

## Executive Summary

### • Macroeconomics

Greece needs to default, Euro exit over loan, Slovak party leader says.

### • Forex

The euro traded at \$1.3755 at 5 p.m. in New York. The EUR/RON closed at 4.2895/4.2915.

### • Money Market

RON T/N trading range was 4.35% to 4.44%.

### • Equities

#### Domestic

The BSE closed green, BET-C advanced 1.29% on higher volumes, with BET gaining 0.96% and BET-FI increasing 4.94%. RASDAQ-C closed red (-0.11%) on lower volumes, while Tier I gained 0.89%, Tier II dropped 2.41%.

#### Foreign

European stocks advance amid speculation China may buy Euro region bonds. U.S. stocks rally as French, German leaders express support for Greece.

### • Commodities

Gold and silver down. Most other major commodities up.

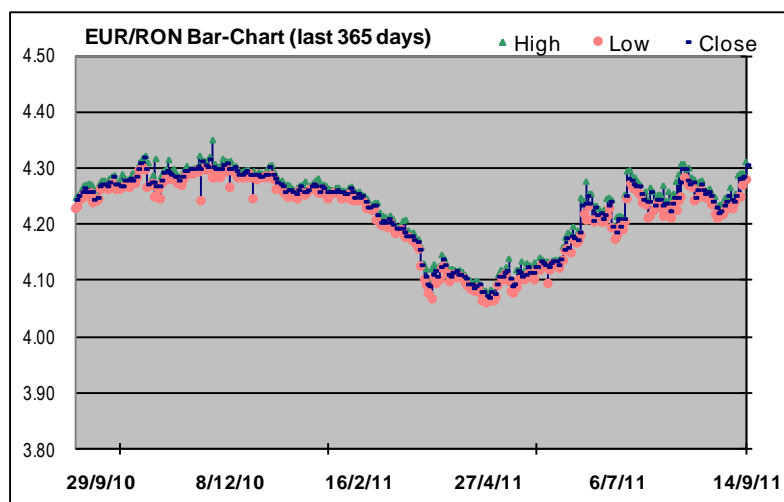
## Market Data (as of 15 September 2011)

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

### • Forex (as of 15-Sep-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3066	4.0601	4.3516	4.2900	4.2427
USD/RON	3.1387	2.7352	3.3135	3.2342	3.2626
CHF/RON	3.5790	3.0939	4.0619	1.2430	1.3036
100HUF/RON	1.4947	1.4903	1.6075	1.5343	1.5026

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

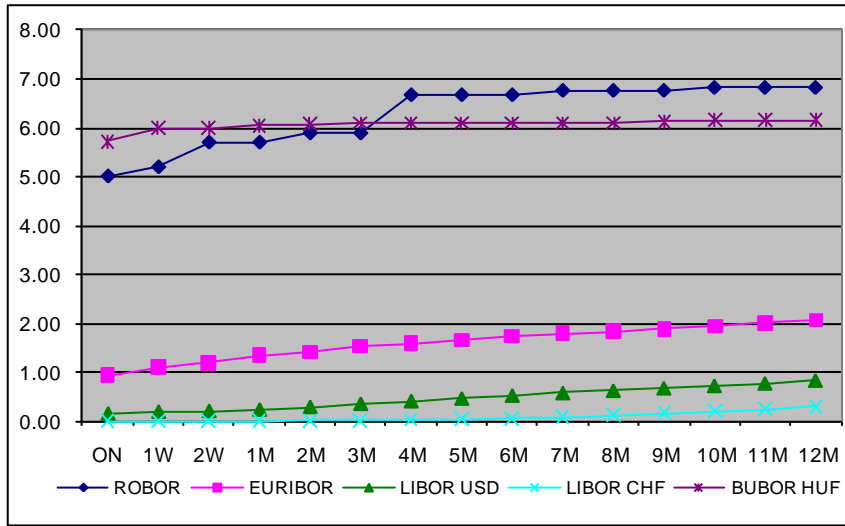


### • Money Markets (valid for 15 September 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.00	5.19	-	5.70	-	5.89	-	-	6.68	-	-	6.77	-	-	6.83
EURIBOR**	0.93	1.09	1.19	1.34	1.41	1.53	1.59	1.65	1.73	1.78	1.83	1.89	1.94	2.00	2.06
LIBOR USD	0.15	0.19	0.20	0.23	0.28	0.35	0.40	0.46	0.52	0.57	0.62	0.67	0.72	0.77	0.83
LIBOR CHF	0.00	0.00	0.00	0.00	0.00	0.01	0.02	0.03	0.05	0.08	0.12	0.16	0.20	0.24	0.29
BUBOR HUF	5.72	6.00	6.00	6.05	6.07	6.10	6.10	6.10	6.10	6.10	6.10	6.13	6.15	6.15	6.15

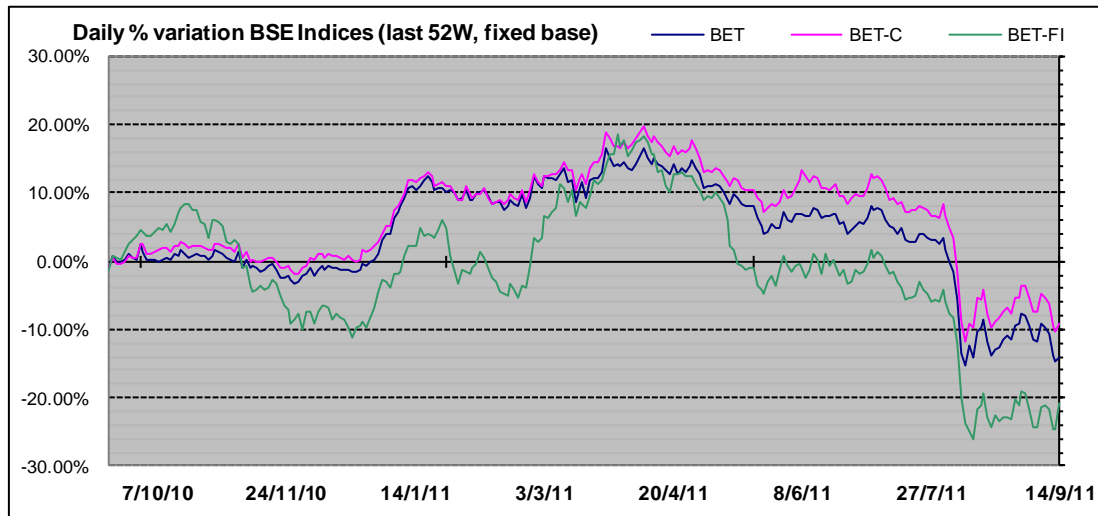
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,481.12	0.96	-14.15	-13.95
BET-C	2,746.67	1.29	-11.30	-8.41
BET-FI	18,167.75	4.94	-15.26	-20.74
ROTX	8,796.70	0.88	-18.56	-16.02
Rasdaq-C	1,597.25	-0.11	-4.93	-27.30
RAQ-I	1,192.62	0.89	-17.29	-45.53
RAQ-II	2,213.10	-2.41	-27.60	-27.79

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,246.73	1.27	-2.79	6.84
S&P 500 (USD)	1,188.68	1.35	-5.50	6.03
Nasdaq-C (USD)	518.13	0.05	-31.03	-11.41
FTSE 100 (GBP)	6069.9	17.31	1.66	9.03
STOXX 600 (EUR)	224.17	1.49	-19.08	-15.85
BUX (HUF)	16,629.75	0.85	-22.49	-29.15

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	10,915,505	24,280,900	385	0.4508	1.76
SIF5	5,288,848	5,362,500	492	1.0150	5.73
SIF2	4,045,522	4,724,000	448	0.8900	7.75
SIF3	1,914,589	4,226,500	506	0.4670	7.11
SNP	1,740,021	5,617,500	96	0.3050	-0.33

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	7.75	0.06	56.87	20,707.20	12,471.85	5,434.28	224.17
Ytd Avg. (EUR mn)	10.33	0.69	58.84	20,022.22	11,812.08	5,398.23	269.31
MCap (EUR bn)**	19.04	2.39	15.18	3,239.81	11,731.25	2,329.54	5,599.76

\* 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%
OLT	93,276	83,500	83	1.1560	14.91
EPT	3,953	77,000	3	0.0569	11.13
IMP	269	1,000	3	0.2690	9.57
CBC	3,830	700	4	5.5000	7.84
MPN	125	466	123	0.2490	7.79

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
APC	385	500	2	0.7700	-3.02
EBS	323,228	3,700	48	87.6000	-0.57
ALU	265	230	4	1.1900	-0.42
SNP	1,740,021	5,617,500	96	0.3050	-0.33

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	112.4	0.46	20.16	33.87
Gold (COMEX)	USD/ounce	1826.5	-0.20	28.92	42.56
Platinum (NYMEX)	USD/ounce	1815.9	0.13	3.52	13.89
Silver (COMEX)	USD/ounce	40.533	-1.60	31.88	96.97
Wheat (CBOT)	USD/bushel	7.045	0.36	-17.19	-6.56
Corn (CBOT)	USD/bushel	7.2425	0.17	31.38	55.09

- **OTP AM – Open-End Funds (as of 13-Sep-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.5800	-0.36	-14.94	-13.89
OTP Obligatiuni	RON	11.2500	0.00	12.05	15.50
OTP ComodisRO	RON	13.7064	0.02	4.50	7.44
OTP Euro Bond	EUR	10.3720	0.01	3.20	N/A

## Market Highlights (as of 14 September 2011)

- **Forex**

The euro rose 0.6 percent to \$1.3755 at 5 p.m. in New York, after rising the most on an intraday basis, 0.8 percent, since Sept. 7. The currency added 0.1 percent to 105.39 yen. The yen strengthened 0.4 percent to 76.62 per dollar. (Bloomberg)

EUR/RON opened at 4.2815/4.2835 and RON weakened against the euro to close at 4.2895/4.2915. (ContiCap)

- **Money Market**

RON T/N trading range was 4.35%/4.44%. With the eyes on Greece situation the RON yields had a linear move right. 1m went up by +22.5 points, 3m by 34.5 points, 6month by 28.5 points, 9m by 29.5 p and 12m by 29.5 points. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs increased 1.29%) on higher volumes but still below this year's average volume. BET blue chips gained 0.96%, while BET-FI advanced 4.94%.

RASDAQ-C closed red (-0.11%) while Tier I gained 0.89%, Tier II dropped 2.41%. The trading volume was lower and much below 2011's average volume.

- **Foreign**

The S&P 500 gained 1.4 percent to 1,188.68 in New York, rallying 3 percent in three days and erasing its drop on Sept. 9, which had been driven by speculation Greece could default. The index pared a gain of as much as 2.5 percent in the final minutes of trading yesterday. The Dow Jones Industrial Average rose 140.88 points, or 1.3 percent, to 11,246.73. The benchmark Stoxx Europe 600 Index advanced 1.5 percent to 224.17 at the 4:30 p.m. close in London. (Bloomberg)

- **Commodities**

Brent oil for October settlement on the London-based ICE Futures Europe exchange fell as much as 79 cents, or 0.7 percent, to \$111.10 a barrel. The European benchmark contract was at a premium of \$22.53 to U.S. futures, down from a record close of \$26.66 on Sept. 6. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Greece needs to default, Euro exit over loan, Slovak party leader says.*

Greece should default on its debt and abandon the euro as further loans won't solve its crisis, a Slovak lawmaker whose vote in parliament may decide whether the country backs a bailout package for the currency area said. (Bloomberg)

- **Forex**

*Zloty slides to 26-month low, bonds drop on Europe's debt crisis.*

The zloty slid to a 26-month low against the euro and bond yields climbed on concern Europe's debt crisis may slow Poland's growth. The zloty depreciated 1 percent to 4.3716 per euro as of 5:50 p.m. in Warsaw, the weakest level since July 2009. The yield on notes due April 2016 rose 10 basis points, or 0.10 percentage point, to 5.12 percent, a four-week high. China's Premier Wen Jiabao signaled developed nations should cut deficits and create jobs rather than relying on his country to bail out the world economy. Finance ministers from Brazil, Russia, India, China and South Africa, the so-called BRICS nations, will meet next week to discuss Europe's debt crisis. (Bloomberg)

*Greece is to remain in Euro: Sarkozy, Merkel.*

French President Nicolas Sarkozy and German Chancellor Angela Merkel said they are "convinced" Greece will stay in the euro area as they faced international calls to step up efforts in fighting the region's debt crisis. The euro rose after the leaders of Europe's two biggest economies issued a statement yesterday following a telephone conversation with Greek Prime Minister George Papandreou. Papandreou committed to meet deficit-reduction targets demanded as a condition for an international bailout, according to statements from governments in Athens, Berlin and Paris. (Bloomberg)

- **Money Market**

*U.S. is 'long way' from default risk, S&P analyst Tan says.*

The U.S. is a "long way" from risk of default and Treasuries are still the safest dollar assets, said Kim Eng Tan, senior director for sovereign-debt ratings at Standard & Poor's. (Bloomberg)

- **Equities**

- **Domestic**

*Erste agrees to increase stake in Romania's BCR for \$599 million.*

Erste Group Bank AG (EBS RO), eastern Europe's second-biggest lender, reached an agreement with four Romanian investment funds to buy their 24.1 percent stake in its Banca Comerciala Romania SA unit for 435 million Euros (\$599 million). Four out of the five minority

shareholders, known as SIFs, will receive a total 453.9 million lei (\$145 million) for their shares and a stake of as much as 1 percent each in Erste through a share swap, according to a statement from the Vienna-based lender yesterday after markets closed. The accord is pending approval from the funds' shareholders. "It has always been our strategy to hold the highest possible stake in our subsidiaries and we are glad to have now this possibility also in Romania," Erste's Chief Financial Officer Manfred Wimmer said in the statement. The agreement, which when completed raises Erste's stake in BCR to 93.5 percent, will give the lender greater access to its Romanian unit's earnings and capital by reducing the requirement of deductions for minority shareholders. add to his 69.4 percent stake than list. The SIFs will waive their rights to request a listing of Romania's biggest bank by assets and to special dividends, according to the agreement. The four SIFs are SIF Banat-Crisana SA, SIF Transilvania SA, SIF Muntenia SA and SIF Oltenia SA. The fifth fund, SIF Moldova SA, also has the possibility to enter into the same agreement, Erste said. (Bloomberg)

*Romania appeals court ruling on Rompetrol Rafinare debt-for-equity swap.*

The Romanian government is appealing the ruling of a local court that has declared legal a debt-for-equity swap carried out by Rompetrol Rafinare (RRC RO), the oil refining unit of Dutch-based Rompetrol Group, Rompetrol Rafinare said on Wednesday. The state's appeal is scheduled to be heard on September 22, the company said in a statement. In July, the court in the Black Sea port of Constanta, where Rompetrol Rafinare is based, declared the swap legal. Rompetrol Group, majority owned by Kazakh state-owned energy company KazMunaiGaz, had to repay 571 million euro (\$781 million) in Rompetrol Rafinare debt to the Romanian state. The debt was converted into seven-year corporate bonds in 2003 under a government decision and since then the refinery has repaid 54 million euro of its debt to the state through bond repurchases. (SeeNews)

## Foreign

*Swedbank AB halted share buybacks.*

Swedbank AB (SWEDA), the third-largest Swedish lender and the biggest bank in the Baltic countries, declined 5.6 percent to 73.15 kronor after halting share buybacks due to the "intensified financial anxiety in Europe." (Bloomberg)

*HP bulls bet strategy shift will spur 53% stock rebound (options).*

Hewlett-Packard Co. options traders are the most bullish in two years amid optimism the company's shift away from personal computers will prove successful, even after disappointing earnings erased \$20 billion from the stock. The ratio of calls to buy shares versus puts to sell has climbed 7.3 percent in the past month to 1.6, the highest level since August 2009, according to data compiled by Bloomberg. (Bloomberg)

## • Commodities

*Corn retreats as demand for ethanol declines, feed makers switch to wheat.*

Corn retreated on signs that demand from producers of ethanol is declining and on concern makers of livestock feeds may seek cheaper substitutes. Wheat fell. (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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