

Executive Summary

• Macroeconomics

Draghi may resist calls to step up ECB stimulus at first meeting in charge.

• Forex

The euro traded at \$1.3747 at 5:00 p.m. in New York. The EUR/RON closed at 4.3470/4.3490.

• Money Market

RON T/N trading range was 2.92%/3.83%.

• Equities

Domestic

The BSE closed mixed, BET-C declined 0.42% on lower volumes, while BET lost 0.43%, BET-FI increased 0.16%. RASDAQ-C closed green (0.553%) on higher volumes, while Tier I lost 1.45%, Tier II increased 3.74%.

Foreign

U.S. stocks advance as Fed says it may act to safeguard recovery. European stocks rise on U.S. economy.

• Commodities

Oil, wheat and corn down. Metals up.

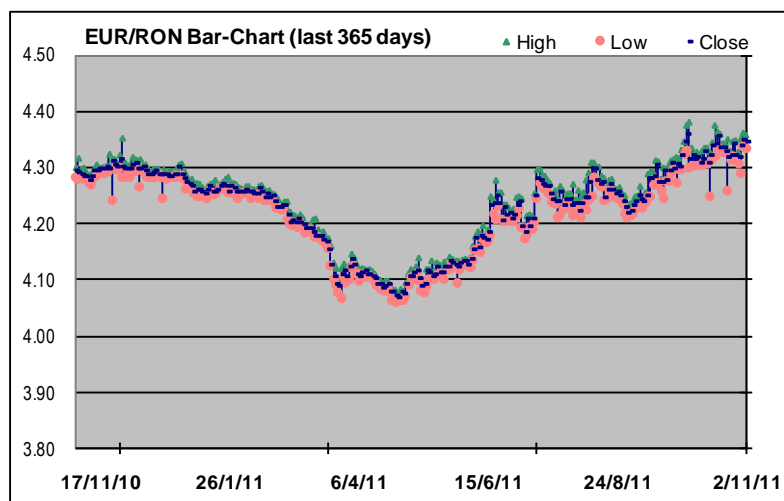
Market Data (as of 03 November 2011)

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

• Forex (as of 3-Nov-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3459	4.0601	4.3802	4.2900	4.2937
USD/RON	3.1626	2.7352	3.3135	3.2342	3.0590
CHF/RON	3.5756	3.1021	4.0619	3.4513	3.1315
100HUF/RON	1.4183	1.4038	1.6075	1.5343	1.5776

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

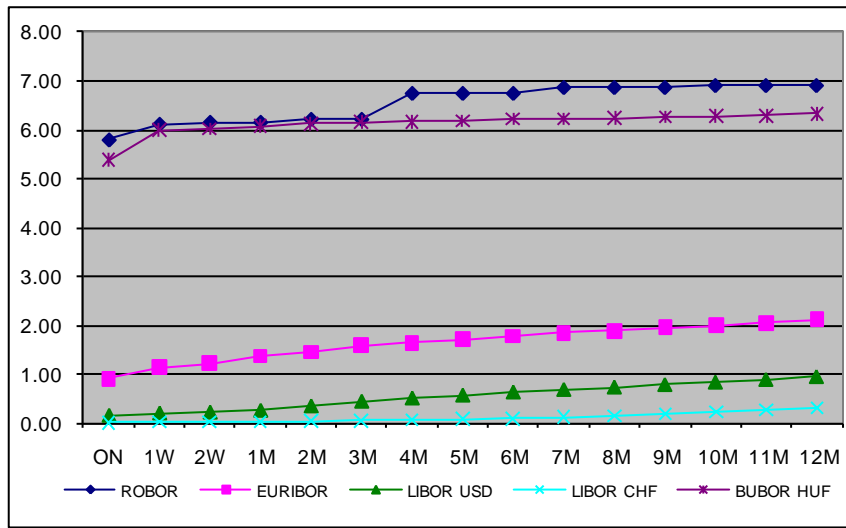


• Money Markets (valid for 03 November 2011)

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**	0.90	1.13	1.21	1.36	1.45	1.58	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	0.34	0.43	0.50	0.56	0.62	0.68	0.73	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	5.38	6.00	6.02	6.08	6.13	6.16	6.17	6.18	6.22	6.23	6.24	6.27	6.28	6.29	6.33

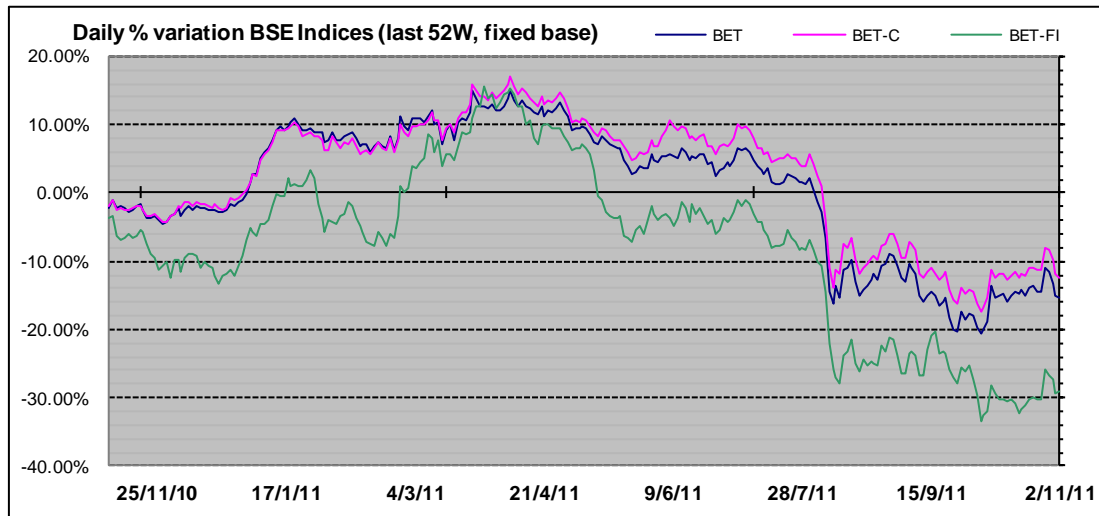
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,468.89	-0.43	-14.38	-14.61
BET-C	2,719.09	-0.42	-12.19	-11.85
BET-FI	16,717.72	0.16	-22.02	-29.27
ROTX	8,315.40	-1.35	-23.02	-22.43
Rasdaq-C	1,582.82	0.55	-5.79	-8.76
RAQ-I	1,118.83	-1.45	-22.41	-45.07
RAQ-II	2,291.71	3.74	-25.03	-21.52

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,836.04	1.53	2.30	5.79
S&P 500 (USD)	1,237.90	1.61	-1.59	3.71
Nasdaq-C (USD)	420.57	0.31	-44.02	-39.53
FTSE 100 (GBP)	5484.1	1.15	-8.15	-4.75
STOXX 600 (EUR)	237.22	0.92	-14.37	-11.32
BUX (HUF)	12,343.00	-29.87	-42.47	-46.67

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	6,088,634	13,833,700	276	0.4402	-0.18
SIF3	1,563,450	3,559,500	383	0.4425	1.91
SNP	647,777	2,171,000	105	0.3000	0.00
AMO	23,630	1,522,000	77	0.0158	3.27
OLT	1,915,945	1,490,500	724	1.2800	-0.93

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	2.66	0.11	81.29	18,369.22	10,774.85	5,498.66	237.22
Ytd Avg. (EUR mn)	9.69	0.60	57.41	20,112.59	11,876.68	5,306.58	263.40
MCap (EUR bn)**	22.63	2.59	14.54	3,328.53	12,148.59	2,430.54	5,912.64

* 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%
BRM	23,153	25,500	33	0.9190	14.88
ELJ	156	1,000	1	0.1560	13.04
EFO	77	1,000	2	0.0790	8.97
DAFR	80,633	1,023,000	67	0.0800	5.26
VESY	60	869	89	0.0599	3.81

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
EBS	4,670,886	71,747	886	64.9000	-5.94
ELMA	34,199	122,000	63	0.2800	-5.69
APC	356	500	1	0.7110	-5.14
ALU	4,050	4,000	7	1.0000	-4.76
SRT	58	2,500	2	0.0230	-3.77

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	109.34	-0.18	16.85	23.63
Gold (COMEX)	USD/ounce	1729.6	1.04	22.08	26.48
Platinum (NYMEX)	USD/ounce	1601.3	1.22	-8.72	-7.18
Silver (COMEX)	USD/ounce	33.943	3.70	10.44	35.54
Wheat (CBOT)	USD/bushel	6.235	-1.03	-26.71	-22.33
Corn (CBOT)	USD/bushel	6.45	-1.41	17.01	18.40

- **OTP AM – Open-End Funds (as of 1-Nov-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.4200	-1.81	-17.38	-20.41
OTP Obligatiuni	RON	11.3400	0.00	12.95	12.17
OTP ComodisRO	RON	13.8223	0.02	5.39	6.91
OTP Euro Bond	EUR	10.4299	0.01	3.78	4.35

Market Highlights (as of 02 November 2011)

- **Forex**

The dollar fell 0.3 percent to \$1.3747 per euro at 5 p.m. New York time, after weakening earlier as much as 0.9 percent. It reached a three-week high \$1.3609 a day before. The U.S. currency depreciated 0.4 percent to 78.05 yen. The Japanese currency rose 0.1 percent to 107.29 per euro. (Bloomberg)

EUR/RON opened at 4.3475/4.3495 and closed the day virtually unchanged at 4.3470/4.3490. (ContiCap)

- **Money Market**

RON T/N traded at 2.92% - 3.83%. The curve has eased again today, the combination of onshore liquidity and the usual hard currency needs combined with the quarter point cut all conspired to push our rates lower. 1m moved -89bp, 2m -67bp, 3m -57.5, 6m -38bp, 9m -25bp and 12m -13bp. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed mixed (BET-C, which does not include the SIFs decreased 0.42%) on lower volumes and below this year's average volume. While BET blue chips index decreased 0.43%, BET-FI gained 0.16%.

RASDAQ-C closed green (0.55%), while Tier I decreased 1.45%, Tier II increased 3.74%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The S&P 500 increased 1.6 percent to 1,237.90 as of 4 p.m. New York time. The benchmark gauge for American equities fell 5.2 percent over the previous two days. The Dow Jones Industrial Average added 178.08 points, or 1.5 percent, to 11,836.04 yesterday. The Stoxx Europe 600 Index advanced 0.9 percent to 237.22 at the close of trading, after swinging between gains and losses at least 15 times. (Bloomberg)

- **Commodities**

Brent oil for December settlement fell 20 cents to settle at \$109.34 a barrel on the London-based ICE Futures Europe exchange. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Draghi may resist calls to step up ECB stimulus at first meeting in charge.

Mario Draghi's first act as European Central Bank President may be to remind investors he's not there to bail out governments. As Europe's debt crisis worsens, Draghi, who chairs his inaugural policy meeting in Frankfurt today, will resist pressure to increase the central bank's commitment to buying the bonds of distressed euro-area states, economists said. The ECB will also keep its benchmark interest rate at 1.5 percent, according to 49 of 55 forecasts in a Bloomberg News survey. (Bloomberg)

- **Forex**

Euro declines as European leaders withhold aid before Greece's referendum.

The euro declined, trading 0.4 percent from a three-week low against the dollar, as European leaders said Greece will vote next month to determine whether it will stay in the 17-nation currency. The euro dropped for a third day versus the yen after French President Nicolas Sarkozy said Greece won't receive a "single cent" in aid without holding to the terms of its bailout agreement. The dollar and yen gained against most major counterparts as Asian stocks declined, boosting demand for safer assets. "I can't come up with a plan to allow Greece to leave the euro, not without experiencing intense capital flight," said Robert Rennie, chief currency strategist in Sydney at Westpac Banking Corp., Australia's second-largest lender. "I don't think there's anything here to make the euro bounce. The risks certainly point in the direction of weakness." (Bloomberg)

- **Money Market**

Treasury rise a fifth day as Europe withholds Greek aid before referendum.

Treasury benchmark 10-year notes rose for a fifth day as European leaders stopped aid to Greece and said a referendum next month will determine whether the nation becomes the first to abandon the euro. Notes headed for their longest rally in six weeks on concern Europe's debt crisis will slow the global economy. The Federal Reserve will probably increase its debt purchases next year to spur growth, according to Jefferies & Co., one of the 21 primary dealers that trade with the central bank. Fed Chairman Ben S. Bernanke said yesterday that policy makers may take further steps to boost gross domestic product. (Bloomberg)

Central bank of Romania decreases benchmark interest rates.

The central bank of Romania has announced that it has decreased its interest rates. The move, which caught the markets by surprise, saw the benchmark interest rate being decreased to 6 percent from 6.25 percent. This is the first time in 19 months that the bank has decreased the rate. (Global Banking News GBN / Normans Media Ltd.)

• Equities

Domestic

Transgaz nine-month net income falls 0.1% as costs increase.

Transgaz SA (TGN RO), Romania's state-run natural-gas grid operator, said profit fell 0.1 percent in the first nine months of the year on higher costs. Net income fell to 283.9 million lei (\$89 million) in the first nine months from 284.2 million lei in the year-earlier period, the company said in a statement sent to the Bucharest Stock Exchange today. (Bloomberg)

Petrom puts in production the largest onshore gas and condensate well in Romania.

Petrom, the largest oil and gas producer in Southeastern Europe, started test exploitation of the 4539 Totea well. The daily production amounts to approx. 430,000 cbm of gas and 58 tons of condensate and accounts for approx. 3% of Petrom's daily gas production. At this moment, 4539 Totea well is the largest onshore gas and condensate well in Romania in terms of production volume. (Energy-pedia News)

Foreign

Volkswagen AG led a gauge of automakers to the biggest gain of all industry groups in the Stoxx 600.

Volkswagen AG (VOW) led a gauge of automakers to the biggest gain of all industry groups in the Stoxx 600, rallying 6 percent to 127.20 euros. China's passenger-car market may grow 8 percent to 10 percent a year over the coming five years, Karl-Thomas Neumann, head of VW's Chinese operations said yesterday at a conference in Berlin. (Bloomberg)

Lundin Petroleum AB forecasted higher production in 2012.

Lundin Petroleum AB (LUPE), the oil explorer with a stake in the giant Avaldsnes-Aldous Major North Sea find, rose 6.5 percent to 163 kronor after forecasting higher production in 2012. The company reported third-quarter earnings before interest, taxes, depreciation and amortization of \$262 million, beating the average analyst estimate of \$223 million. (Bloomberg)

• Commodities

China record corn crop still failing to meet demand for Feed.

China reaped its seventh record corn crop in eight years in the harvest now ending. That still won't be enough to meet demand, driving a fivefold gain in imports as prices head for the highest-ever annual average. Production reached 189.2 million metric tons in the harvest that began in September, 6.7 percent more than a year earlier, according to a survey of growers in the seven main producing regions carried out by Geneva-based SGS SA for Bloomberg. Imports in the marketing year that began last month may jump to 5 million tons from 1 million tons, according to the median estimate of 10 analysts and traders surveyed by Bloomberg. (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; “1d%” = % increase/decrease between Last close and the closing price of the day before the Last close date

“52W%” = cumulative % increase/decrease during the past 52 weeks;

“Ytd Avg.” = average value since the beginning of the current year “BuSE” = Budapest Stock Exchange



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OTP BANK SALES & TRADING –Treasury & Capital Markets Directorates

Mihaela Alexandru, Treasury Deputy Director / mihaela.alexandru@otpbank.ro / +40 21 307.58.09;

Alina Onica, Chief of Foreign Exchange / alina.onica@otpbank.ro / +40 21 307.58.09;

Virginia Baldovin, Chief of MM and Fixed Income / virginia.baldovin@otpbank.ro / +40 21 307.58.09;

Alina Vrabioiu, Senior Sales Dealer / alina.vrabioiu@otpbank.ro / +40 21 307.58.09;

Tania Fantana, Sales Dealer / tania.fantana@otpbank.ro / +40 21 307.58.09;

Irina Ananiesei, Sales Dealer / irina.ananiesei@otpbank.ro / +40 21 307.58.09;

Silviu Enache, Capital Markets Director / Silviu.enache@otpbank.ro / +40 21 307.58.27;

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.