

## Executive Summary

### • Macroeconomics

Romania June inflation rate unexpectedly declines on food.

### • Forex

The euro declined to \$1.4032 at 5:01 p.m. in New York. The RON declined to 4.2360/4.2380 per EUR.

### • Money Market

RON T/N trading range at 1.95% - 2.59%.

### • Equities

#### Domestic

The BSE closed red, BET-C at -0.94% on higher volumes, with BET losing 1.19% and BET-FI decreasing 1.44%.

RASDAQ-C closed red (-0.13%) on lower volumes, while Tier I lost 0.60%, Tier II advanced 2.32%.

#### Foreign

U.S. stocks decline on global sovereign-debt concerns as financials fall. European stocks tumble most in seven weeks amid concerns on debt contagion.

### • Commodities

Gold up. Most other major commodities down.

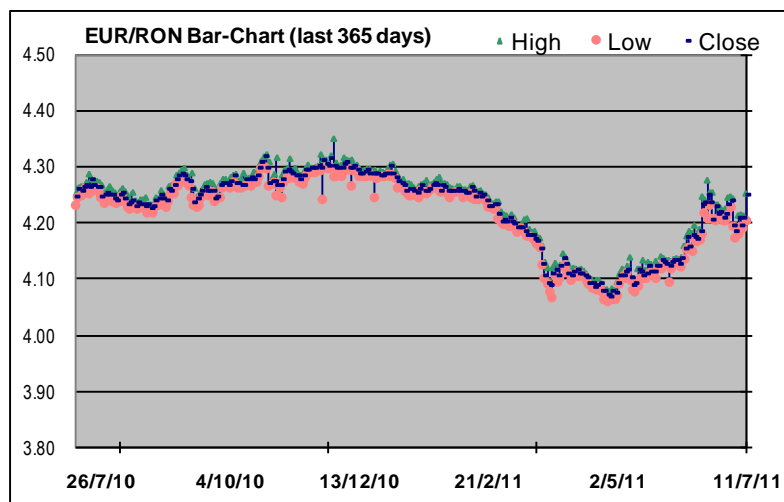
## Market Data (as of 12 July 2011)

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

### • Forex (as of 12-Jul-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2517	4.0601	4.3516	4.2900	4.2463
USD/RON	3.0276	2.7352	3.4388	3.2342	3.3738
CHF/RON	3.6238	3.0422	3.5295	1.2430	1.3355
100HUF/RON	1.5931	1.4632	1.6075	1.5343	1.5262

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

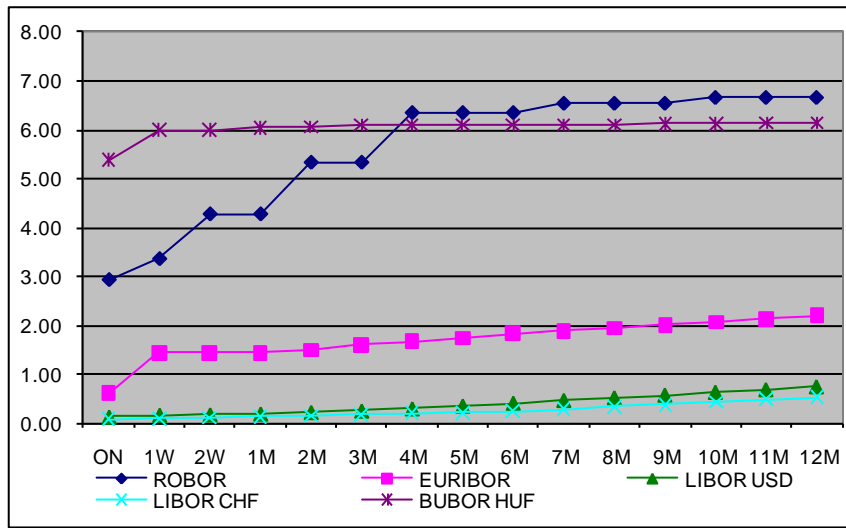


### • Money Markets (valid for 12 July 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	2.93	3.36	-	4.28	-	5.34	-	-	6.36	-	-	6.55	-	-	6.67
EURIBOR**	0.60	1.44	1.44	1.43	1.49	1.60	1.66	1.74	1.83	1.88	1.94	2.01	2.06	2.12	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	0.73
LIBOR CHF	0.07	0.09	0.11	0.13	0.15	0.18	0.20	0.22	0.24	0.28	0.33	0.38	0.43	0.48	0.53
BUBOR HUF	5.38	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

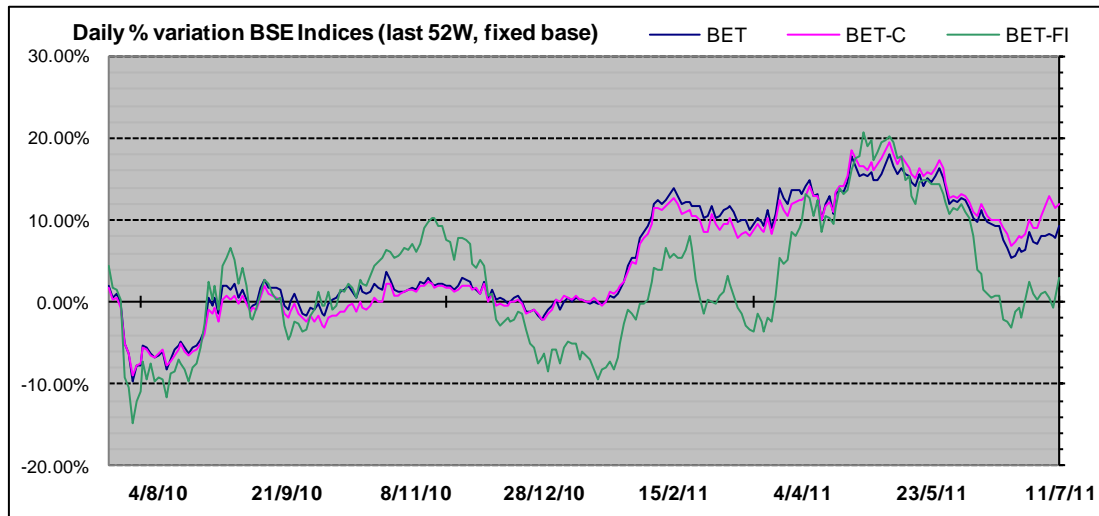
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	5,526.59	-1.19	5.88	14.33
BET-C	3,351.59	-0.94	8.23	17.27
BET-FI	22,848.23	-1.44	6.58	11.56
ROTX	11,417.40	-1.49	5.70	15.63
Rasdaq-C	1,667.11	-0.13	-0.77	-22.06
RAQ-I	1,458.99	-0.60	1.18	-30.81
RAQ-II	3,167.63	2.32	3.63	8.90

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,505.76	-1.20	8.09	22.63
S&P 500 (USD)	1,319.49	-1.81	4.90	22.41
Nasdaq-C (USD)	549.38	-3.04	-26.87	-11.76
FTSE 100 (GBP)	6069.9	1.32	1.66	18.25
STOXX 600 (EUR)	269.9	-1.41	-2.57	7.92
BUX (HUF)	21,815.80	-2.23	1.69	-3.44

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	52,855,896	99,729,700	504	0.5310	-0.93
BRD	3,820,055	272,860	116	14.0000	-1.34
TLV	2,701,960	2,233,000	54	1.2100	-1.63
SIF5	1,736,094	1,225,000	174	1.4000	-2.03
SIF3	798,725	1,542,500	169	0.5125	-1.54

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	15.59	0.18	44.13	16,693.19	10,054.07	5,165.15	269.90
Ytd Avg. (EUR mn)	10.33	0.59	57.84	19,257.19	11,519.86	5,387.92	278.39
MCap (EUR bn)**	27.06	2.55	22.30	3,465.00	12,933.77	2,648.97	6,753.07

\* 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%
CMF	2,300	1,000	3	2.3000	15.00
PEI	18,148	749	48	24.7200	14.98
EPT	300	4,000	4	0.0750	6.23
BCC	15,867	215,500	21	0.0744	2.62
ARS	8,711	8,500	6	1.0340	1.87

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
NEP	650	50	3	13.0000	-10.96
ENP	3,000	2,500	3	1.2000	-10.45
OIL	29,569	119,000	39	0.2412	-6.80
BRK	588,479	2,361,000	378	0.2450	-5.77
SCD	21,510	20,500	12	1.0410	-4.41

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	117.24	-0.92	25.31	45.48
Gold (COMEX)	USD/ounce	1549.2	0.49	9.70	26.82
Platinum (NYMEX)	USD/ounce	1728.3	-0.29	-1.48	12.73
Silver (COMEX)	USD/ounce	35.698	-2.31	16.42	95.80
Wheat (CBOT)	USD/bushel	6.3925	-1.84	-23.79	1.71
Corn (CBOT)	USD/bushel	6.3275	-0.67	14.78	52.01

- **OTP AM – Open-End Funds (as of 8-Jul-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.1800	-0.42	9.45	15.99
OTP Obligatiuni	RON	11.1500	0.09	11.06	17.25
OTP ComodisRO	RON	13.5452	0.02	3.27	7.56
OTP Euro Bond	EUR	10.2904	0.01	2.39	N/A

## Market Highlights (as of 11 July 2011)

- **Forex**

The 17-nation euro depreciated 1.7 percent to \$1.4032 at 5:01 p.m. in New York, touching the lowest level since May 23. It slid 2.1 percent against the yen, to 112.61, and touched 112.35 yen, the least since March 18. The dollar weakened as much as 0.5 percent to 80.26 yen, after touching the lowest since June 22. (Bloomberg)

EUR/RON opened at 4.2080/4.2100 and closed weaker against the euro at 4.2360/4.2380. (ContiCap)

- **Money Market**

RON T/N trading range yesterday was 1.95%/2.59%. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost -0.94%) on higher volumes and above this year's average volume. BET blue chips decreased 1.19% while BET-FI lost 1.44%.

RASDAQ-C closed red (-0.13%) while Tier I decreased 0.60%, Tier II advanced 2.32%. The trading volume was lower and below 2011's average volume.

- **Foreign**

The S&P 500 retreated 1.8 percent to 1,319.49 at 4 p.m. in New York, its lowest level since June 29. The gauge fell 2.5 percent over two sessions, the most since March 16. The Dow Jones Industrial Average declined 151.44 points, or 1.2 percent, to 12,505.76 yesterday. The Stoxx Europe 600 Index lost 1.4 percent to 269.9. (Bloomberg)

- **Commodities**

Brent oil for August settlement declined as much as 95 cents, to 0.8 percent, to \$116.29 a barrel on the London-based ICE Futures Europe exchange. The European benchmark contract was at a premium of \$22.06 a barrel to U.S. futures, compared with a record close of \$22.29 on June 15. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Romania June inflation rate unexpectedly declines on food.*

Romania's inflation rate unexpectedly fell in June as the farm harvest boosted supply and cut food costs, giving the country's central bank more room to keep rates steady to help an economic recovery this year. The rate dropped to a four-month low of 7.9 percent from a year earlier, the lowest since February, from 8.4 percent in May, the National Statistics Institute in Bucharest said yesterday in an e-mailed statement. The median forecast of seven economists surveyed by Bloomberg was for an increase in price growth to 8.5 percent. Prices fell 0.3 percent on the month. (Bloomberg)

*EU revives buyback idea as crisis hits Italy.*

European finance ministers revived the prospect of bond buybacks to ease Greece's plight and declined to rule out a temporary default, struggling to contain the debt crisis as investors pounded Italy, the continent's third-largest economy. (Bloomberg)

- **Forex**

*Dollar may reach parity with Swiss Franc in three months, Barclays says.*

Barclays Plc advised investors to bet the dollar will strengthen to parity with the Swiss franc in three months as Europe's worsening sovereign debt crisis increases the refuge appeal of the U.S. currency. (Bloomberg)

- **Money Market**

*Romania sold RON 900 mil. 364-day bills.*

Romania on Monday sold 900 million lei in 1-year Treasury Bill. The average yield in the auction was 6.19% while bids were placed for 3.19 bn. RON worth of T-Bills in Monday's auction.

*Italian, Spanish Bonds tumble as contagion worsens; German Bunds advance.*

Italian and Spanish bonds tumbled and German bund yields sank to a more than seven-month low as contagion from Greece's debt crisis threatened to spread to bigger economies, stoking demand for the safest assets. (Bloomberg)

- **Equities**

- **Domestic**

*Dafora wins EUR 23 million contract to drill for Petrom in Romania.*

Dafora SA (DAFR RO) won a 23 million Euros contract to drill for OMV Petrom SA (SNP RO) in Romania, according to a statement sent today. The four-year contract has an option for a one-year extension. (Bloomberg)

*Romania may consider selling minority stake in Posta Romana.*

Romania may consider selling a minority stake in Posta Romana SA, the country's postal monopoly, Communications Minister Valerian Vreme said in an interview yesterday. Romania may seek a strategic investor for the stake, he said. (Bloomberg)

### Foreign

*Voestalpine AG may lose German whistleblower protection.*

Voestalpine AG (VOE) sank 4.3 percent to 36.07 Euros after a report that Austria's biggest steelmaker may lose German whistleblower protection against possible prosecution for antitrust violations. (Bloomberg)

*International Power Plc said the new carbon tax will be important to its Australian operations and employees.*

International Power Plc (IPR) advanced 2.6 percent to 309.1 pence. The energy utility said the Australian government's new carbon tax will be important to its Australian operations and employees, but is not expected to be material to the entire group. (Bloomberg)

### Commodities

*Crude oil falls for a third day on European debt concern, U.S. stockpiles.*

Oil declined for a third day in New York as investors bet that Europe's spreading debt crisis will curb demand for raw materials before a report likely to show rising U.S. fuel stockpiles. (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



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