

## Executive Summary

### • Macroeconomics

China export growth slows on 'severe challenges'.

### • Forex

The euro traded at \$1.3791 at 5:00 p.m. in New York. The EUR/RON closed at 4.3135/4.3150.

### • Money Market

RON T/N trading range was 3.96%/4.63%.

### • Equities

#### Domestic

The BSE closed mixed, BET-C advanced 0.20% on lower volumes, with BET gaining 0.22% and BET-FI decreasing 0.37%.

RASDAQ-C closed red (-0.08%) on higher volumes, while Tier I gained 0.57%, Tier II decreased 1.93%.

#### Foreign

European stocks rise to two-month high. U.S. stocks rose, briefly erasing the Dow Jones Industrial Average's 2011 loss.

### • Commodities

Wheat and corn down. Most other major commodities up.

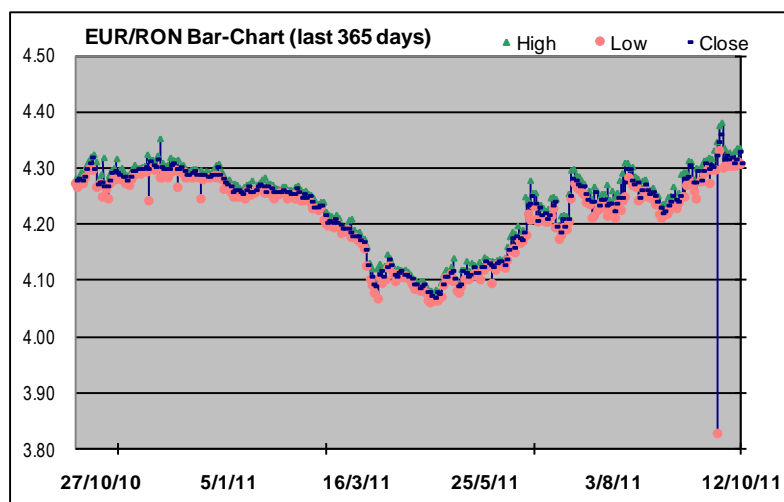
## Market Data (as of 13 October 2011)

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

### • Forex (as of 13-Oct-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3085	3.8285	4.3802	4.2900	4.2772
USD/RON	3.1192	2.7352	3.3135	3.2342	3.0656
CHF/RON	3.4934	3.0939	4.0619	3.4513	3.1944
100HUF/RON	1.4843	1.4348	1.6075	1.5343	1.5739

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

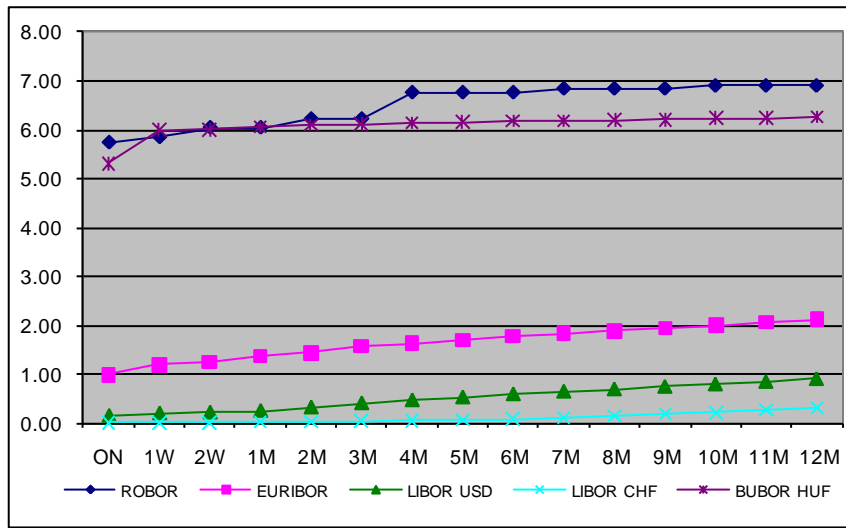


### • Money Markets (valid for 13 October 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.73	5.84	-	6.04	-	6.22	-	-	6.77	-	-	6.85	-	-	6.91
EURIBOR**	0.99	1.19	1.25	1.37	1.43	1.57	1.63	1.69	1.77	1.83	1.88	1.94	1.99	2.06	2.11
LIBOR USD	0.14	0.19	0.21	0.24	0.31	0.40	0.46	0.52	0.59	0.64	0.69	0.74	0.79	0.84	0.90
LIBOR CHF	0.00	0.01	0.01	0.02	0.02	0.04	0.05	0.06	0.08	0.11	0.14	0.18	0.22	0.26	0.31
BUBOR HUF	5.31	6.00	6.01	6.06	6.10	6.12	6.14	6.15	6.18	6.19	6.20	6.21	6.24	6.24	6.26

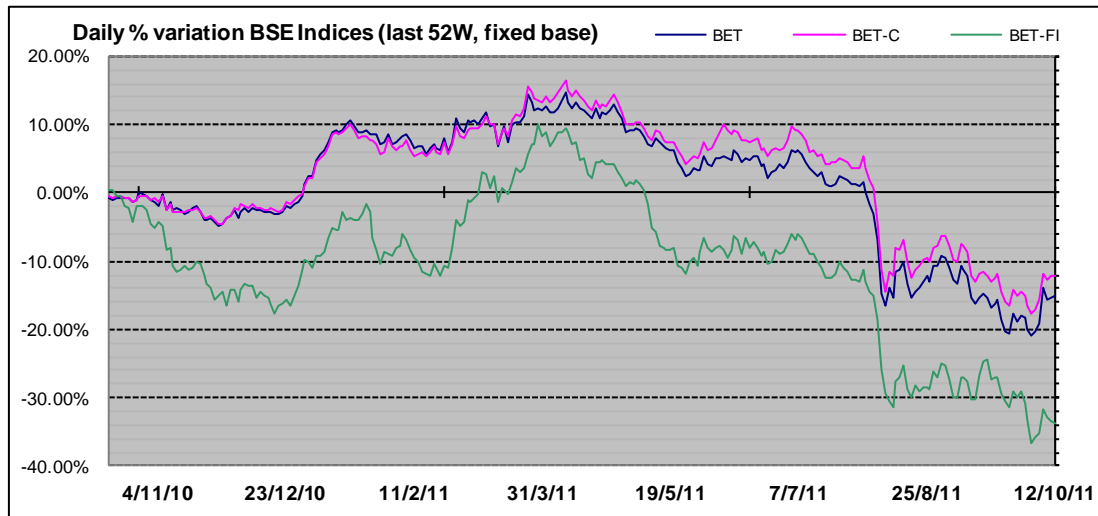
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,494.43	0.22	-13.89	-13.94
BET-C	2,737.60	0.20	-11.60	-10.89
BET-FI	16,421.93	-0.37	-23.40	-31.52
ROTX	8,630.30	0.05	-20.10	-18.28
Rasdaq-C	1,558.44	-0.08	-7.24	-11.13
RAQ-I	1,062.72	0.57	-26.30	-54.65
RAQ-II	2,124.76	-1.93	-30.49	-33.88

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,518.85	0.90	-0.44	4.52
S&P 500 (USD)	1,207.25	0.98	-4.03	3.20
Nasdaq-C (USD)	453.67	0.24	-39.61	-28.34
FTSE 100 (GBP)	5441.8	0.85	-8.86	-3.88
STOXX 600 (EUR)	239.16	1.65	-13.67	-8.88
BUX (HUF)	17,311.68	1.76	-19.31	-26.04

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	9,369,596	20,785,400	402	0.4528	0.47
SIF5	888,856	1,053,500	188	0.8350	-0.65
BRD	822,120	72,320	36	11.4000	0.09
EBS	731,733	9,502	180	77.3000	-0.90
TGN	394,585	1,886	74	208.5000	-2.00

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	3.51	0.40	59.03	18,762.21	11,024.84	4,421.63	239.16
Ytd Avg. (EUR mn)	10.07	0.64	58.03	20,171.92	11,911.63	5,348.51	265.16
MCap (EUR bn)**	17.92	2.36	15.81	3,251.43	11,729.37	2,381.61	5,975.91

\* 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%
EPT	1,995	39,500	12	0.0506	15.00
MJM	453	1,000	2	0.4530	14.39
BCM	244	3,500	4	0.0700	5.90
TBM	57	1,000	3	0.0585	5.41
MPN	471	925	5	0.2450	4.26

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
STZ	200	1,000	2	0.2000	-9.09
ART	1,330	900	4	1.4700	-4.55
IMP	14,026	66,500	13	0.2200	-4.14
COTR	29	1	2	29.0000	-3.33
TRP	330	1,000	2	0.3299	-2.68

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.36	0.57	19.05	27.30
Gold (COMEX)	USD/ounce	1682.6	1.30	18.76	24.04
Platinum (NYMEX)	USD/ounce	1554.4	2.34	-11.39	-5.74
Silver (COMEX)	USD/ounce	32.789	2.47	6.68	40.63
Wheat (CBOT)	USD/bushel	6.2675	-5.15	-26.33	-19.80
Corn (CBOT)	USD/bushel	6.4075	-0.66	16.24	22.63

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

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.4500	0.00	-16.92	-19.14
OTP Obligatiuni	RON	11.2900	0.00	12.45	13.81
OTP ComodisRO	RON	13.7694	0.02	4.98	7.28
OTP Euro Bond	EUR	10.4035	0.01	3.51	N/A

## Market Highlights (as of 12 October 2011)

- **Forex**

The dollar depreciated 1.1 percent to \$1.3791 versus the euro at 5 p.m. New York time, after earlier touching \$1.3834, the weakest level since Sept. 16. The 17-nation currency gained 1.9 percent to 106.56 yen after reaching 107.05 yen, the most since Sept. 9. The dollar rose 0.8 percent to 77.26 yen, after touching 77.49, the highest level since Sept. 12. (Bloomberg)

EUR/RON opened at 4.3285/4.3005 and strengthened against the Euro to close at 4.3135/4.3155. (ContiCap)

- **Money Market**

RON T/N traded at 3.96% - 4.63%. RON yields pushed lower yesterday driven down by the funding levels. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed mixed (BET-C, which does not include the SIFs increased 0.20%) on lower volumes and below this year's average volume. BET blue chips increased 0.22%, while BET-FI lost 0.37%.

RASDAQ-C closed red (-0.08%) while Tier I gained 0.57%, Tier II lost 1.93%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The S&P 500 advanced 1 percent to 1,207.25 at 4 p.m. New York time, rallying 4.5 percent in three days. The index rose as much as 2.1 percent earlier before paring gains in the final hour of trading. The Dow climbed 102.55 points, or 0.9 percent, to 11,518.85. The 30-stock gauge is down 0.5 percent for 2011.

The Stoxx Europe 600 Index rose 1.7 percent to 239.16 at the close of trading, the highest since Aug. 4. The measure has rallied 10 percent since Oct. 4 for the biggest six-day gain since January 2009. (Bloomberg)

- **Commodities**

Brent oil for November settlement was at \$111.26 a barrel, down 11 cents, on the London-based ICE Futures Europe exchange. The European benchmark contract was at a premium of \$26.20 to U.S. crude futures, the most since Sept. 7 and near the record of \$26.87 on Sept. 6. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*China export growth slows on 'severe challenges'.*

China's export growth cooled to the weakest in seven months and officials said that trade faces "severe challenges" as the yuan strengthens and confidence slides in developed nations. Exports climbed a less-than-forecast 17.1 percent in September from a year earlier, customs bureau data showed in Beijing today. The trade surplus fell to \$14.51 billion from \$17.76 billion in August. Imports rose 20.9 percent, also less than forecast. (Bloomberg)

*Biggest U.S. free-trade accord since '94 passed.*

The U.S. Congress approved free-trade agreements with South Korea, Colombia and Panama, bringing an end to years of stalemate and offering what supporters said was the biggest opportunity for exporters in decades. The bills go to President Barack Obama, who spent two years seeking to broaden Democratic support for pacts revised from initial agreements reached by his predecessor. The South Korea deal, the biggest for the U.S. since the North American Free Trade Agreement in 1994, removes duties on almost two-thirds of American farm exports, and phases out tariffs on more than 95 percent of industrial and consumer exports within five years. (Bloomberg)

- **Forex**

*Euro to advance if retracement level broken, Citi says (technical analysis).*

The euro may rise to \$1.40 if it breaks through a key level that marks the midway point of the shared currency's drop against the dollar since the end of August, according to Citigroup Inc. The 17-nation currency today approached the 50 percent Fibonacci retracement level of its fall since Aug. 29, at \$1.3848. A break through there could drive it \$1.4050, where the 200-day moving average converges with the 50 percent retracement level from the euro's high this year in May, said Tom Fitzpatrick, chief technical analyst at Citigroup in New York. (Bloomberg)

- **Money Market**

*Greek bondholders may face 60% losses in buyback, Wyplosz says: Tom Keene.*

Private investors in Greek bonds will need to take losses ranging from 40 percent to 60 percent, according to Charles Wyplosz, director of the Geneva-based International Center for Money and Banking Studies. "Anything that's half haircut, plus or minus 10 percent, would be fine," Wyplosz said in an interview on Bloomberg Television's "Surveillance MIDDAY" with Tom Keene. "This is hardly surprising. Either the banks got prepared or they got it completely wrong and they will pay a high price for that." (Bloomberg)

## • Equities

### Domestic

*Romania's BCR plans to raise capital to 1.7 Bln Lei (394.1 Mln Euro).*

Romania's Banca Comerciala Romana (BCR) said it plans to increase its share capital to maximum 1.7 billion lei (\$542.7 million/394.1 million euro) from 1.09 billion lei. BCR plans to issue up to 6.185 billion shares with a nominal value of 0.1 lei each, which will be offered for subscription to all shareholders, the bank said in a statement. The subscription price will be 0.1 lei per share, the bank added. The capital hike is pending approval by the bank's shareholders at a meeting due on November 14. Romanian media reported on Tuesday that Austria's Erste Group will increase by 100 million euro the share capital of its Romanian unit, BCR, by the end of the year. (SeeNews)

*Romania's Electroputere plans to borrow up to 7.0 Mln Euro.*

Romanian electrical equipment manufacturer Electroputere (EPT RO) said on Wednesday it got its shareholders' approval to borrow up to 7.0 million euro (\$9.6 million) to finance its current operations. Shareholders voted on the proposal at a general meeting held on Tuesday, Electroputere said in a statement. (SeeNews)

*OMV Petrom to halt Petrobrazi refinery for six weeks in April.*

OMV Petrom SA (SNP RO), a Romanian oil company, will shut its Petrobrazi refinery for six weeks of maintenance in the middle of April, Bertram Muchan, plant operations manager said. Crude distillation and coker units will be revamped during the halt, Muchan said in an interview at the Central and Eastern European Refining and Petrochemicals meeting in Sopot, Poland. The upgrade of the 90,000 barrels-a-day Petrobrazi plant is part of the company's strategy to switch the refinery to rely entirely on Romanian crude, increase the yield of high-margin products and reduce its energy use. A coker refines heavy oils to produce products such as gasoline and diesel. (SeeNews)

### Foreign

*Man Group Plc reported that its AHL Diversified net-asset value dropped.*

Man Group Plc (EMG), the world's largest hedge fund manager, sank 6 percent to 155.30 pence after reporting that the net-asset value of its AHL Diversified fund fell 5.5 percent in the week through Oct. 10. (Bloomberg)

*DAX protection at three-year high after Index gains 15% (options).*

Investors are paying the biggest premium since February 2008 to insure against losses in Germany's stock market as the nation's cost to shield Europe in the debt crisis grows. Implied volatility for iShares MSCI Germany Index Fund contracts expiring in three months is 1.36 times higher than the level for the iShares MSCI EAFE Index Fund, which tracks nations throughout Europe, data compiled by Bloomberg show. The ratio has climbed from the 2011 average of 1.15 even as the DAX Index rose 15 percent since Oct. 4, the biggest gain since 2008. (Bloomberg)

## • Commodities

*Oil declines a second day as U.S., Chinese reports cast doubt on growth.*

Oil dropped for a second day in New York after signs of weakening gasoline use in the U.S. and slowing Chinese exports stoked speculation that demand may falter in the world's largest consumers of crude. "The economy is showing moderate, sub-trend growth," Ric Spooner, a chief market analyst at CMC Markets in Sydney, said by phone today. Oil prices will remain vulnerable to "supply shocks, if and when they come along," he said. (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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