1.41	1.47	1.59	1.66	1.74	1.83	1.88	1.94	2.01	2.07	2.13	2.20
LIBOR USD	0.12	0.16	0.17	0.19	0.22	0.25	0.29	0.35	0.40	0.46	0.51	0.57	0.62	0.68	0.74
LIBOR CHF	0.07	0.09	0.11	0.13	0.15	0.18	0.20	0.22	0.24	0.29	0.33	0.39	0.44	0.49	0.54
BUBOR HUF	5.49	6.00	6.00	6.05	6.06	6.10	6.10	6.10	6.10	6.10	6.10	6.13	6.13	6.14	6.14

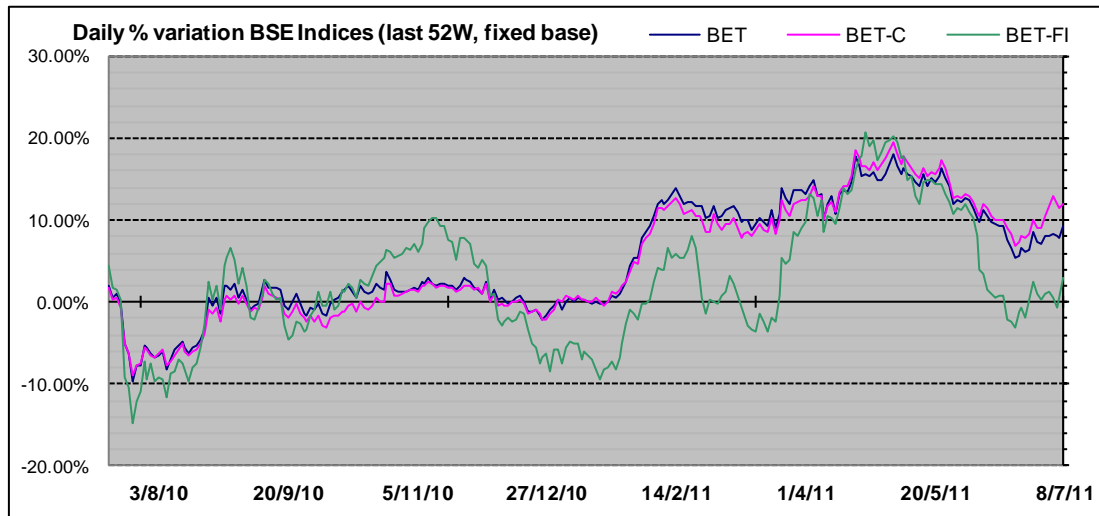
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,592.87	-0.42	7.15	16.18
BET-C	3,383.29	-0.49	9.26	18.96
BET-FI	23,182.15	-0.60	8.13	13.05
ROTX	11,590.60	-0.51	7.30	18.15
Rasdaq-C	1,669.21	0.97	-0.64	-22.08
RAQ-I	1,467.76	0.83	1.79	-27.88
RAQ-II	3,095.77	0.33	1.28	6.43

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,657.20	-0.49	9.40	24.84
S&P 500 (USD)	1,343.80	-0.70	6.83	25.56
Nasdaq-C (USD)	566.62	-0.40	-24.57	-4.19
FTSE 100 (GBP)	6069.9	0.25	1.66	18.89
STOXX 600 (EUR)	273.76	-0.79	-1.18	10.12
BUX (HUF)	22,314.15	-0.76	4.01	-1.50

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	15,914,652	29,649,500	456	0.5360	0.47
SNP	3,771,472	9,258,500	572	0.3990	-1.48
SIF5	3,719,097	2,571,500	250	1.4290	-1.45
TLV	1,690,149	1,371,000	104	1.2300	-0.49
SIF3	1,626,698	3,091,000	273	0.5205	-1.14

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	12.44	0.52	44.13	16,264.43	10,260.85	5,375.02	273.76
Ytd Avg. (EUR mn)	10.30	0.60	57.84	19,276.46	11,530.88	5,389.61	278.45
MCap (EUR bn)**	27.81	2.57	22.30	3,465.02	12,933.77	2,648.97	6,866.75

* 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%
UCM	2,669	23,000	13	0.1150	9.00
ALT	10,596	212,000	27	0.0510	3.87
SPCU	666	2,500	4	0.2660	2.31
IMP	2,043	5,500	4	0.3775	2.03
OIL	45,020	178,000	59	0.2588	1.49

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MJM	2,312	1,600	6	1.4450	-15.00
ELGS	64,340	151,000	98	0.4200	-12.50
MPN	1,214	5,000	5	0.2469	-6.41
BCM	1,094	13,500	3	0.0810	-5.48
OLT	457,340	215,500	125	2.0900	-3.91

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	118.33	-0.22	26.47	47.07
Gold (COMEX)	USD/ounce	1541.6	0.72	9.16	27.65
Platinum (NYMEX)	USD/ounce	1733.4	-0.55	-1.19	14.31
Silver (COMEX)	USD/ounce	36.543	0.02	19.18	102.70
Wheat (CBOT)	USD/bushel	6.5125	2.64	-22.35	2.00
Corn (CBOT)	USD/bushel	6.37	3.49	15.56	52.67

- **OTP AM – Open-End Funds (as of 7-Jul-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.2100	0.42	9.91	17.05
OTP Obligatiuni	RON	11.1400	0.00	10.96	17.26
OTP ComodisRO	RON	13.5428	0.02	3.25	7.56
OTP Euro Bond	EUR	10.2892	0.01	2.38	N/A

Market Highlights (as of 08 July 2011)

- **Forex**

The dollar decreased 0.8 percent to 80.64 yen at 5 p.m. in New York, from 81.25 a day before, a weekly drop of 0.2 percent. The greenback earlier fell 0.9 percent, the most since June 3, when it tumbled as much as 1.1 percent on disappointing May payrolls figures. The euro fell 0.7 percent to \$1.4265, from \$1.4364. The shared currency dropped 1.4 percent to 115.03 yen, from 116.70. (Bloomberg)

EUR/RON opened at 4.1940/4.1960 to close out weaker at 4.2030/4.2050. (ContiCap)

- **Money Market**

RON T/N trading range was 0.81% to 2.05%. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost -0.49%) on higher volumes and above this year's average volume. BET blue chips decreased 0.42% while BET-FI lost 0.60%.

RASDAQ-C closed green (+0.97%) while Tier I increased 0.83%, Tier II advanced 0.33%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The S&P 500 advanced 0.3 percent to 1,343.80 last week, extending its climb since June 24 to 5.9 percent. That's the biggest two-week increase since October 2009. The Dow Jones Industrial Average gained 74.43 points, or 0.6 percent, to 12,657.20. Both measures rallied even after Moody's Investors Service cut Portugal's debt rating to junk. The benchmark Stoxx Europe 600 Index slid 0.4 percent to 273.76 this past week. (Bloomberg)

- **Commodities**

Brent crude oil for August settlement fell 26 cents to end the session at \$118.33 a barrel on the London-based ICE Futures Europe exchange. The contract increased 5.9 percent last week. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romania's January-May industrial output rises 8.9%.

Romania's industrial output through May rose by 8.9%, the National Statistics Institute (INS) said on Friday. In May alone, the country's industrial output rose 1.6% from the previous month and was 8.0% higher on the year, INS said in a statement. The figures are seasonally and working-day adjusted. (Bloomberg)

Geithner wants biggest budget-deficit cut possible now, no short-term deal.

Treasury Secretary Timothy F. Geithner said the Obama administration wants the most comprehensive deficit-cutting deal possible and reiterated that failing to raise the debt limit could have "catastrophic" consequences. (Bloomberg)

- **Forex**

Euro drops as European leaders to meet amid contagion concerns.

The euro fell to a two-week low against the dollar and yen on concern that Europe's sovereign-debt crisis may spread to Italy as policy makers remain divided on how to structure aid for Greece. The euro dropped against most major peers after Die Welt reported that the European Central Bank is seeking to expand a fund to include help for Italy, following a coordinated rescue for Greece by the European Union and International Monetary Fund. Higher-yielding currencies including Australia's dollar weakened on speculation China will take further action to cool growth. "Italy is a very large economy, and if indeed we do see contagion spread toward Italy, then the ECB, EU and IMF will need to come up with a totally different plan to deal with it," said Khoon Goh, head of market economics and strategy at ANZ National Bank Ltd. in Wellington. (Bloomberg)

- **Money Market**

Fed on Hold Longest Since 1940s.

The Federal Reserve may keep interest rates at record lows for the longest period since World War II as the economic slowdown that sparked a four-month bond rally worsens, according to Treasury market signals. (Bloomberg)

- **Equities**

- **Domestic**

Romania starts Petrom share sale, record for Bucharest Exchange.

Romania will seek to lure international buyers to its 2.56 billion-lei (\$870 million) sale of shares in OMV Petrom SA (SNP RO) over the next two weeks, the biggest offering ever on the Bucharest Stock Exchange. The government is selling 5.57 billion shares in the country's dominant oil company, or 9.8 percent, at a maximum price of 0.46 lei per share starting today through July 22 and will hold promotional tours

in European cities, including London, Frankfurt, Vienna and Warsaw, according to Ioana Tanase, the head of EFG Securities SA, one of the lead managers. The eastern European country is cutting spending and bringing in revenue from sales of minority stakes in energy companies to meet pledges to the International Monetary Fund and the European Union, from which it secured two loans since 2009. (Bloomberg)

Romanian steel tube maker TMK Artrrom to borrow 20 mil. Euro for working capital.

Romanian steel tube maker TMK Artrrom said on Friday it will borrow 20 million euro (\$38.7 million) from Austria's VTB Bank for its working capital. The five-year loan will also go for refinancing and paying off liabilities, the company said in a statement. Germany's TMK Europe GmbH owned 92.66% of Artrrom as of end-April. The balance is held by minority shareholders. TMK Artrrom turned to a net profit of 41 million lei (\$14 million/9.8 million euro) in the first quarter of this year from a 8.3 million lei loss a year ago. (SeeNews)

Foreign

CSM recorded 80 million Euros EBITA.

CSM (CSM) plunged 15 percent, the biggest drop since November 2008. The maker of bakery ingredients said earnings before interest, taxes and amortization, excluding one-off costs, came to about 80 million Euros (\$114 million) in the first half. It reported 102.5 million Euros a year earlier. (Bloomberg)

Alcoa Inc. will become the first Dow company to report second-quarter earnings on July 11.

Alcoa Inc. (AA), which rose 0.4 percent to \$16.38 last week, will become the first Dow company to report second-quarter earnings on July 11. Corporate profits are forecast to have grown by 13 percent in the period, according to analyst estimates compiled by Bloomberg, the smallest gain in two years. "We're going to see the end of the period of positive surprises," said Hayes Miller, Boston-based head of asset allocation in North America at Baring Asset Management Inc., which oversees \$51.5 billion. "Consumption is going to really be a very low level of growth for the next year and a half." (Bloomberg)

Commodities

Gold may advance for a sixth day as growth concern fuels demand for haven.

Gold may climb for a sixth day, heading for its longest winning run in more than two months, as investors sought the metal as a haven against slowing economic growth and rising consumer prices. (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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