

Executive Summary

• Macroeconomics

Greece approves \$8.8 billion in austerity.

• Forex

The euro traded at \$1.3387 at 5:00 p.m. in New York. The EUR/RON closed at 4.3540/4.3560.

• Money Market

RON T/N trading range was 3.40%/3.89%.

• Equities

Domestic

The BSE closed red, BET-C declined 0.52% on higher volumes, with BET losing 0.36% and BET-FI decreasing 2.58%.

RASDAQ-C closed green (+0.06%) on higher volumes, while Tier I gained 4.88%, Tier II declined 1.66%.

Foreign

European stocks post biggest weekly gain in 14 months. U.S. stocks tumble, capping S&P 500's worst quarter since 2008.

• Commodities

Gold up. Most other major commodities down.

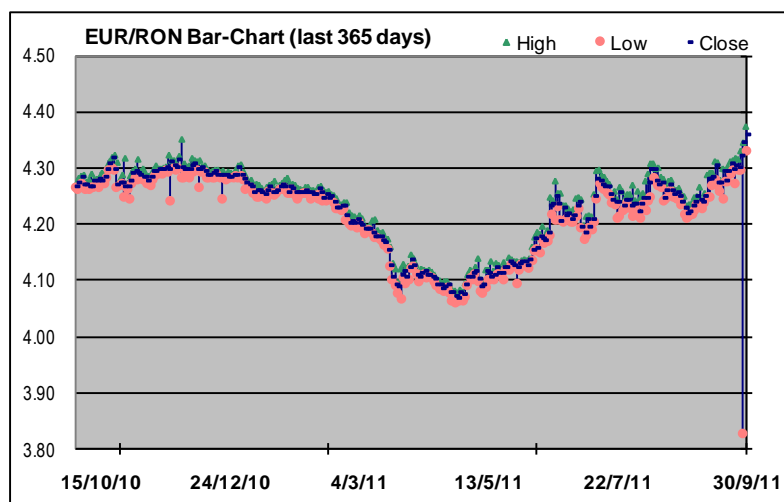
Market Data (as of 03 October 2011)

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

• Forex (as of 3-Oct-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3592	3.8285	4.3745	4.2900	4.2662
USD/RON	3.2383	2.7352	3.3135	3.2342	3.1046
CHF/RON	3.5828	3.0939	4.0619	3.4513	3.1789
100HUF/RON	1.4882	1.4451	1.6075	1.5343	1.5591

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

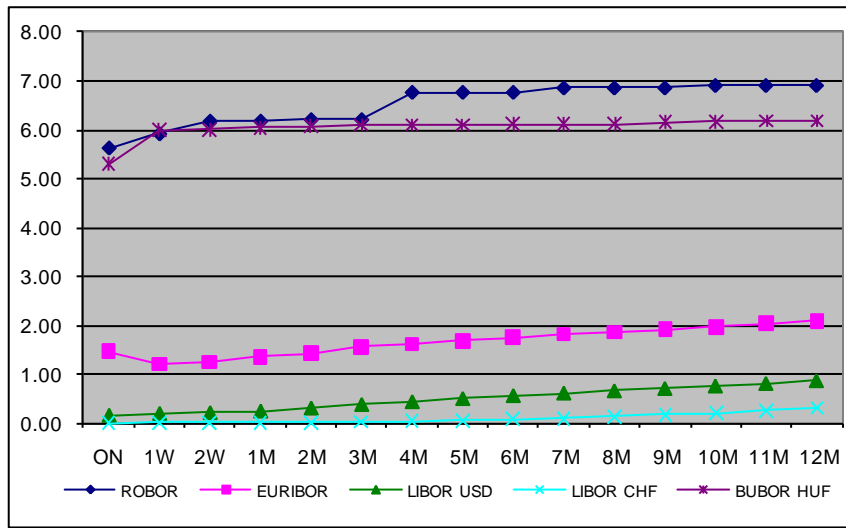


• Money Markets (valid for 03 October 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.63	5.92	-	6.18	-	6.21	-	-	6.77	-	-	6.86	-	-	6.91
EURIBOR**	1.46	1.21	1.25	1.36	1.43	1.55	1.61	1.68	1.75	1.81	1.86	1.92	1.97	2.03	2.08
LIBOR USD	0.15	0.19	0.21	0.24	0.30	0.37	0.43	0.50	0.56	0.61	0.66	0.70	0.76	0.81	0.86
LIBOR CHF	0.00	0.00	0.01	0.01	0.01	0.02	0.04	0.05	0.07	0.09	0.13	0.17	0.20	0.25	0.30
BUBOR HUF	5.30	6.00	6.01	6.05	6.07	6.10	6.10	6.10	6.12	6.12	6.12	6.16	6.17	6.18	6.18

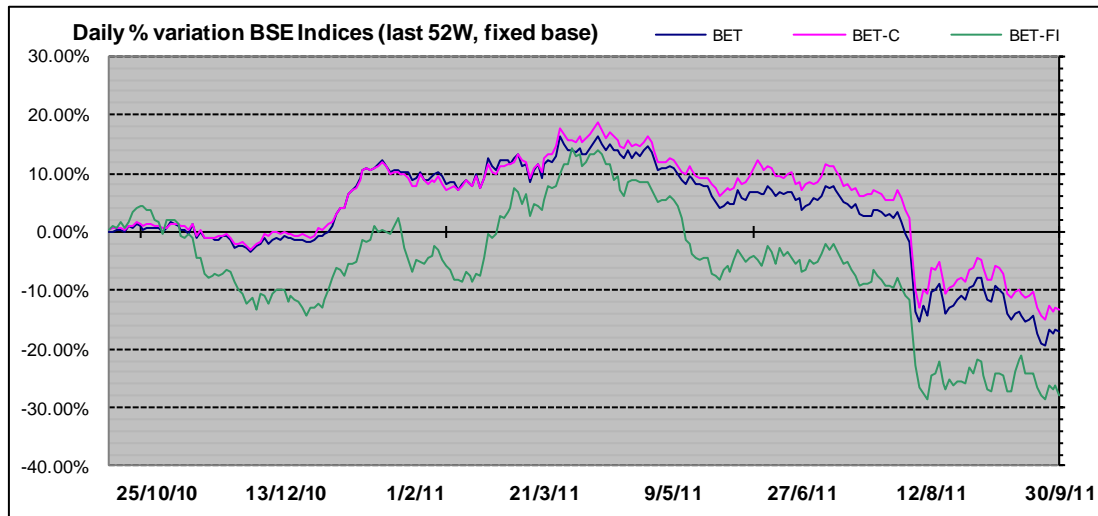
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,327.13	-0.36	-17.10	-18.91
BET-C	2,648.19	-0.52	-14.48	-14.66
BET-FI	17,162.34	-2.58	-19.95	-28.55
ROTX	8,509.80	-0.73	-21.22	-20.48
Rasdaq-C	1,575.73	0.06	-6.21	-10.55
RAQ-I	1,050.50	4.88	-27.15	-54.96
RAQ-II	2,211.99	-1.66	-27.63	-31.00

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	10,913.38	-2.16	-5.67	1.16
S&P 500 (USD)	1,131.42	-2.50	-10.05	-0.86
Nasdaq-C (USD)	416.05	-2.74	-44.62	-33.09
FTSE 100 (GBP)	5128.48	-1.32	-14.11	-7.57
STOXX 600 (EUR)	226.18	-1.19	-18.35	-12.91
BUX (HUF)	15,775.10	-0.20	-26.47	-32.12

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	5,337,065	12,101,100	328	0.4400	-1.12
SIF5	2,686,662	2,855,000	415	0.9300	-4.42
VNC	1,253,617	20,891,500	31	0.0611	-3.02
SIF2	984,287	1,203,000	184	0.8180	-2.97
SIF3	938,087	2,089,500	226	0.4380	-3.31

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	7.86	0.38	52.36	23,155.07	12,951.74	4,982.11	226.18
Ytd Avg. (EUR mn)	10.21	0.66	58.56	20,177.55	11,901.75	5,376.68	266.61
MCap (EUR bn)**	18.02	2.33	14.18	3,111.88	11,317.59	2,294.85	5,659.11

* 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%
UAM	228	500	2	0.4550	13.75
ECT	19	500	2	0.0379	11.47
RRC	17,501	367,500	22	0.0487	1.67
BIO	322,819	1,683,000	36	0.1900	0.53
COMI	44,658	20,957	1,820	0.2009	0.45

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
OLT	41,356	52,500	50	0.7710	-10.35
MPN	116	500	2	0.2311	-7.56
SNO	1,995	700	3	2.8500	-6.25
TUFE	320	2,000	2	0.1600	-5.88
BCM	2,998	41,500	7	0.0700	-5.66

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	102.76	-1.14	9.86	18.88
Gold (COMEX)	USD/ounce	1622.3	0.31	14.50	22.93
Platinum (NYMEX)	USD/ounce	1523.6	-0.61	-13.15	-7.60
Silver (COMEX)	USD/ounce	30.083	-1.44	-2.12	36.85
Wheat (CBOT)	USD/bushel	6.0925	-6.88	-28.39	-17.33
Corn (CBOT)	USD/bushel	5.925	-6.32	7.48	23.12

- **OTP AM – Open-End Funds (as of 29-Sep-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.5400	0.73	-15.55	-16.69
OTP Obligatiuni	RON	11.2800	0.09	12.35	14.40
OTP ComodisRO	RON	13.7413	0.02	4.77	7.39
OTP Euro Bond	EUR	10.3885	0.01	3.37	N/A

Market Highlights (as of 30 September 2011)

- **Forex**

The dollar strengthened 1.5 percent to \$1.3387 per euro at 5 p.m. in New York, extending its advance this month to 7.3 percent. The Japanese currency gained 1.3 percent to 103.12 per euro, set for a 7 percent advance this month. The greenback rose 0.3 percent to 77.06 yen, after touching the strongest level since Sept. 15. (Bloomberg)

EUR/RON opened at 4.3435/4.3455 and ron kept on weakening against the euro o close at 4.3540/4.3560. Although RON has so far been one of the region's most stable currencies, its losses have accelerated and it fell to a 15 month low of 4.3725 per euro, until Romanian central bank seen indirectly selling euros for lei on spot market according to market sources. (ContiCap)

- **Money Market**

RON T/N trading range was 3.40%/3.89%. Short end tenors came softer following the funding. 1m went lower by 18bp, 2m by 6 bp and 3m by 2 bp. The rest of the curve was mostly unchanged with no real interest in the longer end. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs decreased 0.52%) on higher volumes but still below this year's average volume. BET blue chips decreased 0.36%, while BET-FI lost 2.58%.

RASDAQ-C closed green (+0.06%) while Tier I gained 4.88%, Tier II declined 1.66%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The Standard & Poor's 500 Index lost 0.4 percent to 1,131.42, dropping for a second straight week after a 2.5 percent drop on the final day erased earlier advances. The Dow Jones Industrial Average rose 141.9 points, or 1.3 percent, to 10,913.38, after declining 6.4 percent the previous week. The Stoxx 600 Europe Index advanced 4.6 percent to 226.18 last week, the biggest gain since July 2010. The measure still lost 17 percent in the third quarter, the most since the final period of 2008, which followed Lehman Brothers Holdings Inc.'s collapse. (Bloomberg)

- **Commodities**

Brent oil for November settlement fell \$1.57 to \$102.38 a barrel on the ICE Futures Europe exchange in London. Prices are down 9 percent this quarter. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Greece approves \$8.8 billion in austerity.

Greece's government pledged to fire workers as part of a 6.6 billion-euro (\$8.8 billion) austerity package designed to help secure a rescue-loan payout and a second European Union-led bailout. The measures will help reduce the budget deficit to 6.8 percent of gross domestic product, or 14.7 billion euros, from 8.5 percent of GDP this year, the Athens-based Finance Ministry said in an e-mail statement yesterday. That compares with 6.5 percent under agreements with the EU, International Monetary Fund and European Central Bank, the so-called troika, to secure the emergency loans needed to prevent a default. (Bloomberg)

- **Forex**

Dollar beating all assets in September undermines S&P's downgrade of U.S..

After all the concern that the U.S. is debasing its currency, the dollar beat stocks, bonds and commodities for the first time since May as investors sought refuge from slowing growth and Europe's sovereign-debt crisis. (Bloomberg)

- **Money Market**

Treasuries rise, led by 30-year bonds, as Europe debt crisis spurs demand.

Treasuries rose, following their best quarter in almost three years, on speculation Greece is heading for a default and as the Federal Reserve prepared to buy longer-term securities. (Bloomberg)

- **Equities**

- **Domestic**

OMV Petrom eyes 6% hike in natural gas price.

Romanian oil and gas company OMV Petrom (SNP RO) on Friday said it wants to increase the price of locally made gas by some 6%, to 525 lei (EUR120) from RON495 per thousand cubic meters. (ZF)

Romania's Oltchim to reduce output for third month in October.

Romanian state-controlled PVC-maker Oltchim SA (OLT RO) will temporarily reduce output for a third month in October because of a shortage of working capital and raw materials, the company said in a statement on the Bucharest Stock Exchange Friday. (Bloomberg)

Foreign

Hennes & Mauritz AB earnings beats estimates.

Hennes & Mauritz AB (HMB) added 9.2 percent, the most since 2008, as Europe's second-largest clothing retailer reported earnings that beat estimates. Operating profit fell 17 percent to 4.71 billion kronor (\$700 million) in the three months ended Aug. 31, topping the average of 17 analyst estimates compiled by Bloomberg for income of 4.35 billion kronor. (Bloomberg)

S&P 500 valued below recessions since '57 as estimates fall.

The rout that erased \$2.9 trillion from U.S. equities has pushed valuations in the Standard & Poor's 500 Index 25 percent below the average level from the last nine recessions, even as profit estimates fall. Companies in the benchmark gauge for American equities trade at 10.2 times 2012 forecast earnings, compared with the average in economic contractions since 1957 of 13.7, according to data compiled by Bloomberg. At the same time, analysts have cut projections for profits next year by 2.6 percent to \$110.78 a share, the biggest eight-week drop since 2009, the data show. Bears say analysts have just started paring earnings estimates and that shares will prove expensive when gross domestic product shrinks. Bulls say stock prices have fallen so much that even should earnings fail to increase in 2012, equities are inexpensive. (Bloomberg)

Commodities

Crude oil declines to one-year low to finish worst quarter since 2008.

Oil capped the largest quarterly drop since the 2008 financial crisis by tumbling to a one-year low as signs of slowing growth in China, the U.S. and Germany heightened concern that fuel demand will weaken. Futures dropped 3.6 percent after China's purchasing managers' index fell for a third month while German retail sales declined in August and U.S. consumer spending slowed. Prices tumbled 17 percent from the end of June, the biggest quarterly decline since the 56 percent plunge during the last three months of 2008. (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

**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