

Executive Summary

• Macroeconomics

The BNR's foreign exchange reserves fell by EUR130m to 32.6 bn at the end of August. (ContiCap)

• Forex

The euro traded at \$1.4259. The EUR/RON closed 4.2320/4.2340.

• Money Market

RON T/N trading range was 4.93 to 5.84%.

• Equities

Domestic

The BSE closed red, BET-C decreasing 0.04% on lower volumes, with BET decreasing 0.15% and BET-FI 0.27%.

RASDAQ-C closed green (0.47%) on higher volumes, while Tier I gained 0.08% and Tier II closed 0.00%.

Foreign

U.S. stocks retreat ahead of today's report on Employment for August. European stocks climb for fourth day.

• Commodities

All major commodities down.

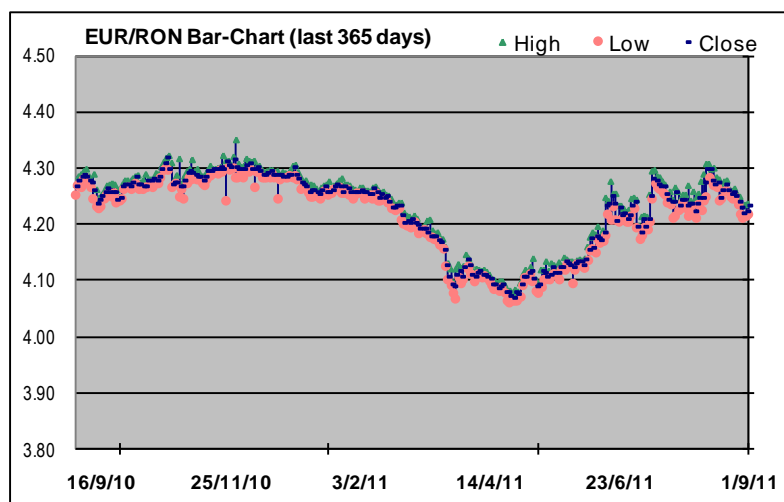
Market Data (as of 02 September 2011)

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

• Forex (as of 2-Sep-11)

| FX Rates* | Prv. Day | Min 52W | Max 52W | Ytd | -52W |
|------------|----------|---------|---------|--------|--------|
| EUR/RON | 4.2337 | 4.0601 | 4.3516 | 4.2900 | 4.2680 |
| USD/RON | 2.9612 | 2.7352 | 3.4200 | 3.2342 | 3.3333 |
| CHF/RON | 3.7286 | 3.0939 | 4.0619 | 1.2430 | 1.2964 |
| 100HUF/RON | 1.5516 | 1.4804 | 1.6075 | 1.5343 | 1.4995 |

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

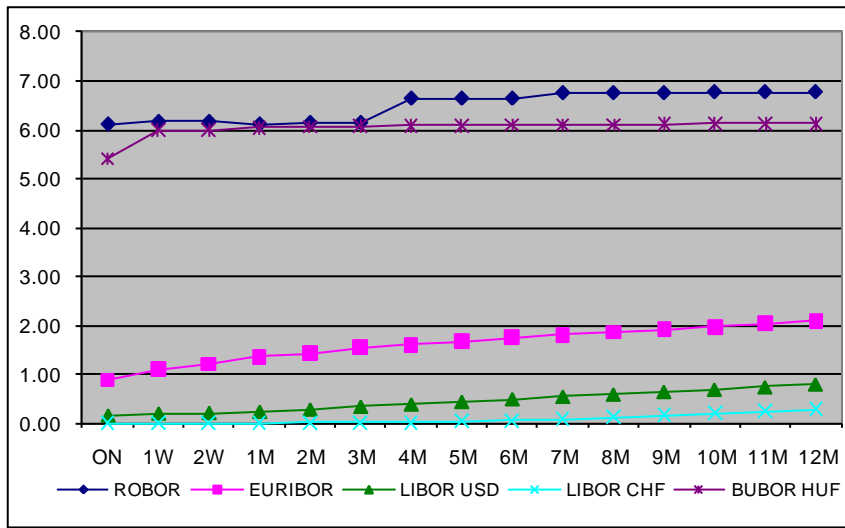


• Money Markets (valid for 02 September 2011)

| Rate | ON | 1W | 2W | 1M | 2M | 3M | 4M | 5M | 6M | 7M | 8M | 9M | 10M | 11M | 12M |
|-----------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| ROBOR* | 6.12 | 6.17 | - | 6.12 | - | 6.15 | - | - | 6.64 | - | - | 6.75 | - | - | 6.77 |
| EURIBOR** | 0.88 | 1.10 | 1.20 | 1.35 | 1.42 | 1.54 | 1.60 | 1.67 | 1.75 | 1.81 | 1.85 | 1.91 | 1.96 | 2.03 | 2.09 |
| LIBOR USD | 0.14 | 0.19 | 0.20 | 0.22 | 0.27 | 0.33 | 0.38 | 0.43 | 0.49 | 0.54 | 0.59 | 0.64 | 0.69 | 0.74 | 0.80 |
| LIBOR CHF | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.01 | 0.01 | 0.03 | 0.05 | 0.08 | 0.11 | 0.15 | 0.19 | 0.24 | 0.29 |
| BUBOR HUF | 5.41 | 6.00 | 6.00 | 6.05 | 6.06 | 6.08 | 6.09 | 6.09 | 6.10 | 6.10 | 6.10 | 6.12 | 6.13 | 6.13 | 6.13 |

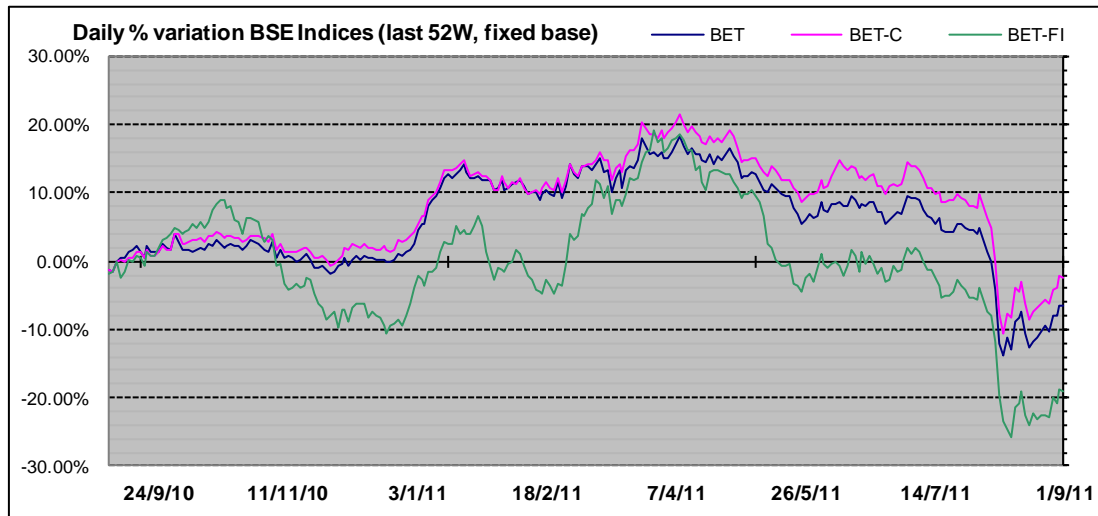
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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 | 4,797.30 | -0.15 | -8.09 | -5.15 |
| BET-C | 2,916.15 | -0.04 | -5.83 | -1.47 |
| BET-FI | 18,553.76 | -0.27 | -13.46 | -14.93 |
| ROTX | 9,588.40 | -0.18 | -11.23 | -6.45 |
| Rasdaq-C | 1,613.77 | 0.47 | -3.94 | -25.63 |
| RAQ-I | 1,191.83 | 0.08 | -17.35 | -42.16 |
| RAQ-II | 2,502.27 | 0.00 | -18.14 | -21.64 |

Foreign

| Indices | Last close | 1d% | Ytd% | 52W% |
|-----------------|------------|-------|--------|--------|
| DJIA (USD) | 11,493.57 | -1.03 | -0.66 | 11.92 |
| S&P 500 (USD) | 1,204.42 | -1.19 | -4.25 | 11.49 |
| Nasdaq-C (USD) | 536.15 | -1.66 | -28.63 | -4.62 |
| FTSE 100 (GBP) | 6069.9 | 12.52 | 1.66 | 13.11 |
| STOXX 600 (EUR) | 238.93 | 0.63 | -13.75 | -7.46 |
| BUX (HUF) | 18,264.80 | -1.12 | -14.86 | -20.62 |

| Top 5 most traded | Volume -RON | Volume - shares | Trades | Last price | 1d% |
|-------------------|-------------|-----------------|--------|------------|-------|
| FP | 9,054,126 | 19,995,800 | 540 | 0.4530 | -0.66 |
| AMO | 161,387 | 9,452,500 | 376 | 0.0166 | 5.06 |
| ELGS | 5,054,418 | 8,589,500 | 50 | 0.5885 | 14.94 |
| SIF3 | 1,627,216 | 3,408,500 | 404 | 0.4794 | -0.10 |
| SNP | 533,687 | 1,592,000 | 101 | 0.3350 | 0.03 |

| Trading Volumes | BVB | Rasdaq | BUSE | NYSE listed | Nasdaq | LSE | STOXX 600 * |
|-------------------|-------|--------|-------|-------------|-----------|----------|-------------|
| Previous Day | 8.26 | 0.13 | 42.22 | 17,449.09 | 9,459.11 | 4,834.94 | 238.93 |
| Ytd Avg. (EUR mn) | 10.77 | 0.74 | 58.71 | 20,047.63 | 11,854.39 | 5,427.72 | 271.58 |
| MCap (EUR bn)** | 21.73 | 2.45 | 17.66 | 3,084.76 | 11,414.14 | 2,395.33 | 5,984.75 |

* 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% |
|-------------------|-------------|-----------------|--------|------------|-------|
| ELGS | 5,054,418 | 8,589,500 | 50 | 0.5885 | 14.94 |
| ARS | 5,107 | 5,000 | 6 | 1.0400 | 10.64 |
| OLT | 448,938 | 330,500 | 146 | 1.3600 | 10.57 |
| CBC | 18,239 | 3,500 | 13 | 5.4000 | 8.00 |
| COMI | 12,478 | 32,111 | 16,752 | 0.2177 | 6.20 |

| Worst 5 performers | Volume -RON | Volume - shares | Trades | Last price | 1d% |
|--------------------|-------------|-----------------|--------|------------|-------|
| ART | 165 | 100 | 2 | 1.6500 | -2.31 |
| PTR | 907 | 3,000 | 5 | 0.3100 | -1.59 |
| BVB | 14,049 | 446 | 14 | 31.5000 | -1.56 |
| SIF5 | 1,284,655 | 1,225,500 | 244 | 1.0400 | -1.52 |
| TEL | 10,298 | 530 | 11 | 19.4000 | -1.52 |

- **Commodities**

| Item (market) | unit | last close | 1d% | Ytd% | 52W% |
|-------------------|------------|------------|-------|--------|--------|
| Oil (Brent crude) | USD/barrel | 114.29 | -0.49 | 22.18 | 38.70 |
| Gold (COMEX) | USD/ounce | 1829.1 | -0.14 | 29.10 | 45.48 |
| Platinum (NYMEX) | USD/ounce | 1852.9 | -0.18 | 5.63 | 20.66 |
| Silver (COMEX) | USD/ounce | 41.532 | -0.57 | 35.13 | 112.62 |
| Wheat (CBOT) | USD/bushel | 7.61 | -3.85 | -10.55 | 4.71 |
| Corn (CBOT) | USD/bushel | 7.385 | -3.78 | 33.97 | 64.02 |

- **OTP AM – Open-End Funds (as of 30-Aug-11)**

| Open-end fund | ccy | last NAV/U | 1d% | Ytd% | 52W% |
|-----------------|-----|------------|------|--------|-------|
| OTP AvantisRO | RON | 5.8900 | 0.00 | -10.21 | -8.54 |
| OTP Obligatiuni | RON | 11.2200 | 0.00 | 11.75 | 15.67 |
| OTP ComodisRO | RON | 13.6720 | 0.02 | 4.24 | 7.54 |
| OTP Euro Bond | EUR | 10.3556 | 0.01 | 3.04 | N/A |

Market Highlights (as of 01 September 2011)

- **Forex**

The franc climbed 2.1 percent to 1.1344 per euro and reached 1.1321, the strongest level since Aug. 23, from 1.1586 a day before. The Swiss currency advanced 1.3 percent to 79.55 centimes per dollar, from 80.60. Europe's 17-nation currency dropped 0.8 percent to \$1.4259 and touched \$1.4227, the lowest level since Aug. 15, in a third day of decline. The yen depreciated 0.4 percent to 76.93 per dollar. (Bloomberg)

EUR/RON opened 4.2235/4.2255 and closed 4.2320/4.2340. (ContiCap)

- **Money Market**

RON T/N trading range was 4.93 to 5.84%, edging down slightly as we move further into the RR period. This brought the front of the curve down marginally but rates were otherwise unchanged. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs decreased 0.04%) on lower volumes and below this year's average volume. BET blue chips lost 0.15%, while BET-FI decreased 0.27%.

RASDAQ-C closed green (0.47%) while Tier I increased 0.08%, Tier II closed 0.00%. The trading volume was higher than previous day but below 2011's average volume.

- **Foreign**

The S&P 500 declined 1.2 percent to 1,204.42 at 4 p.m. in New York. The benchmark gauge rallied 5.1 percent during a four-day streak through a day before. The Dow Jones Industrial Average lost 119.96 points, or 1 percent, to 11,493.57. The Stoxx Europe 600 Index advanced 0.6 percent to 238.93 at the close in London, extending the previous day's 2.9 percent gain. The benchmark measure declined 11 percent in August, its largest monthly retreat since October 2008. (Bloomberg)

- **Commodities**

Brent oil for October settlement dropped 56 cents, or 0.5 percent, to \$114.29 a barrel on the London-based ICE Futures Europe exchange. The contract earlier reached \$115.36, the highest intraday price since Aug. 3. The European benchmark was at a premium of \$25.36 to U.S. futures, compared with a record \$26.21 on Aug. 19, based on closing prices. (Bloomberg)

Latest Financial News

- **Macroeconomics**

U.S. Payroll gains probably slowed in August.

Hiring probably slowed in August as American companies became less optimistic about the strength of the recovery, economists said before a report today. (Bloomberg)

Shadow Council urges ECB to cut rates.

The European Central Bank should reverse this year's rate increases to prevent the euro-area economy from slipping back into recession, members of the so-called shadow ECB council said. (Bloomberg)

- **Forex**

Failure of biggest intervention in seven years pressures BOJ: Japan Credit.

The yen's third monthly gain against the dollar means the Bank of Japan may decide next week to boost injections of funds into the financial system, as policy members seek ways to stem the currency's strength and spur growth. (Bloomberg)

Swedish Krona weakens as shrinking Manufacturing tempers outlook for rates.

Sweden's krona weakened against the dollar after a report showed manufacturing shrank for the first time in two years, reducing demand for the nation's assets. (Bloomberg)

- **Money Market**

9% U.S. Unemployment seen lasting through election.

President Barack Obama will be running for re-election next year with the unemployment rate likely stuck at 9 percent and the recovery still getting its footing, his budget office forecast yesterday. (Bloomberg)

Treasuries hold advance before reports on Nonfarm Payrolls, Unemployment.

Treasuries held onto gains before reports today forecast to show U.S. companies created fewer jobs in August and the unemployment rate exceeded 9 percent for a fourth month, adding to signs of economic slowdown. (Bloomberg)

• Equities

Domestic

700,000 shares of Romania's BRD trade for 8.4 Mln Lei (1.98Mln Euro).

A total of 700,000 shares of Romanian lender BRD (BRD RO) changed hands in two block deals worth a combined 8.4 million lei (\$2.83 million/1.98 million euro) on the Bucharest bourse on Thursday, stock exchange data showed. The shares, equal to 0.1% of BRD's capital, traded at 12 lei each, data of the Bucharest Stock Exchange, BVB, indicated. The parties to the deals were not disclosed. Bourse data showed that at the end of June French banking group Societe Generale owned 58.3% of BRD, with smaller investors holding the balance. (SeeNews)

Ropharma adds RON2.9M to Teo Health share capital hike.

Romanian medicine wholesaler Ropharma Brasov (RPH RO) on Thursday said it will contribute 2.9 million lei (EUR685,000) to the share capital increase of private healthcare provider Teo Health. (ZF)

Romania's Amonil switches to electricity production.

The National Bank of Greece (NBG) said it turned to a 1.0 million euro (\$1.42 million) attributable loss from operations in Romania in the first half of 2011 from a profit of 14 million euro a year earlier. NBG's net income interest from its operations in Romania fell by 17% to 45 million euro through June, the bank said in a statement on Tuesday. Fee and other income totaled 7.0 million euro in Romania in the January-June period, down 55% from the same period last year. NBG also said its pre-provision earnings in Romania fell by 47% on the year to 18 million euro. NBG holds an 89.07% stake in Romanian lender Banca Romaneasca. (SeeNews)

Foreign

Goldman Sachs slumped after Fed ordered an independent review of Litton's foreclosures.

Goldman Sachs slumped 3.5 percent to \$112.16. The Fed ordered Goldman Sachs to conduct an independent review of Litton's foreclosures in 2009 and 2010 to address a "pattern of misconduct and negligence," the regulator said today in a statement. (Bloomberg)

Charter International Plc jumped after Melrose Plc sweetened its proposal.

Charter International Plc (CHTR) jumped 4.7 percent to 799 pence after the British engineering group said that Melrose Plc sweetened its proposal by 10 pence to 850 pence a share. "The board of Charter will give consideration to whether it should recommend to shareholders the terms proposed by Melrose as set out above, should Melrose notify Charter of a firm intention to make an offer on these terms," Charter said in the statement. (Bloomberg)

• Commodities

Gold price may advance before U.S. Payrolls data set to show hiring slowed.

Gold may gain before the release of reports today expected to show that the U.S. job market weakened further, driving equities lower and boosting demand for the precious metal as haven. (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; "1d%" = % increase/decrease between Last close and the closing price of the day before the Last close date

"52W%" = cumulative % increase/decrease during the past 52 weeks;

"Ytd Avg." = average value since the beginning of the current year "BuSE" = Budapest Stock Exchange



DISCLAIMER

- This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction. Also it is not and should not be considered a recommendation for investment in financial instruments according to C.N.V.M. Regulations no. 15/2006 and 32/2006.
- This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice.
- The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted.
- OTP Bank Romania SA may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.
- This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania SA. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express agreement of OTP Bank Romania SA.
- Please note that the Internet is not a secure environment and OTP Bank Romania SA does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the willful or accidental interception, corruption or virus infection.

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

