

Executive Summary

• Macroeconomics

Growth slowed in 8 of 12 U.S. regions: Fed.

• Forex

The euro traded at \$1.4369 at 5:00 p.m. in New York. The EUR/RON traded at 4.2300/4.2320.

• Money Market

RON T/N trading range up at 4.30% to 4.94%.

• Equities

Domestic

The BSE closed red, BET-C at -0.84% on lower volumes, with BET losing 0.49% and BET-FI decreasing 1.19%. RASDAQ-C closed green (+0.35%) on higher volumes, while Tier I gained 4.87%, Tier II was flat.

Foreign

European stocks decline for third day. U.S. stocks fall on debt concern, drop in durable goods orders.

• Commodities

Platinum, wheat and corn up. Other major commodities down.

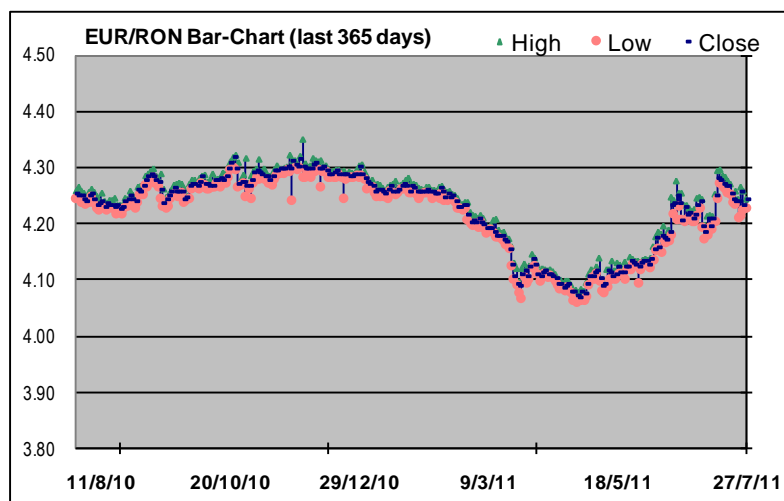
Market Data (as of 28 July 2011)

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

• Forex (as of 28-Jul-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2445	4.0601	4.3516	4.2900	4.2535
USD/RON	2.9560	2.7352	3.4200	3.2342	3.2712
CHF/RON	3.6752	3.0422	3.7024	1.2430	1.3744
100HUF/RON	1.5808	1.4742	1.6075	1.5343	1.5043

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

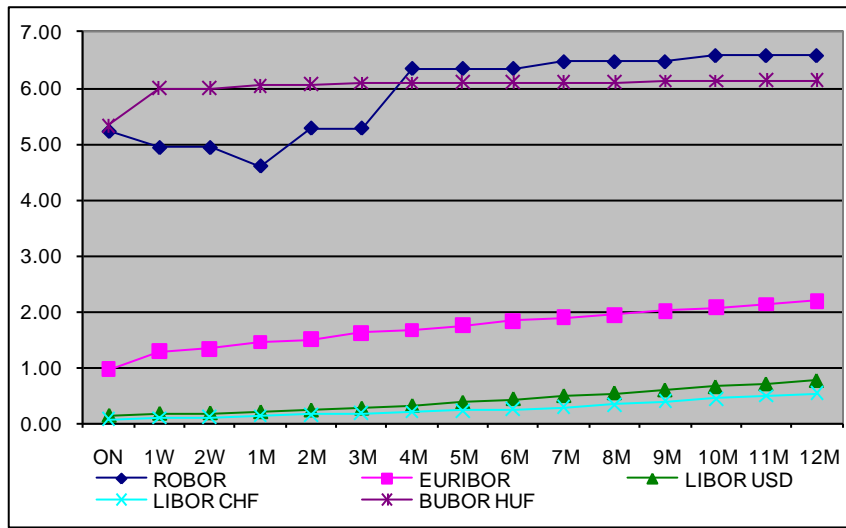


• Money Markets (valid for 28 July 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.22	4.93	-	4.60	-	5.28	-	-	6.35	-	-	6.47	-	-	6.58
EURIBOR**	0.95	1.28	1.32	1.44	1.50	1.61	1.67	1.74	1.83	1.88	1.94	2.00	2.06	2.12	2.19
LIBOR USD	0.12	0.16	0.17	0.19	0.22	0.25	0.30	0.36	0.43	0.48	0.53	0.59	0.64	0.70	0.76
LIBOR CHF	0.07	0.09	0.11	0.13	0.15	0.18	0.20	0.22	0.24	0.29	0.33	0.38	0.44	0.49	0.53
BUBOR HUF	5.33	6.00	6.00	6.04	6.06	6.09	6.09	6.10	6.10	6.10	6.10	6.13	6.13	6.14	6.14

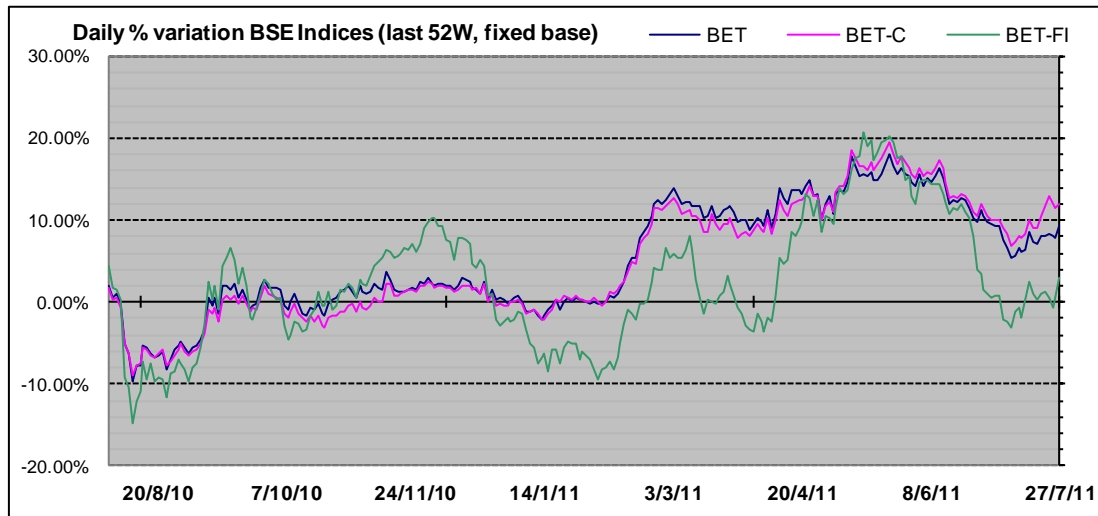
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,364.71	-0.49	2.78	3.71
BET-C	3,229.19	-0.84	4.28	7.45
BET-FI	21,642.77	-1.19	0.95	-6.52
ROTX	11,107.30	-0.53	2.83	4.44
Rasdaq-C	1,681.05	0.35	0.06	-22.78
RAQ-I	1,409.68	4.87	-2.24	-35.32
RAQ-II	3,067.38	0.01	0.35	-5.61

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,302.55	-1.59	6.33	16.75
S&P 500 (USD)	1,304.89	-2.03	3.74	17.15
Nasdaq-C (USD)	537.55	-4.06	-28.44	-14.14
FTSE 100 (GBP)	6069.9	2.36	1.66	13.12
STOXX 600 (EUR)	267.05	-1.12	-3.60	3.46
BUX (HUF)	21,418.71	-1.41	-0.16	-5.48

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	9,662,784	18,900,500	544	0.5115	-0.87
SIF1	753,177	755,500	182	0.9840	-1.80
SNP	624,273	1,642,500	62	0.3805	0.11
SIF5	570,911	425,500	92	1.3390	-2.12
SIF2	540,127	446,500	107	1.2050	-1.23

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	3.30	1.03	32.69	21,407.25	14,296.39	4,881.84	267.05
Ytd Avg. (EUR mn)	10.25	0.72	57.47	19,164.30	11,513.33	5,331.79	277.56
MCap (EUR bn)**	26.26	2.55	21.17	3,339.16	12,406.72	2,610.87	6,702.28

* 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%
CBC	27,864	8,200	33	3.4070	14.98
ARM	364	3,000	4	0.1250	6.84
MPN	125	500	2	0.2500	6.38
ELJ	1,158	7,500	7	0.1610	3.87
OIL	4,075	17,000	9	0.2450	3.38

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
OLT	130,752	90,000	64	1.4260	-10.88
ROCE	203	1,000	3	0.2030	-7.52
EPT	1,211	18,000	8	0.0664	-3.91
SCD	22,937	23,000	15	0.9900	-3.79
PTR	14,921	42,000	6	0.3550	-3.64

• **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	117.43	-0.72	25.53	43.77
Gold (COMEX)	USD/ounce	1617.3	-0.12	14.15	38.02
Platinum (NYMEX)	USD/ounce	1808	0.04	3.07	17.65
Silver (COMEX)	USD/ounce	40.568	-0.32	32.30	128.08
Wheat (CBOT)	USD/bushel	7.4525	1.46	-12.40	8.20
Corn (CBOT)	USD/bushel	6.915	0.69	25.44	67.43

• **OTP AM – Open-End Funds (as of 26-Jul-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	6.9200	-0.14	5.49	8.63
OTP Obligatiuni	RON	11.1700	0.00	11.25	15.99
OTP ComodisRO	RON	13.5870	0.02	3.59	7.55
OTP Euro Bond	EUR	10.3120	0.01	2.60	N/A

Market Highlights (as of 27 July 2011)• **Forex**

The U.S. dollar gained 1 percent to \$1.4369 against the euro at 5 p.m. New York, from \$1.4511 a day before, after touching \$1.4536, the weakest level since July 5. The greenback gained 0.1 percent to 77.98 yen after touching 77.57, the lowest level since March 17. The euro dropped 0.9 percent to 112.04 yen. (Bloomberg)

EUR/RON opened at 4.2290/4.2310 to close out almost flat at 4.2300/4.2320. (ContiCap)

• **Money Market**

RON T/N trading range was 4.30% to 4.94%. (ContiCap)

• **Equities****Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost 0.84%) on lower volumes and much below this year's average volume. BET blue chips decreased 0.49% while BET-FI declined 1.19%.

RASDAQ-C closed green (+0.35%) while Tier I increased 4.87%, Tier II was flat. The trading volume was higher and above 2011's average volume.

Foreign

The S&P 500 slipped 2 percent, its biggest decline since June 1, to 1,304.89. The Dow Jones Industrial Average retreated 198.75 points, or 1.6 percent, to 2,302.55. The Stoxx Europe 600 Index slid 1.1 percent to 267.05 at the close in London. (Bloomberg)

• **Commodities**

Brent oil for September settlement was at \$117.57 a barrel, up 14 cents, on the London-based ICE Futures Europe exchange. The European benchmark contract was at a premium of \$20.50 a barrel to New York futures, compared with a record close of \$22.63 on July 14. (Bloomberg)

Latest Financial News• **Macroeconomics**

Growth slowed in 8 of 12 U.S. regions: Fed.

The Federal Reserve said the economy grew at a slower pace in more parts of the country since the beginning of June as shoppers restrained spending and factory production eased. (Bloomberg)

• **Forex**

Yen rises against peers on refuge demand amid U.S., Europe debt crises.

The yen gained this morning against all of its 16 major counterparts as concern that the U.S. and Europe will struggle to contain their debt spurred demand for Japan's currency as a refuge. (Bloomberg)

• **Money Market**

Romania cuts domestic Euro-bond sale on yield, Dragoi says.

Romania cut the size of its planned sale of euro-denominated bonds on the home market to keep yields in check as the government raises cash to finance the deficit. The four-year bonds auction, the second foreign-currency domestic sale this year, raised 463 million Euros (\$669 million), less than the 600 million Euros initially scheduled, the central bank said on its website. The bonds yielded 4.85 percent, compared with a 4.92 percent yield on Romania's 2015 Eurobond, Bloomberg data shows. Demand was 966 million Euros. "We created this product for the market as banks asked for investment tools from us, but we were quite price-sensitive because we don't have desperate financing needs," Deputy Finance Minister Bogdan Dragoi said by phone yesterday. (Bloomberg)

• **Equities****Domestic**

Romania's Retrasib plans 5.0 mil. Lei (1.2 mil. Euro) cap hike.

Romanian electric motors manufacturer Retrasib (RTRA RO) plans to raise its capital by 5.0 million lei (\$1.7 million/1.2 million euro) through a bonus issue, it said. Retrasib plans to issue 50 million bonus shares with a par value of 0.1 lei each by incorporating reserves consisting of the bank's net profit from previous years, the company said in a statement on Tuesday. Shareholders will be able to subscribe one new share for every share they own. They are expected to vote on the proposed cap hike on August 29. Retrasib has a share capital of 5.0 million lei. (SeeNews)

Erste to decide on BCR unit listing by December, Ziarul Financiar reports.

Erste Group Bank AG (EBS RO) will probably reach a decision by December over the listing of its Banca Comerciala Romana SA unit, Ziarul Financiar reported, the head of a minority shareholder in the unit. Erste must convene a meeting with the five funds that own minority stakes in the Romanian bank by December to agree on the listing, the newspaper said, citing Mihai Fercala, who heads SIF Transilvania SA (SIF3 RO), an investment fund that owns 6 percent of the bank. The Austrian lender may also instead decide to buy a stake from one of the five funds to increase its control of the Romanian unit, the newspaper said. (Bloomberg)

Fondul Proprietatea willing to help with future bourse privatizations.

Greg Konieczny, manager of the EUR 4 billion assets of Fondul Proprietatea (FP RO), says Petrom's (SNP RO) offering had a "disappointing" result because it was not well structured. The fund's official offered to help the Government with future Stock Exchange privatizations. By the end of the year, the Government needs to sell 15% in each of national transmission companies Transgaz (TGN RO) and Transelectrica (TEL RO) on the Stock Exchange. (ZF)

Foreign*Boeing Co. lifted its forecast for full-year earnings.*

Boeing Co. (BA) rose the most in the Dow, adding 0.7 percent to \$70.63, as the airplane maker lifted its forecast for full-year earnings. Net income rose 20 percent to \$941 million, or \$1.25 a share, buoyed by higher commercial sales. The average estimate of 22 analysts surveyed by Bloomberg was for 97 cents. Full-year profit will be \$3.90 to \$4.10 a share, Boeing said, a jump of 10 cents at each end of its previous range. (Bloomberg)

Provident Financial Plc first-half profit beats analyst estimates.

Provident Financial Plc (PFG) climbed 8.4 percent to 1,115 pence after the U.K.'s biggest publicly traded subprime lender posted first-half profit that beat analyst estimates as bad loans declined. (Bloomberg)

Commodities*Gold trades near all-time high as U.S. lawmakers strive to avert default.*

Gold traded within 1 percent of a record as U.S. policy makers pushed competing proposals to increase the nation's debt ceiling before an Aug. 2 deadline in a bid to prevent a default that may roil financial markets. (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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