

Executive Summary

• Macroeconomics

Romania's H1 retail sales index falls 8.3% YoY.

• Forex

The euro traded at \$1.4323 at 5:00 p.m. in New York. The EUR/RON traded at 4.2240/4.2260.

• Money Market

RON T/N trading range at 4.63% to 5.06%.

• Equities

Domestic

The BSE closed red, BET-C at -1.77% on higher volumes, with BET losing 1.76% and BET-FI decreasing 1.78%.

RASDAQ-C closed red (-0.26%) on lower volumes, while Tier I lost 0.17%, Tier II gained 2.03%.

Foreign

U.S. stocks advance, preventing longest retreat for Dow average since 1978. European stocks drop most since March on concern U.S. growth is faltering.

• Commodities

Oil and silver up. Most other major commodities down.

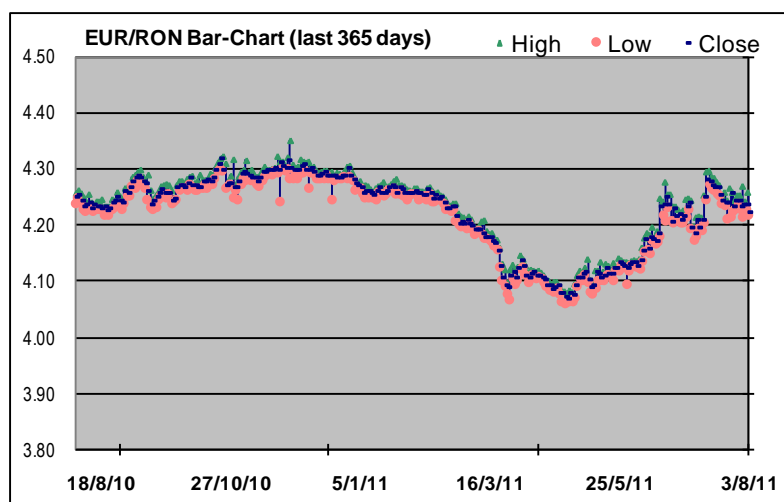
Market Data (as of 04 August 2011)

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

• Forex (as of 4-Aug-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2248	4.0601	4.3516	4.2900	4.2517
USD/RON	2.9533	2.7352	3.4200	3.2342	3.2321
CHF/RON	3.8478	3.0422	3.7985	1.2430	1.3850
100HUF/RON	1.5530	1.4742	1.6075	1.5343	1.5134

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

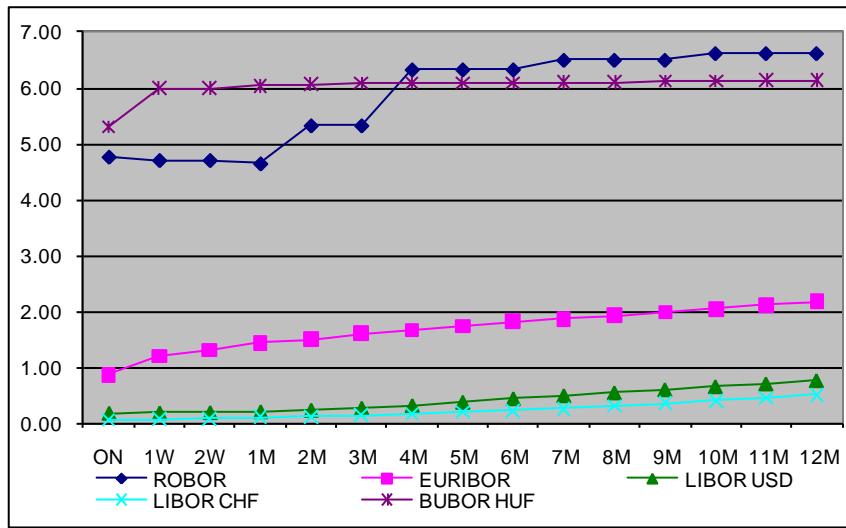


• Money Markets (valid for 04 August 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.77	4.71	-	4.65	-	5.33	-	-	6.33	-	-	6.50	-	-	6.62
EURIBOR**	0.86	1.20	1.30	1.43	1.49	1.60	1.66	1.73	1.81	1.87	1.92	1.99	2.04	2.11	2.17
LIBOR USD	0.18	0.19	0.19	0.21	0.23	0.27	0.32	0.38	0.44	0.49	0.55	0.60	0.66	0.71	0.77
LIBOR CHF	0.06	0.07	0.08	0.10	0.12	0.14	0.16	0.19	0.22	0.26	0.30	0.35	0.40	0.45	0.50
BUBOR HUF	5.30	6.00	6.00	6.04	6.06	6.09	6.09	6.09	6.09	6.10	6.10	6.13	6.13	6.14	6.14

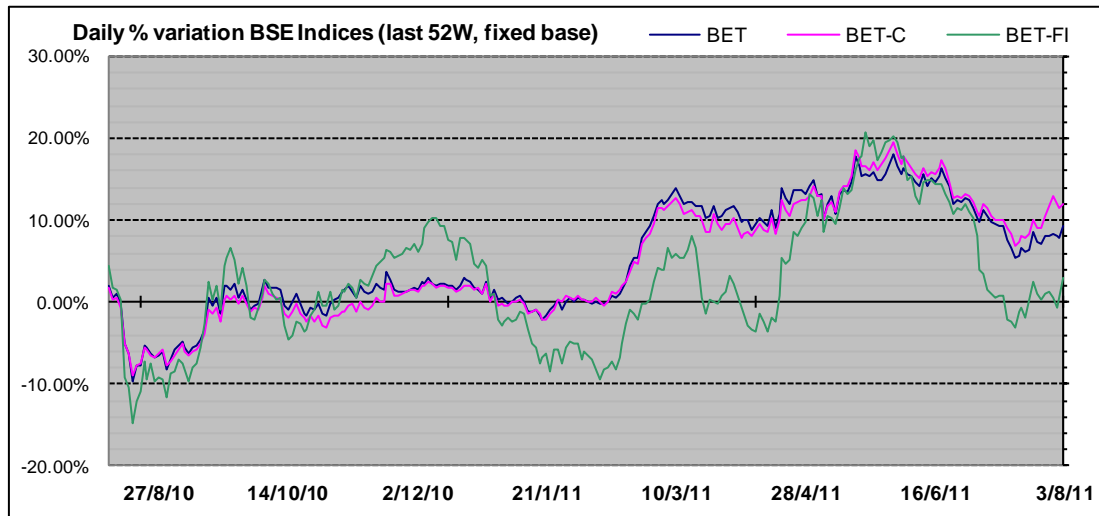
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,204.50	-1.76	-0.29	-0.70
BET-C	3,172.90	-1.77	2.46	3.80
BET-FI	21,211.68	-1.78	-1.06	-10.96
ROTX	10,697.60	-2.43	-0.96	0.42
Rasdaq-C	1,702.97	-0.26	1.37	-21.81
RAQ-I	1,364.87	-0.17	-5.35	-36.56
RAQ-II	3,030.76	2.03	-0.85	-4.16

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,896.44	0.25	2.82	11.85
S&P 500 (USD)	1,260.34	0.50	0.20	12.48
Nasdaq-C (USD)	523.46	1.69	-30.32	-18.91
FTSE 100 (GBP)	6069.9	6.15	1.66	12.48
STOXX 600 (EUR)	251.95	-1.96	-9.05	-3.86
BUX (HUF)	20,527.30	-1.36	-4.32	-11.19

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	10,941,890	21,681,900	820	0.5000	-2.15
SIF5	2,561,227	1,953,000	279	1.3100	-1.50
SIF4	1,928,770	3,003,000	151	0.6400	-2.22
SIF3	1,798,509	3,717,500	413	0.4821	-1.05
EBS	822,290	6,238	148	130.5000	-5.64

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	5.80	0.24	115.91	25,598.08	14,453.87	6,442.78	251.95
Ytd Avg. (EUR mn)	10.15	0.71	57.56	19,281.24	11,565.06	5,337.39	277.02
MCap (EUR bn)**	25.13	2.56	19.98	3,251.62	11,994.88	2,494.33	6,309.95

* 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%
ELGS	137,829	327,000	124	0.4237	14.98
CBC	27,360	4,000	14	6.8400	14.96
CPCM	1,955	13,000	19	0.1678	11.87
SOCP	3,897	10,500	7	0.3840	3.78
OIL	117,998	494,000	35	0.2440	1.67

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MJM	133	150	3	0.8890	-14.93
CEON	5,247	62,000	18	0.0801	-11.98
EPT	66	1,000	3	0.0661	-9.20
ARM	1,315	12,000	4	0.1076	-8.03
OLT	263,987	166,000	68	1.5000	-6.77

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	113.23	-2.77	21.04	29.94
Gold (COMEX)	USD/ounce	1666.3	1.33	17.61	39.24
Platinum (NYMEX)	USD/ounce	1785	-0.47	1.76	12.47
Silver (COMEX)	USD/ounce	41.758	4.16	36.18	124.70
Wheat (CBOT)	USD/bushel	7.5	-1.15	-11.84	0.40
Corn (CBOT)	USD/bushel	7.13	-0.38	29.34	66.59

- **OTP AM – Open-End Funds (as of 2-Aug-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	6.8100	-1.30	3.81	3.34
OTP Obligatiuni	RON	11.1800	0.00	11.35	13.97
OTP ComodisRO	RON	13.6077	0.02	3.75	7.59
OTP Euro Bond	EUR	10.3200	0.01	2.68	N/A

Market Highlights (as of 03 August 2011)

- **Forex**

The franc depreciated 1.9 percent to 1.1033 versus the euro at 5 p.m. in New York, from 1.0827 a day before. It fell as much as 2.8 percent, the most since March 12, 2009, when the SNB said it began selling the franc. The currency earlier rose to a record 1.0796 per euro. It slid 1.1 percent to 77.04 centimes per dollar after earlier strengthening to a record 76.10 centimes and weakening to 77.88. The dollar depreciated 0.8 percent to \$1.4323 versus the euro. (Bloomberg)

EUR/RON opened at 4.2435/4.2455 and closed strong against the euro at 4.2240/4.2260. (ContiCap)

- **Money Market**

RON T/N trading range was 4.63%/5.06%. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost 1.77%) on higher volumes but still below this year's average volume. BET blue chips decreased 1.76% while BET-FI dropped 1.78%.

RASDAQ-C closed red (-0.26%) while Tier I decreased 0.17%, Tier II advanced 2.03%. The trading volume was lower and below 2011's average volume.

- **Foreign**

The Dow rose 29.82 points, or 0.3 percent, to 11,896.44 after posting a 166-point loss earlier, which was the ninth straight drop. The S&P 500 advanced 0.5 percent to 1,260.34, snapping a seven-day decline. The benchmark Stoxx Europe 600 Index retreated 2 percent to 251.95. (Bloomberg)

- **Commodities**

Brent oil for September settlement declined \$3.23, or 2.8 percent, to end the session at \$113.23 a barrel on the London-based ICE Futures Europe exchange. It was the biggest drop since June 23, when the International Energy Agency announced its members were offering 60 million barrels of oil from emergency stockpiles to damp prices. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romania's H1 retail sales index falls 8.3% YoY.

Romania's retail sales index fell by 8.3% on the year in the first half of 2011, data of the National Statistics Institute, INS, showed on Wednesday. The figures are seasonally and working-day adjusted. (SeeNews)

- **Forex**

Yen plunges as Japan intervenes in markets for the first time since March.

The yen weakened, this morning, against all its major counterparts after Japan intervened in the foreign-exchange market for the first time since March to stem gains in the currency that threaten the nation's economic recovery. (Bloomberg)

- **Money Market**

Romania keeps rate unchanged, signals 'still prudent stance'.

Romania's central bank left its benchmark interest rate unchanged for a 10th meeting, saying "a continued prudent" stance is needed as policy makers aim to boost a recovery and contain medium-term inflation risks. The Banca Nationala a Romaniei left the main rate at 6.25 percent, matching the forecast of all 11 economists surveyed by Bloomberg. It also left its minimum reserve requirements on foreign-exchange deposits at 20 percent and the ratio for leu deposits at 15 percent. (Bloomberg)

- **Equities**

- **Domestic**

Electromagnetica's H1 net profit halves.

Romanian electric and electronic equipment manufacturer Electromagnetica (ELMA RO) said its net profit halved to 8.2 million lei (\$2.8 million/1.93 million euro) in the first six months of 2011 from 16.3 million lei a year earlier. Turnover increased by 6.2% on the year to 246.5 million lei through June. (SeeNews)

SIFs prepare EUR 1 Bln exit from BCR.

Austria's Erste Group Bank (EBS RO), majority shareholder of Banca Comerciala Romana, or BCR, could pay EUR 1 billion for the remaining 30.1% in the bank, which is in the hands of the five regional investment funds (SIFs). (ZF)

Florin Pogonaru increases stake in Prodplast to 51.5%.

Romanian businessman Florin Pogonaru has increased its shares in plastics producer Prodplast (PPL RO) to 51.51%, after he paid 2.4 million lei (EUR0.56 million) for a 11.4% stake, in a public offer. (ZF)

Foreign

Raiffeisen to buy Swedbank's Russian retail arm, Kommersant says.

Swedbank AB plans to sell its retail business in Russia to Raiffeisen Bank, Kommersant reported today, citing unidentified officials at both banks. Raiffeisen has already bought Swedbank's branch in Kaliningrad and Swedbank will keep only a head office in Russia after the transaction, the newspaper said. (Bloomberg)

KBC Securities sells Serbia, Romania units in management buyout.

KBC Groep NV said its securities unit sold the operations in Serbia and Romania in management buyouts and said the transactions will have a negligible impact on earnings and capital, according to an e-mailed statement. (Bloomberg)

• Commodities

Gold may climb toward record as global slowdown increases demand for haven.

Gold traded near an all-time high as investors sought a refuge from depreciating currencies amid concern the U.S. Federal Reserve may provide additional stimulus as the economic recovery falters. (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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OTP BANK SALES & TRADING –Treasury & Capital Markets Directorates

Silviu Enache, Capital Markets Director / Silviu.enache@otpbank.ro / +40 21 307.58.27

Mihaela Alexandru, Chief of Sales / mihaela.alexandru@otpbank.ro / +40 21 307.58.09

Alina Onica, Chief of Foreign Exchange / alina.onica@otpbank.ro / +40 21 307.58.09

Tania Fantana, FX Dealer / tania.fantana@otpbank.ro / +40 21 307.58.09

Irina Ananiese, Junior Dealer / irina.ananiese@otpbank.ro / +40 21 307.58.09

Alexandru Ilisie, Equities Trader, alexandru.ilisie@otpbank.ro / +40 21 307.58.27

Alexandru Teodor Tibuleac, Equities Trader alexandru.tibuleac@otpbank.ro / +40 21 307.58.27