

## Executive Summary

### • Macroeconomics

EU leaders hold pre-G-20 crisis talks.

### • Forex

The euro traded at \$1.3703 at 5:00 p.m. in New York. The EUR/RON closed at 4.3475/4.3495.

### • Money Market

RON T/N trading range was 4.08%/4.44%.

### • Equities

#### Domestic

The BSE closed red, BET-C declined 2.32% on higher volumes, while BET lost 2.00%, BET-FI decreased 2.45%. RASDAQ-C closed red (-0.13%) on lower volumes, while Tier I gained +1.10%, Tier II declined 2.84%.

#### Foreign

U.S. stocks slump amid concern bailout for Greece in jeopardy. European stocks sink as Greece calls referendum.

### • Commodities

Wheat and corn up. Most other major commodities down.

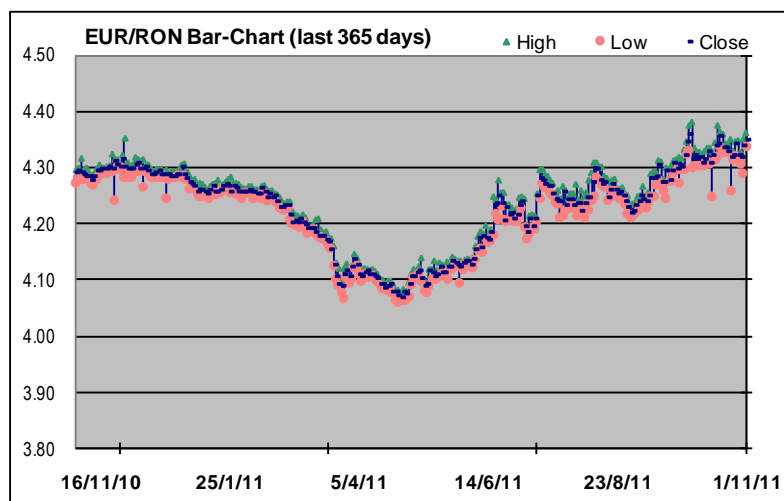
## Market Data (as of 02 November 2011)

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

### • Forex (as of 2-Nov-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3516	4.0601	4.3802	4.2900	4.2918
USD/RON	3.1696	2.7352	3.3135	3.2342	3.0581
CHF/RON	3.5783	3.0943	4.0619	3.4513	3.1246
100HUF/RON	1.4100	1.4038	1.6075	1.5343	1.5837

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

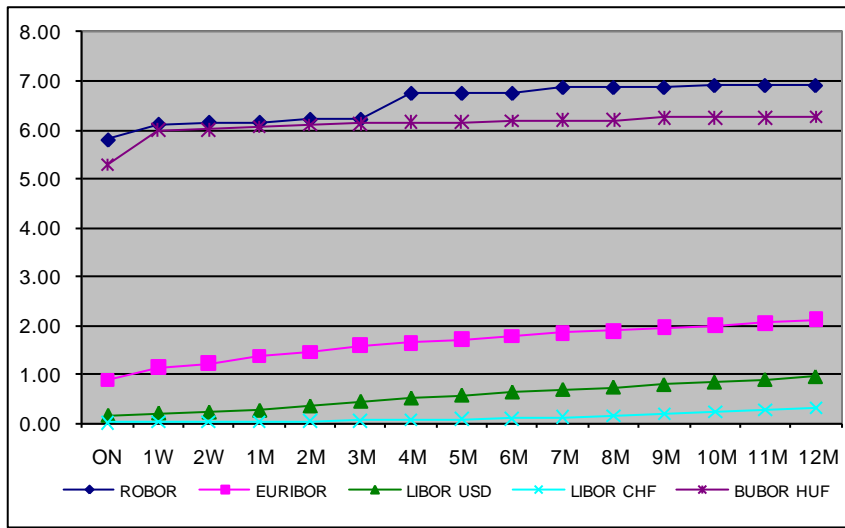


### • Money Markets (valid for 02 November 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.80	6.12	-	6.16	-	6.22	-	-	6.75	-	-	6.87	-	-	6.91
EURIBOR**	0.87	1.13	1.21	1.36	1.45	1.59	1.64	1.70	1.78	1.84	1.89	1.95	1.99	2.05	2.11
LIBOR USD	0.14	0.19	0.21	0.25	0.33	0.43	0.50	0.56	0.62	0.68	0.72	0.78	0.83	0.88	0.94
LIBOR CHF	0.01	0.02	0.02	0.02	0.03	0.04	0.06	0.07	0.09	0.12	0.15	0.18	0.22	0.26	0.31
BUBOR HUF	5.29	6.00	6.01	6.06	6.10	6.13	6.15	6.15	6.19	6.20	6.20	6.25	6.25	6.25	6.27

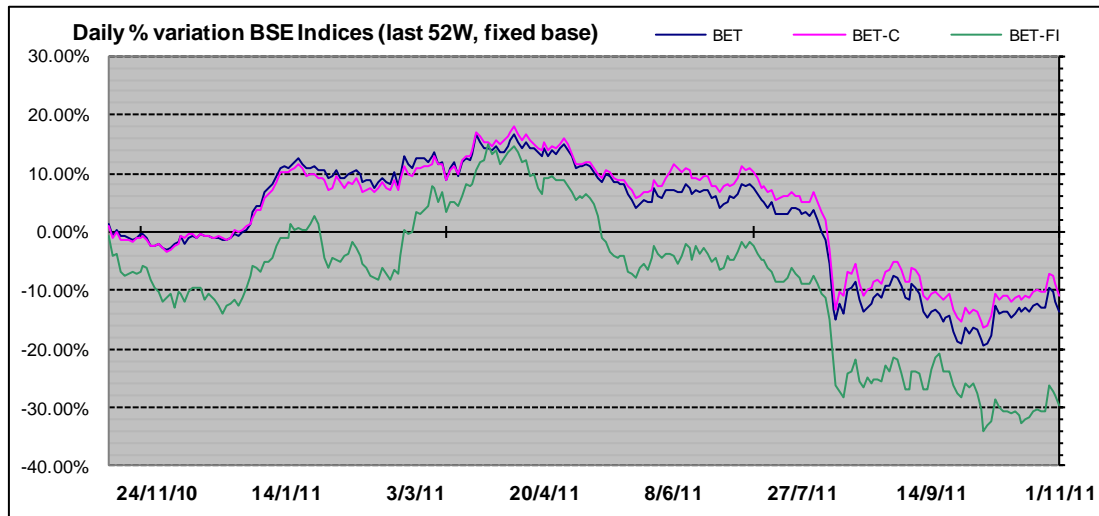
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,488.10	-2.00	-14.01	-14.77
BET-C	2,730.66	-2.32	-11.82	-11.85
BET-FI	16,690.23	-2.45	-22.15	-31.00
ROTX	8,429.30	-2.14	-21.96	-21.56
Rasdaq-C	1,574.19	-0.13	-6.30	-10.09
RAQ-I	1,135.29	1.10	-21.27	-44.36
RAQ-II	2,209.05	-2.84	-27.73	-24.35

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,657.96	-2.48	0.76	4.79
S&P 500 (USD)	1,218.28	-2.79	-3.15	2.86
Nasdaq-C (USD)	419.26	-4.06	-44.19	-39.44
FTSE 100 (GBP)	5421.57	-2.21	-9.20	-4.79
STOXX 600 (EUR)	235.06	-3.46	-15.15	-11.76
BUX (HUF)	17,600.07	0.00	-17.96	-23.96

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	9,502,306	21,579,100	541	0.4410	-2.26
AZO	4,284,453	3,236,500	1,061	1.2970	10.10
BRD	3,574,399	324,690	103	11.0000	-1.79
SIF3	2,683,707	6,204,000	599	0.4342	-3.51
SIF5	1,408,265	1,597,500	370	0.8900	-3.05

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	6.62	0.07	0.00	24,148.44	13,151.58	5,953.66	235.06
Ytd Avg. (EUR mn)	9.72	0.61	57.40	20,120.73	11,881.83	5,305.68	263.52
MCap (EUR bn)**	17.30	2.34	15.10	3,285.45	11,931.98	2,401.77	5,850.75

\* 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%
ARM	1,151	11,500	3	0.1020	13.33
AZO	4,284,453	3,236,500	1,061	1.2970	10.10
MECF	3,065	27,500	4	0.1190	9.17
PEI	1,862	99	4	18.9700	5.39
ALU	1,576	1,570	26	1.0500	4.48

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
OLT	432,409	326,500	220	1.2920	-15.00
AMO	136,838	8,648,500	301	0.0153	-11.56
RRC	18,743	400,000	58	0.0458	-8.22
COMI	47,657	224,500	71	0.2000	-6.45
EPT	2,011	34,000	9	0.0563	-6.17

• **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	109.54	-0.02	17.07	24.86
Gold (COMEX)	USD/ounce	1711.8	-0.78	20.82	25.79
Platinum (NYMEX)	USD/ounce	1582	-1.59	-9.82	-7.54
Silver (COMEX)	USD/ounce	32.731	-4.72	6.49	32.26
Wheat (CBOT)	USD/bushel	6.3	0.28	-25.95	-22.08
Corn (CBOT)	USD/bushel	6.5425	1.12	18.68	21.10

• **OTP AM – Open-End Funds (as of 31-Oct-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.5200	-2.13	-15.85	-18.94
OTP Obligatiuni	RON	11.3400	0.00	12.95	12.17
OTP ComodisRO	RON	13.8194	0.05	5.36	6.89
OTP Euro Bond	EUR	10.4286	0.03	3.76	4.34

**Market Highlights (as of 01 November 2011)**

• **Forex**

The euro dropped 1.1 percent to \$1.3703 at 5 p.m. in New York after falling 1.8 percent earlier to \$1.3609, the weakest level since Oct. 12. It declined 0.9 percent to 107.39 yen, after losing as much as 1.7 percent, the biggest intraday drop since Oct. 17. The dollar rose 0.3 percent to 78.37 yen after touching 79.53 a day before, the strongest since Aug. 4. (Bloomberg)

EUR/RON opened at 4.3430/4.3450 and closed the day slightly weaker at 4.3475/4.3495. (ContiCap)

• **Money Market**

RON T/N traded at 4.08%-4.44%. The curve moved softer with 1m moving -15bp, 2m -7.5bp, 3m -7.5 bp, 6m -5.5bp, 9m -8.5bp, 12m -10bp. The lower funding level seemingly the main culprit in a very thin market. (ContiCap)

• **Equities**

**Domestic**

The BSE closed red (BET-C, which does not include the SIFs decreased 2.32%) on higher volumes but still below this year's average volume. While BET blue chips index decreased 2.00%, BET-FI lost 2.45%.

RASDAQ-C closed red (-0.13%), while Tier I increased 1.10%, Tier II declined 2.84%. The trading volume was lower and below 2011's average volume.

**Foreign**

The S&P 500 decreased 2.8 percent to 1,218.28 as of 4 p.m. New York time, extending its two-day retreat to 5.2 percent, the biggest drop since Oct. 3. The Dow Jones Industrial Average declined 297.05 points, or 2.5 percent, to 11,657.96 yesterday. The Stoxx Europe 600 Index slid 3.5 percent to 235.06 at the close in London, for the biggest plunge since Sept. 22, extending Friday's 2.2 percent selloff and paring last month's biggest advance since 2009. (Bloomberg)

• **Commodities**

Brent oil for December settlement on the London-based ICE Futures Europe exchange decreased as much as 94 cents, or 0.9 percent, to \$108.60 a barrel. The European benchmark contract traded at \$17.49 over New York futures, up from \$16.37 on Oct. 31, the smallest premium since June 28. (Bloomberg)

**Latest Financial News**

• **Macroeconomics**

*EU leaders hold pre-G-20 crisis talks.*

European leaders racing to prevent their week-old debt crisis strategy from unravelling convene emergency talks today to tell Greece there is no alternative to the budget cuts imposed in the bailout plan. Greek Prime Minister George Papandreou, his hold on power weakening, was summoned to Cannes on the eve of a Group of 20 summit where he will hear from French President Nicolas Sarkozy that the "only way to resolve Greek debt problems" is through a deal hammered out last week in a six-day crisis-management marathon. (Bloomberg)

• **Forex**

*Euro erases decline versus Dollar on Greek cabinet support for referendum.*

The euro erased a decline against the dollar after a Greek government official told reporters in Athens today that the Cabinet decided to give Prime Minister George Papandreou unanimous backing for his plans to hold a referendum. (Bloomberg)

• **Money Market**

*Romania to keep main rate unchanged on Leu concern, survey shows.*

Romania's central bank will probably keep its main interest rate unchanged at its last meeting this year to prevent capital outflows and a depreciation of the currency during Europe's debt crisis. Banca Nationala a Romaniei will keep its benchmark interest rate at a record-low 6.25 percent, according to 14 out of 15 economists surveyed by Bloomberg. One forecast a cut of a quarter of a percentage point. A decision is likely to be announced after 11 a.m. in Bucharest. (Bloomberg)

*Romanian C-bank FX reserves fall to 32.198 bln Euro at end-October.*

The foreign exchange reserves held by Romania's central bank, excluding gold, totalled 32.198 billion euro (\$44.3 billion) at the end of October, down from 33.626 billion euro a month earlier, the bank said on Tuesday. "The increase of approximately 1.1 billion euro of the foreign currency reserves in September and the following decrease of 1.4 billion euro in October were due to the exchange rates movements of the U.S. dollar, pound sterling and Japanese yen against the euro and the fluctuations of the capital flows with impact on the level of minimum reserves requirements in foreign currency held by credit institutions," the central bank said in a statement. Foreign exchange inflows totalled 383 million euro in October, representing changes in the foreign exchange reserve requirements of credit institutions, inflows into the finance ministry accounts and income from the management of foreign exchange reserves, the bank said. Foreign exchange outflows were 1.811 billion euro in October. (SeeNews)

## • Equities

### Domestic

*OMV Petrom's Totea field may be largest find in past six years.*

OMV Petrom SA (SNP RO), Romania's largest oil company, said test exploitation of a gas field in the southern region of Oltenia indicates it may be the largest onshore gas discovery in Romania in the past six years, according to a statement sent to the Bucharest Stock Exchange today. The current production of the field stands at approximately 3,200 barrels of oil equivalent a day, the Bucharest-based company said. (Bloomberg)

*Romania's Electroaparataj OKs sale of its 7.0% stake in local Libra Internet bank.*

Romanian electrical equipment manufacturer Electroaparataj (ELJ RO) said on Tuesday its shareholders approved the sale of its 7.0% stake in local Libra Internet Bank. The company will sell the 110.75 million shares it owns in the bank, Electroaparataj said in a statement. It did not disclose the value of the deal or the name of the buyer. In October, Romanian media reported that Cyprus-based investment fund Broadhurst Investments Ltd plans to buy the stake from Electroaparataj, raising its participation in the bank to more than 40%. (SeeNews)

*Romania's Prefab 9-months net profit drops 80%.*

Romanian construction materials producer Prefab (PREH RO) said its net profit fell by an annual 80% in the first nine months of 2011 to 670,000 lei (\$212,000/154,000 euro). (SeeNews)

*Romania's Bermas 9-months net profit edges up 3.0%.*

Romanian brewery Bermas (BRM RO) said its nine-month net profit inched up by 3.0% on the year to 2.73 million lei (\$865,000/628,000 euro). (SeeNews)

*Romania's Ropharma 9-months net profit down 29%.*

Romanian drug distributor Ropharma (RPH RO) said its nine-month net profit decreased by 29% on the year to 8.65 million lei (\$2.7 million/2.0 million euro). (SeeNews)

### Foreign

*Barclays downgraded Daimler AG.*

Daimler AG (DAI) paced a selloff in carmakers, falling 5.9 percent to 34.81 Euros after Barclays downgraded the world's third-largest maker of luxury vehicles to "underweight" from "equal weight." (Bloomberg)

*Hugo Boss quarterly profit rises 29% on retail, wholesale units.*

Hugo Boss AG, the German luxury clothier controlled by buyout firm Permira Advisers, said third-quarter profit rose 29 percent as sales increased at the retail and wholesale units. Net income jumped to 118 million Euros (\$162 million) from 91.3 million Euros a year earlier, the Metzingen, Germany-based company said today in a statement. Profit beat the 116.5 million-euro average of four analyst estimates compiled by Bloomberg. (Bloomberg)

## • Commodities

*Top gold forecasters see bullion rallying to record by March.*

The most accurate forecasters say gold will rebound from its biggest monthly plunge since 2008 and reach a record by March because economic growth is stagnating and Europe's debt crisis is unresolved. "There is a loss of trust in the entire financial system and urgent need for safe-haven investment," said Ronald Stoeferle at Erste Group Bank AG in Vienna, the second most-accurate forecaster in the past three months. "The environment for gold is just perfect." (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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