

## Executive Summary

### • Macroeconomics

Fed officials weigh steps to boost growth.

### • Forex

The euro traded at \$1.4441. The EUR/RON closed stronger at 4.2190.

### • Money Market

RON T/N trading range was 5.86-5.97%.

### • Equities

#### Domestic

The BSE closed mixed, BET-C increasing 0.16% on higher volumes, with BET gaining 0.13% and BET-FI decreasing 1.21%.

RASDAQ-C closed red (-0.06%) on higher volumes, while Tier I lost 5.05% and Tier II 1.74%.

#### Foreign

U.S. shares advance as Fed says policy makers wanted more stimulus action. Stocks advance in Europe for second day.

### • Commodities

Wheat down, most others commodities up.

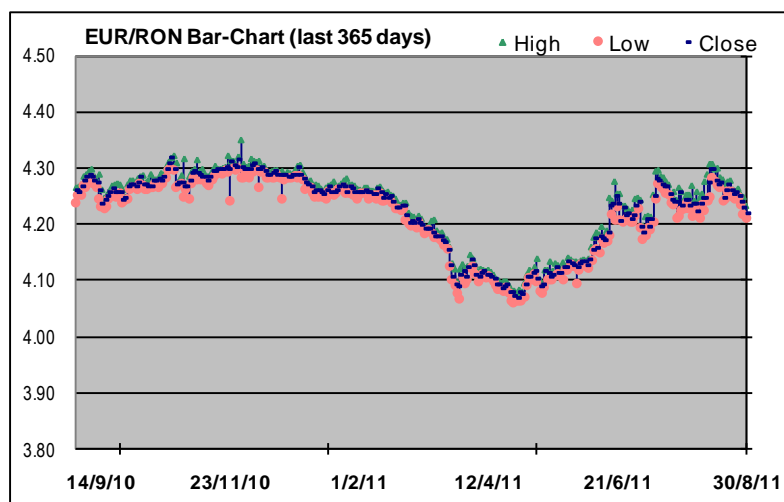
## Market Data (as of 31 August 2011)

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

### • Forex (as of 31-Aug-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2194	4.0601	4.3516	4.2900	4.2626
USD/RON	2.9248	2.7352	3.4200	3.2342	3.3580
CHF/RON	3.5757	3.0939	4.0619	1.2430	1.2906
100HUF/RON	1.5486	1.4742	1.6075	1.5343	1.4840

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

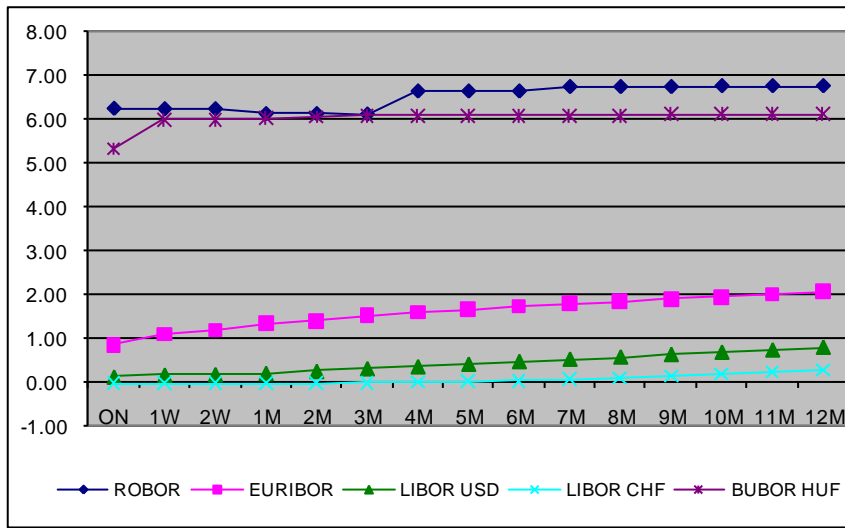


### • Money Markets (valid for 31 August 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	6.26	6.25	-	6.14	-	6.13	-	-	6.65	-	-	6.75	-	-	6.77
EURIBOR**	0.87	1.10	1.20	1.35	1.42	1.54	1.60	1.67	1.75	1.80	1.85	1.91	1.96	2.03	2.09
LIBOR USD	0.14	0.19	0.20	0.22	0.27	0.33	0.37	0.43	0.48	0.54	0.58	0.64	0.69	0.74	0.80
LIBOR CHF	-0.02	-0.02	-0.02	-0.01	-0.01	0.01	0.01	0.03	0.05	0.08	0.11	0.15	0.19	0.24	0.29
BUBOR HUF	5.34	6.00	6.00	6.04	6.06	6.09	6.09	6.09	6.09	6.09	6.09	6.12	6.12	6.13	6.13

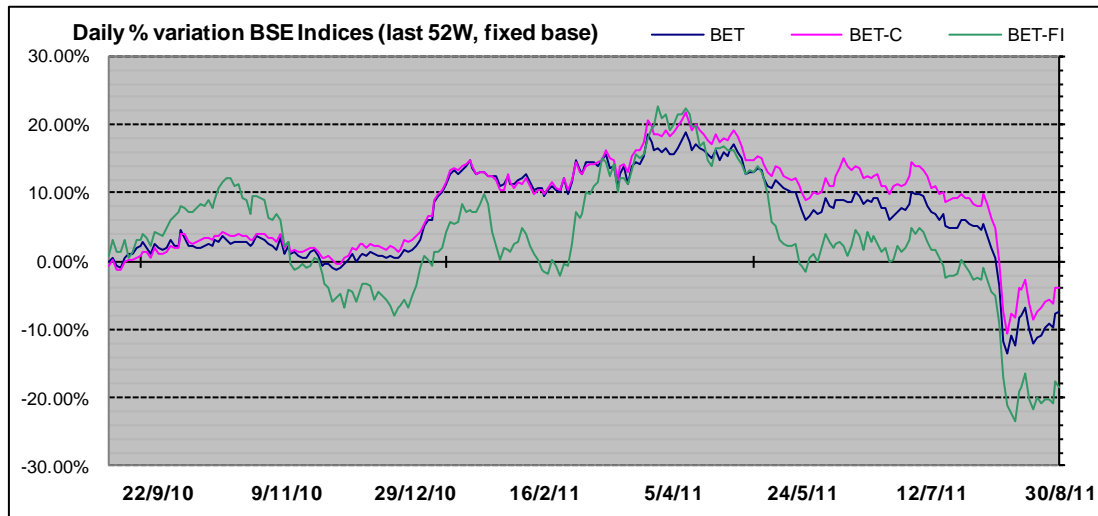
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,727.06	0.13	-9.44	-7.87
BET-C	2,867.52	0.16	-7.40	-4.25
BET-FI	18,101.67	-1.21	-15.57	-17.69
ROTX	9,447.90	0.20	-12.53	-8.89
Rasdaq-C	1,603.21	-0.06	-4.57	-25.83
RAQ-I	1,164.72	-5.05	-19.23	-45.04
RAQ-II	2,558.69	-1.74	-16.29	-24.00

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,559.95	0.18	-0.08	15.49
S&P 500 (USD)	1,212.92	0.23	-3.57	15.64
Nasdaq-C (USD)	541.09	2.90	-27.97	-4.31
FTSE 100 (GBP)	6069.9	N/A	1.66	N/A
STOXX 600 (EUR)	230.64	1.03	-16.74	-8.17
BUX (HUF)	18,091.21	-1.23	-15.67	-17.65

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	8,049,989	17,651,300	718	0.4503	-2.09
DAFR	446,737	5,508,000	70	0.0810	1.25
SIF3	1,642,828	3,562,500	361	0.4600	1.12
TBM	197,556	2,855,000	121	0.0686	6.36
SIF4	970,260	1,838,500	257	0.5200	-1.79

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	13.89	1.05	45.97	18,504.04	10,779.62	4,712.05	230.64
Ytd Avg. (EUR mn)	10.74	0.74	58.83	20,047.89	11,868.15	5,425.89	271.96
MCap (EUR bn)**	21.38	2.43	17.51	3,084.02	11,391.61	2,318.81	5,784.22

\* 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%
APC	4,189	6,000	4	0.7500	9.01
ROCE	103	500	2	0.2050	7.89
TBM	197,556	2,855,000	121	0.0686	6.36
SNO	2,140	700	3	3.1000	5.08
BRD	2,765,877	422,546	140	12.0000	4.35

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
EFO	5,572	63,000	10	0.0870	-6.45
ALT	10,551	263,000	36	0.0390	-3.94
ART	1,600	1,000	2	1.6000	-3.56
COMI	16,752	82,500	33	0.2000	-3.33
ARM	207	2,000	3	0.1070	-3.17

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	114.02	1.91	21.89	38.09
Gold (COMEX)	USD/ounce	1829.8	2.13	29.15	46.60
Platinum (NYMEX)	USD/ounce	1853.1	1.54	5.64	20.87
Silver (COMEX)	USD/ounce	41.464	2.13	34.91	115.77
Wheat (CBOT)	USD/bushel	7.9075	-0.53	-7.05	9.26
Corn (CBOT)	USD/bushel	7.7525	0.68	40.63	73.53

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

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.7600	-0.52	-12.20	-10.42
OTP Obligatiuni	RON	11.2200	0.09	11.75	15.67
OTP ComodisRO	RON	13.6624	0.02	4.17	7.55
OTP Euro Bond	EUR	10.3505	0.01	2.99	N/A

## Market Highlights (as of 30 August 2011)

- **Forex**

The euro fell 0.5 percent to \$1.4441 at 5 p.m. in New York and dropped 0.6 percent to 110.82 yen. The yen gained 0.1 percent to 76.74 per dollar. The Swiss franc declined 0.5 percent to 82.01 centimes per dollar. (Bloomberg)  
EUR/RON opened at 4.2240, RON closing slightly stronger at 4.2190. (ContiCap)

- **Money Market**

RON T/N trading range was 5.86-5.97%. The forward curve was flatter but little changed: 1m -30bp 2m – 1bp 3m +6.5bp 6m +8bp and 1y unchanged. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed mixed (BET-C, which does not include the SIFs increased 0.16%) on higher volumes and above this year's average volume. BET blue chips increased 0.13% while BET-FI decreased 1.21%.

RASDAQ-C closed red (-0.06%) while Tier I decreased 5.05% and Tier II 1.74%. The trading volume was higher than previous day and above 2011's average volume.

- **Foreign**

The S&P 500 added 0.2 percent to 1,212.92 in New York, recovering from earlier losses driven by consumer confidence sinking to a 28-month low. The Dow Jones Industrial Average rose 20.70 points, or 0.2 percent, to 11,559.95. The Stoxx Europe 600 Index rose 1 percent to 230.64 at the close in London, the highest in almost two weeks. The gauge has still tumbled 13 percent this month, the biggest drop since October 2008. (Bloomberg)

- **Commodities**

Brent oil for October settlement gained \$2.14, or 1.9 percent, to \$114.02 a barrel on the London-based ICE Futures Europe exchange. The European benchmark contract was at a premium of \$25.12 to U.S. West Texas Intermediate futures, compared with a record close of \$26.21 on Aug. 19. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Fed officials weigh steps to boost growth.*

Federal Reserve policy makers debated ways to invigorate the recovery and hiring this month, potentially laying the groundwork for action at their next gathering in late September. (Bloomberg)

*Japan production increased less than expected.*

The rebound in Japan's industrial production after the March 11 earthquake may be coming to an end, making the nation's economic recovery even more dependent on overseas demand. (Bloomberg)

- **Forex**

*Swiss Franc snaps two-day slump versus Euro as Italian debt falls on sale.*

The Swiss franc rose for the first time in three days versus the euro as Italian government securities fell in the wake of a bond auction, boosting demand for the relative safety of Switzerland's currency. (Bloomberg)

*Euro weakens versus most of its peers as bets on rate increases diminish.*

The euro fell for a second day against the yen as economists forecast unemployment in the region remained last month at its highest level since February, adding to signs that Europe's economic recovery is faltering. (Bloomberg)

- **Money Market**

*Italian bond yields rise as demand drops at 10-year auction; Bunds gain.*

Italian bonds fell for a seventh day, the longest losing streak since February, as demand weakened at the first auction of 10-year securities since the European Central Bank began buying the nation's debt. (Bloomberg)

*Romania opens legal adviser tender for Dollar-Denominated Bonds.*

Romania opened a tender for picking a legal adviser for the sale of dollar-denominated bonds, the Finance Ministry said on its website today. The tender will be open until 12:30 p.m. on Sept. 6, the ministry said. (Bloomberg)

- **Equities**

- **Domestic**

*Romania's Retrasib to double capital.*

The shareholders of Romanian electric motors manufacturer Retrasib (RO RTRA) approved a proposal for a 5.0 million lei (\$1.7 million/1.2 million euro) capital hike through a bonus issue, the company said on Tuesday. Retrasib currently has a share capital of 5.0 million lei. Retrasib will 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. Shareholders will be able to subscribe one new share for every share they own. The company's shares closed 1.92% down at 0.51 lei on Tuesday. (SeeNews)

*Fondul Proprietatea buys back 0.014% stake for RON 0.92M.*

Investment fund Fondul Proprietatea (RO FP) bought back last week 0.014% of its own shares, paying 920,000 lei (EUR217,000), leaving fund manager Franklin Templeton with RON7.62 million in the buyback budget. (ZF)

*Greece's Eurobank EFG turns to H1 net loss in Romania.*

Greece's Eurobank EFG group said it turned to a 4.6 million euro (\$6.7 million) net loss from its operations in Romania from 10.7 million euro net profit a year ago. In the second quarter alone, the group widened its net loss in Romania to 3.5 million euro from a 1.1 million euro in the first quarter of 2011. The group posted a 8.6 million euro net profit in the country in the second quarter of last year, Eurobank EFG said in its first-half financial statement on Monday. (SeeNews)

## Foreign

*Baloise Holding AG's net income slipped 2.4 percent.*

Baloise Holding AG (BALN), Switzerland's third-largest insurer, dropped 2 percent to 69.6 Swiss francs. Net income in the first six months of the year slipped 2.4 percent to 203.3 million francs (\$249 million) as the Swiss currency strengthened against the euro. (Bloomberg)

*Ipsen's net income jumped 22 percent.*

Ipsen rallied 7.9 percent to 23.89 Euros, the biggest gain since January, after reporting first-half net income that rose 22 percent to 91.7 million Euros. The average analyst estimate was 78.8 million Euros. The company also said it's targeting recurring adjusting operating income, excluding currency movements, of between 190 million and 200 million Euros in 2011. (Bloomberg)

## Commodities

*Oil heads for biggest monthly drop since May on concern stockpiles rising.*

Oil declined, heading for the biggest monthly drop since May, as investors speculated that increasing crude stockpiles in the U.S. indicate fuel demand is faltering in the world's biggest consumer of the commodity. (Bloomberg)

*Gold may drop as rally on Federal Reserve minutes prompts investor selling.*

Gold may decline as some investors sold the metal after a rally yesterday on speculation that the Federal Reserve will ease monetary policy further to stimulate the economy. (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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