

## Executive Summary

### • Macroeconomics

Romania's January-August trade gap flat at 6.148 bn. Euro.

### • Forex

The euro traded at \$1.3642 at 5:00 p.m. in New York. The EUR/RON closed at 4.3090/4.3110.

### • Money Market

RON T/N trading range was 4.65%/4.86%.

### • Equities

#### Domestic

The BSE closed red, BET-C declined 1.16% on lower volumes, with BET losing 1.78% and BET-FI decreasing 1.62%. RASDAQ-C closed green (+0.09%) on lower volumes, while Tier I dropped 0.09%, Tier II decreased 3.44%.

#### Foreign

European stocks advanced. U.S. stocks advanced, giving the Standard & Poor's 500 its biggest rally since August.

### • Commodities

Most major commodities up.

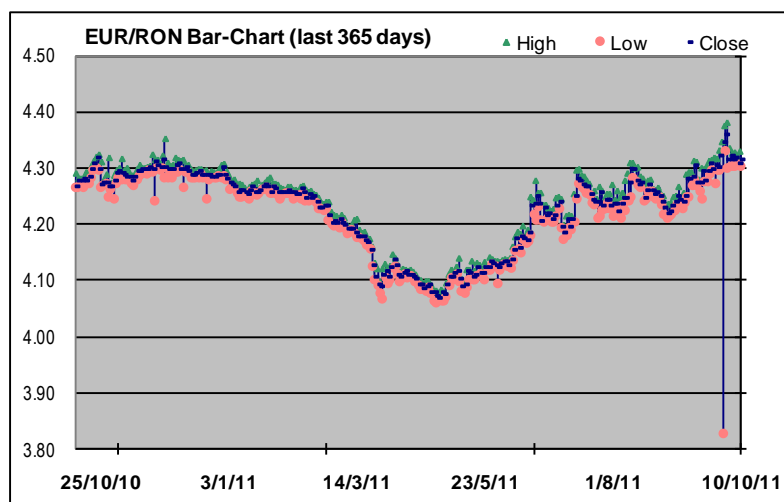
## Market Data (as of 11 October 2011)

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

### • Forex (as of 11-Oct-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3159	3.8285	4.3802	4.2900	4.2680
USD/RON	3.1586	2.7352	3.3135	3.2342	3.0731
CHF/RON	3.4995	3.0939	4.0619	3.4513	3.1869
100HUF/RON	1.4756	1.4348	1.6075	1.5343	1.5603

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

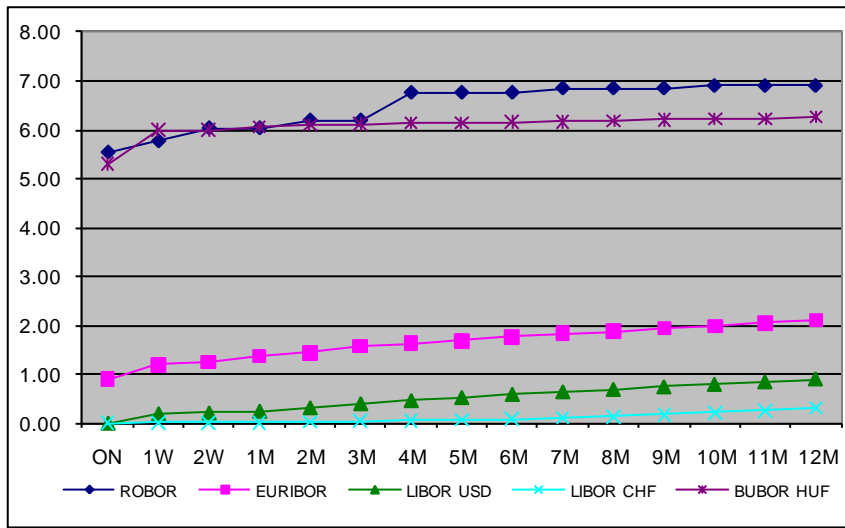


### • Money Markets (valid for 11 October 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.53	5.76	-	6.03	-	6.19	-	-	6.76	-	-	6.85	-	-	6.90
EURIBOR**	0.89	1.19	1.24	1.36	1.43	1.57	1.62	1.69	1.77	1.83	1.88	1.93	1.98	2.05	2.10
LIBOR USD	0.00	0.19	0.21	0.24	0.31	0.39	0.46	0.52	0.58	0.64	0.68	0.73	0.79	0.84	0.90
LIBOR CHF	0.00	0.01	0.01	0.01	0.02	0.03	0.04	0.06	0.08	0.10	0.13	0.17	0.21	0.26	0.31
BUBOR HUF	5.30	6.00	6.00	6.06	6.10	6.12	6.14	6.14	6.16	6.17	6.19	6.21	6.23	6.23	6.26

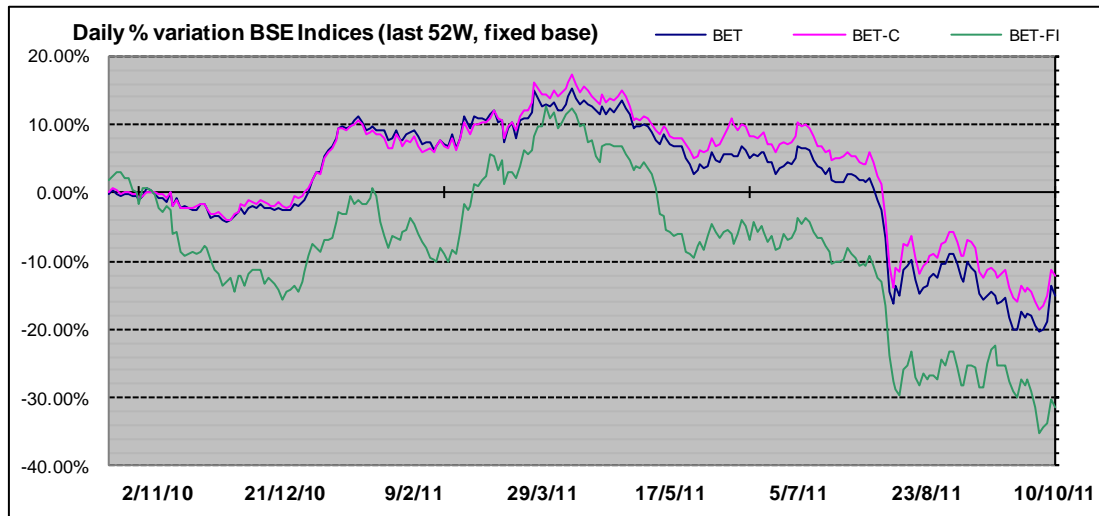
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,470.44	-1.78	-14.35	-14.42
BET-C	2,715.05	-1.16	-12.32	-11.92
BET-FI	16,629.94	-1.62	-22.43	-30.76
ROTX	8,602.80	-3.94	-20.36	-18.42
Rasdaq-C	1,574.69	0.09	-6.27	-9.92
RAQ-I	1,056.28	-0.09	-26.75	-54.79
RAQ-II	2,317.15	-3.44	-24.19	-26.03

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,433.18	2.97	-1.18	3.88
S&P 500 (USD)	1,194.89	3.41	-5.01	2.55
Nasdaq-C (USD)	444.15	2.02	-40.88	-30.07
FTSE 100 (GBP)	5399	1.80	-9.58	-4.57
STOXX 600 (EUR)	235.94	1.70	-14.83	-10.04
BUX (HUF)	16,815.58	3.23	-21.62	-28.19

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	10,997,190	24,440,100	368	0.4497	-0.44
EBS	3,046,843	38,923	718	78.0000	-13.29
SIF3	1,043,457	2,422,000	295	0.4251	-2.95
SIF1	997,964	1,266,000	159	0.7825	-1.45
SIF5	947,692	1,103,500	210	0.8550	-1.72

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	7.59	0.05	37.67	15,012.34	9,035.21	3,440.16	235.94
Ytd Avg. (EUR mn)	10.14	0.64	58.10	20,203.75	11,928.33	5,362.62	265.44
MCap (EUR bn)**	17.96	2.37	15.22	3,235.92	11,703.06	2,367.73	5,897.27

\* 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%
STZ	3,560	17,000	5	0.2200	10.00
BRM	1,104	1,500	4	0.7500	4.17
SCD	2,141	2,500	5	0.8670	3.77
ALU	988	930	8	1.0800	1.89
TRP	402,847	10,085	6	0.3100	1.64

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
EBS	3,046,843	38,923	718	78.0000	-13.29
TUFE	155	1,000	3	0.1550	-11.43
EPT	357	8,000	7	0.0440	-10.20
RMAH	4,629	24,500	8	0.1850	-7.45
BCC	45,251	760,000	95	0.0589	-4.85

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	108.95	2.90	16.47	23.95
Gold (COMEX)	USD/ounce	1670.8	2.14	17.93	23.32
Platinum (NYMEX)	USD/ounce	1525.1	2.13	-13.06	-7.51
Silver (COMEX)	USD/ounce	31.98	3.18	4.05	37.44
Wheat (CBOT)	USD/bushel	6.115	0.66	-28.12	-22.52
Corn (CBOT)	USD/bushel	6.05	0.83	9.75	18.34

- **OTP AM – Open-End Funds (as of 7-Oct-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.5300	3.95	-15.70	-17.46
OTP Obligatiuni	RON	11.2900	0.00	12.45	14.04
OTP ComodisRO	RON	13.7603	0.02	4.91	7.29
OTP Euro Bond	EUR	10.3983	0.01	3.46	N/A

## Market Highlights (as of 10 October 2011)

- **Forex**

The euro advanced 2 percent at \$1.3642 as of 5 p.m. in New York, and gained as much as 2.4 percent, the most since July 2010. It traded as high as \$1.3699, the strongest level since Sept. 21. The 17-nation currency rose 1.9 percent to 104.59 yen, with the Japanese currency trading little changed at 76.68 per dollar. (Bloomberg)

EUR/RON opened at 4.3085/4.3105 and closed almost flat at 4.3090/4.3110 in one of the most uneventful days in spot in a long while. (ContiCap)

- **Money Market**

RON T/N traded unchanged at 4.65% - 4.86%. RON funding is still relatively high for so far into the RR period. The FX curve was almost unchanged compared to Friday's close. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs decreased 1.16%) on lower volumes and below this year's average volume. BET blue chips decreased 1.78%, while BET-FI lost 1.62%.

RASDAQ-C closed green (+0.09%) while Tier I declined 0.09%, Tier II lost 3.44%. The trading volume was lower and much below 2011's average volume.

- **Foreign**

The S&P 500 advanced 3.4 percent to 1,194.89 at 4 p.m. New York time. It had the biggest rally over five days since March 2009, gaining 8.7 percent. The Dow Jones Industrial Average added 330.06 points, or 3 percent, to 11,433.18. The benchmark Stoxx 600 advanced 1.7 percent to 235.94 at the close in London, extending the gauge's rally over the last four days to 8.5 percent. (Bloomberg)

- **Commodities**

Brent oil for November settlement increased \$3.07, or 2.9 percent, to \$108.95 a barrel on the London-based ICE Futures Europe exchange. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Romania's January-August trade gap flat at 6.148 bn. Euro.*

Romania's trade gap stood at an estimated 6.148 billion euro (\$8.3 billion) in the first eight months of 2011, almost unchanged from a year earlier, the country's statistics board, INS, said on Monday. In August alone Romania's trade deficit rose by 34.5%, INS said in a statement. (SeeNews)

- **Forex**

*Top currency forecasters say best over for Dollar as Fed embraces easing.*

The most accurate foreign-exchange forecasters say the dollar's best quarterly rally since 2008 has no chance of continuing to year-end as a slow economy spurs the Federal Reserve to flood the world with more U.S. currency. (Bloomberg)

- **Money Market**

*Romania sells 116.8 mln Lei (27 mln Euro) in 11-month T-bills.*

Romania sold 116.8 million lei (\$37 million/27 million euro) 11-month Treasury bills in an auction on Monday, much below its offer of 800 million lei, the central bank said. The average yield was 6.83%, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Romania has not issued 11-month T-bills in the past few years. Bids were placed for 1.55 billion lei worth of government debt. The average accepted price was equal to 94.0437% of par. (SeeNews)

- **Equities**

- **Domestic**

*Erste slumps as Hungary, Romania trigger \$1.1 billion loss.*

Erste Group Bank AG (EBS RO), eastern Europe's second-biggest lender, plummeted in Vienna trading after saying that it expects to post a full-year loss of as much as 800 million Euros (\$1.1 billion). Writedowns and provisions, including bad debt charges of 450 million Euros in Hungary, totaled 1.6 billion Euros, the Vienna-based bank said in a statement yesterday. Erste won't pay a dividend for 2011 and shelved for at least a year a plan to repay 1.2 billion Euros of aid from the Austrian government. Chief Executive Officer Andreas Treichl said Erste doesn't need further state aid as European Union leaders devise a plan to recapitalize the region's banks amid growing concern Greece is headed to a default. The writedowns mean Austria's biggest lender will post its first full-year loss since at least 1988 and compares with analysts' expectation for net income of 980 million Euros, according to data compiled by Bloomberg. (Bloomberg)

*Romp petrol Rafinare adds one year to \$1.2 bn. loan return deadline.*

Romp petrol Rafinare (RRC RO), a unit of oil and gas group Rompetrol, has added one year to the deadline of a \$1.2 billion loan taken from one of its shareholders. (ZF)

**Foreign**

*Dexia breakup gathers pace as Belgium to buy consumer bank.*

Dexia SA is being broken up as Belgium agreed to buy the local consumer-lending unit, ending a 15-year cross-border experiment with France after Europe's debt crisis deepened. The Belgian federal government will pay 4 billion Euros (\$5.4 billion) for the division and guarantee 60 percent of a so-called bad bank to be set up for Dexia's troubled assets, Finance Minister Didier Reynders said at a press conference in Brussels yesterday after a weekend of talks. Dexia will sell assets, including its Luxembourg unit and its French municipal lending arm, to give the bad bank capital to absorb future losses. The dismantling of Dexia, once the world's leading lender to municipalities, became inevitable after concern over European sovereign debt holdings caused its short-term funding to evaporate. Dexia's bailout, three months after it passed European Union regulators' stress tests, brings the region's banking crisis from the continent's periphery to its center. (Bloomberg)

*CSM 's second-half earnings will fall short of its forecasts.*

CSM (CSM) NV slumped 20 percent to 11.22 Euros, the largest plunge since November 2008, after the company said that its second-half earnings will fall short of its forecasts. The world's biggest maker of bakery ingredients also said it plans to reduce costs by 50 million Euros. (Bloomberg)

- Commodities**

*Gold extends biggest advance in a month as debt optimism helps buoy euro.*

Gold extended its biggest advance in a month as optimism that policy makers will resolve Europe's debt crisis bolstered the euro, boosting the appeal of the metal denominated in U.S. currency. (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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**OTP BANK SALES & TRADING –Treasury & Capital Markets Directorates**

Silviu Enache, Capital Markets Director / [Silviu.enache@otpbank.ro](mailto:Silviu.enache@otpbank.ro) / +40 21 307.58.27  
 Mihaela Alexandru, Chief of Sales / [mihaela.alexandru@otpbank.ro](mailto:mihaela.alexandru@otpbank.ro) / +40 21 307.58.09  
 Alina Onica, Chief of Foreign Exchange / [alina.onica@otpbank.ro](mailto:alina.onica@otpbank.ro) / +40 21 307.58.09  
 Tania Fantana, FX Dealer / [tania.fantana@otpbank.ro](mailto:tania.fantana@otpbank.ro) / +40 21 307.58.09  
 Irina Ananiese, Junior Dealer / [irina.ananiese@otpbank.ro](mailto:irina.ananiese@otpbank.ro) / +40 21 307.58.09  
 Alexandru Ilisie, Equities Trader, [alexandru.ilisie@otpbank.ro](mailto:alexandru.ilisie@otpbank.ro) / +40 21 307.58.27  
 Alexandru Teodor Tibuleac, Equities Trader [alexandru.tibuleac@otpbank.ro](mailto:alexandru.tibuleac@otpbank.ro) / +40 21 307.58.27