

Executive Summary

• Macroeconomics

Romanian GDP rises 4.4 percent in third quarter, Basescu says.

• Forex

The euro traded at \$1.3633 at 5:00 p.m. in New York. The EUR/RON closed at 4.3495/4.3515.

• Money Market

RON T/N trading range was 5.21% - 6.04%.

• Equities

Domestic

The BSE closed mixed, BET-C lost 0.59% on higher volumes, while BET decreased 0.57%, BET-FI advanced 0.39%.

RASDAQ-C closed green (+0.23%) on higher volumes, while Tier I gained 1.61%, Tier II advanced 0.79%.

Foreign

U.S. stocks and European stocks decline.

• Commodities

Most major commodities down.

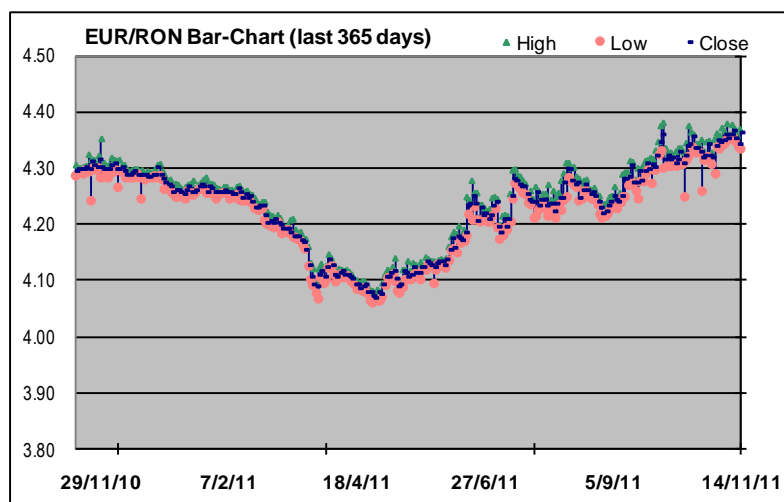
Market Data (as of 15 November 2011)

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

• Forex (as of 15-Nov-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3630	4.0601	4.3802	4.2900	4.2937
USD/RON	3.2031	2.7352	3.3135	3.2342	3.1536
CHF/RON	3.5260	3.1021	4.0619	3.4513	3.2082
100HUF/RON	1.3770	1.3729	1.6075	1.5343	1.5522

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

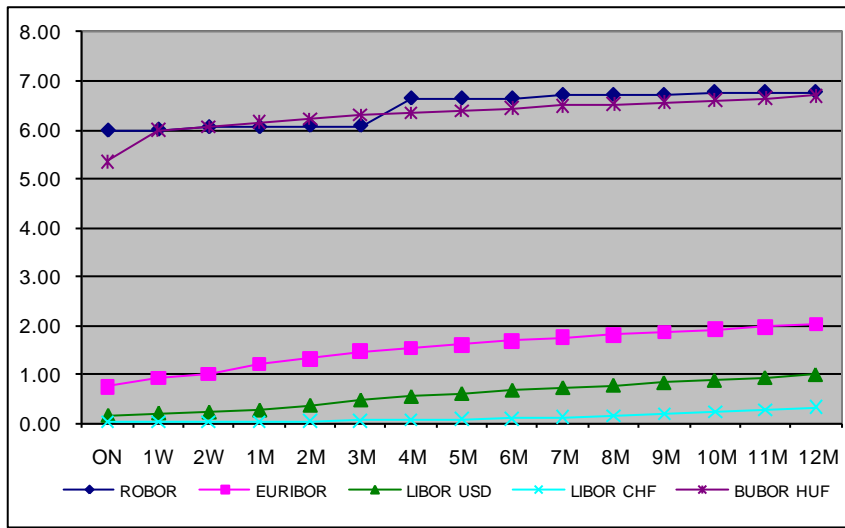


• Money Markets (valid for 15 November 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.98	6.00	-	6.05	-	6.08	-	-	6.64	-	-	6.71	-	-	6.77
EURIBOR**	0.74	0.92	1.00	1.20	1.31	1.46	1.53	1.60	1.69	1.75	1.81	1.86	1.92	1.97	2.03
LIBOR USD	0.14	0.19	0.21	0.25	0.35	0.46	0.53	0.59	0.66	0.72	0.77	0.82	0.87	0.92	0.99
LIBOR CHF	0.02	0.02	0.02	0.03	0.04	0.05	0.06	0.07	0.09	0.12	0.15	0.19	0.23	0.27	0.31
BUBOR HUF	5.36	6.00	6.06	6.15	6.23	6.31	6.35	6.39	6.44	6.49	6.53	6.56	6.61	6.65	6.70

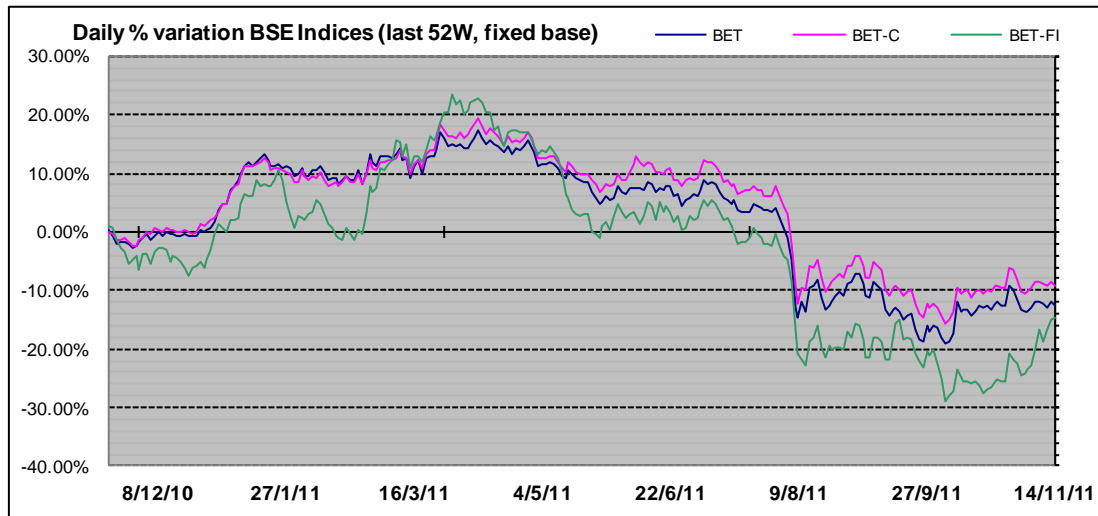
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,528.74	-0.57	-13.24	-12.11
BET-C	2,764.05	-0.59	-10.74	-8.60
BET-FI	18,821.02	0.39	-12.21	-14.54
ROTX	8,386.30	-0.46	-22.36	-20.59
Rasdaq-C	1,577.69	0.23	-6.09	-6.88
RAQ-I	1,107.66	1.61	-23.18	-43.06
RAQ-II	2,375.08	0.79	-22.30	-18.76

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,078.98	-0.61	4.40	7.92
S&P 500 (USD)	1,251.78	-0.96	-0.48	4.38
Nasdaq-C (USD)	405.70	-1.66	-46.00	-43.51
FTSE 100 (GBP)	5519.04	-0.47	-7.57	-4.79
STOXX 600 (EUR)	238.47	-1.04	-13.92	-11.74
BUX (HUF)	16,452.80	-2.83	-22.74	-25.64

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	10,936,645	24,263,900	333	0.4485	0.31
SIF3	3,305,649	6,266,000	650	0.5300	1.44
SIF5	2,706,694	2,549,000	392	1.0540	0.38
BRD	1,698,519	156,040	22	10.9000	0.93
OLT	1,593,815	1,019,000	722	1.5800	4.29

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	6.78	0.26	51.71	13,253.35	7,810.40	3,404.05	238.47
Ytd Avg. (EUR mn)	9.57	0.59	57.83	19,983.57	11,805.13	5,286.63	262.54
MCap (EUR bn)**	17.20	2.33	13.93	3,366.24	12,300.17	2,450.55	5,940.27

* 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%
ENP	52,520	50,500	1	1.0400	14.29
EFO	34,310	406,500	19	0.0845	9.74
OLT	1,593,815	1,019,000	722	1.5800	4.29
CBC	550	100	1	5.5000	3.77
OIL	98,964	553,000	42	0.0646	5.21

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
PREH	2,691	1,900	8	1.4100	-11.32
ELGS	9,399	13,000	19	0.7210	-9.31
CMP	9,326	21,500	17	0.4250	-5.56
TUFE	313	2,000	3	0.1560	-5.45
EPT	333	6,000	2	0.0560	-4.44

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.89	-1.99	19.58	25.82
Gold (COMEX)	USD/ounce	1778.4	-0.54	25.52	29.03
Platinum (NYMEX)	USD/ounce	1644.1	-0.16	-6.28	-2.78
Silver (COMEX)	USD/ounce	34.024	-1.90	10.70	29.81
Wheat (CBOT)	USD/bushel	6.3825	-1.20	-25.68	-19.82
Corn (CBOT)	USD/bushel	6.4325	-0.69	15.02	24.90

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

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.7300	1.78	-12.65	-11.57
OTP Obligatiuni	RON	11.3700	0.09	13.25	14.16
OTP ComodisRO	RON	13.8465	0.02	5.57	6.63
OTP Euro Bond	EUR	10.4422	0.01	3.90	4.41

Market Highlights (as of 14 November 2011)

- **Forex**

The euro depreciated 1 percent to 105.07 yen at 5 p.m. New York time, after rising 0.7 percent during the previous two days. The shared currency declined 0.9 percent to \$1.3633. The yen gained 0.1 percent to 77.07 per dollar. (Bloomberg)

EUR/RON opened at 4.3430/4.3450 and weakened to close the day at 4.3495/4.3515. (ContiCap)

- **Money Market**

RON T/N trading range was 5.21% - 6.04%. Ongoing liquidity demands lifted the curve across the board. It moved +24bp in 1m, +40bp in 2m, +34.5bp 3m, +18bp 6m, +10bp 9m and +3bp 12m. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed mixed (BET-C, which does not include the SIFs decreased 0.59%) on higher volumes but still below this year's average volume. While BET blue chips index decreased 0.57%, BET-FI gained 0.39%.

RASDAQ-C closed green (+0.23%), while Tier I advanced 1.61%, Tier II gained 0.79%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The Standard & Poor's 500 Index fell 1 percent to 1,251.78, and the Dow Jones Industrial Average decreased 0.6 percent to 12,078.98. The Stoxx Europe 600 Index dropped 1 percent. (Bloomberg)

- **Commodities**

Brent oil for December settlement fell \$2.27, or 2 percent, to end the session at \$111.89 a barrel on the London-based ICE Futures Europe exchange. The difference between Nymex crude and Brent narrowed to \$13.75 yesterday, the least since May 25 based on closing prices. The spread is down by more than half from a record high of \$27.88 on Oct. 14. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romanian GDP rises 4.4 percent in third quarter, Basescu says.

Romania's economic growth accelerated to 4.4 percent in the third quarter from a year earlier, President Traian Basescu said in an interview with the public television station TVR yesterday. The country's gross domestic product was boosted by increases of 25 percent in agricultural output, 7.2 percent in construction and 5.5 percent in industry, he said. Basescu said he hopes the increase in GDP will be about 2.5 percent in the fourth quarter and that full-year growth will exceed 1.5 percent, as estimated by the International Monetary Fund. The Balkan nation seeks to reduce its budget deficit to 1.9 percent of GDP next year and to bring it near zero in 2013, Basescu said. (Bloomberg)

East Europe's growth likely faltered as debt crisis intensified.

Eastern European economic growth probably slowed in the third quarter as Europe's debt crisis damped demand for exports, the region's main driver for expansion, and stunted lending by banks. The Czech and Hungarian economies probably grew at the slowest pace in 1 1/2 years, while Bulgaria's recovery may have stalled after returning to growth a year ago and Slovakia's output may decelerate for a second consecutive quarter in the July-September period, Bloomberg surveys of economists show. Eastern Europe's export-led recovery is in peril as the deepening crisis in the euro area infects the region through trade and banking links. Recession risks in the euro region and weak domestic demand, which is still recovering from the worst slump in two decades, have intensified the risks of economic stagnation. (Bloomberg)

- **Forex**

Euro drops before German confidence report, Spanish debt sales.

The euro declined for a second day, this morning, before a report forecast to show German investor confidence fell to a three-year low as Europe's debt crisis threatens to curb economic growth. The 17-nation currency dropped against 10 of its 16 major counterparts as Spain prepares to sell up to 4 billion Euros (\$5.4 billion) of bonds on Nov. 17 after Italy's borrowing costs surged to the highest level since 1997 at a note auction. Japan's currency slid almost half a yen against the dollar in less than a minute before paring losses amid speculation the nation will act to weaken its currency to support exporters. (Bloomberg)

- **Money Market**

Romania sells 1.4 bln Lei (322 mln Euro) in 6-months T-bills, yields fall.

Romania on Monday sold 1.4 billion lei (\$439 million/322 million euro) in six-month Treasury bills, above its 1.0 billion lei offer, as yields fell, the central bank said on Monday. The average yield fell to 6.51% from 6.69% in the previous auction held on October 4, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 2.4 billion lei worth of government debt in Monday's auction. The average accepted price was equal to 96.8151% of par. (SeeNews)

• Equities

Domestic

Alro nine-month net profit rises 69% to 222 million lei.

Alro SA (ALR RO), a Romanian aluminum smelter, said its nine-month net profit rose 69 percent to 222 million lei (\$69 million) from 131 million in the same period last year, according to a filing today to the Bucharest Stock Exchange. The company's total sales increased to 1.7 billion lei compared to 1.3 billion last year, Alro said. (Bloomberg)

Siretul Pascani 9-months loss shrinks.

Romanian clothing and textile firm Siretul Pascani (SRT RO) said on Monday its net loss shrank to 579,850 lei (\$181,700/133,180 euro) in the first nine months of 2011 from 2.65 million lei a year earlier. (SeeNews)

TMK Artrom swings to 61.3 mln Lei (14.1 mln Euro) 9-months net profit.

Romanian steel tube maker TMK Artrom (ART RO) said on Monday it swung to a 61.3 million lei (\$19.2 million/14.1 million euro) net profit in the first nine months of 2011 from 7.41 million lei net loss a year earlier. (SeeNews)

Romania postpones Transelectrica stake sale to spring 2012.

Romania postponed the sale of a minority stake in grid operator Transelectrica SA (TEL RO) to early next year as international lenders urge the Balkan country to move ahead with shedding state assets. The Economy Ministry signed a contract yesterday with a group formed by Erste Group Bank AG's Banca Comerciala Romana SA, Romania's largest bank, Intercapital Invest SA and Swiss Capital SA to manage selling the 15 percent stake, according to an e-mailed statement from the sale managers yesterday. The Balkan nation pledged to the International Monetary Fund and the European Union to sell minority stakes in its utilities, such as Transelectrica and Trangaz SA (TGN RO), and majority stakes in unprofitable state-owned companies, like Oltchim SA (OLT RO), to fund infrastructure investments. (Bloomberg)

Concefa turns to 9-months loss.

Romanian construction company Concefa (COFI RO) said on Monday it turned to an 11.5 million lei (\$3.7 million/2.7 million euro) net loss in the first nine months of this year from 2.4 million lei net profit a year ago on higher-than-expected costs. "The third quarter was marked by the development of the Silver Mountain-Poiana Brasov project that has generated costs higher than the contract values, late payment penalties [...]," Concefa's general manager Horatiu Cercel said in a statement. High amortization costs, losses from currency exchange rates and the difficult economic environment also had a negative impact on the company's bottom line, he added. (SeeNews)

Foreign

Buffett bolsters Berkshire's defenses with IBM stake.

Warren Buffett, who bought a railroad in his biggest acquisition, turned to a century-old technology company in the third quarter to help guard his Berkshire Hathaway Inc. (BRK/A) against economic slumps. Buffett spent more than \$10 billion buying International Business Machines Corp. (IBM) stock, his biggest investment in the period. The stake gives Berkshire 5.5 percent of a company that has moved from competition with Apple Inc. and Dell Inc. to focus on providing business clients with software and services. IBM sold its personal-computer business in 2005 and has beaten the Dow Jones Industrial Average each year since. (Bloomberg)

Morgan Stanley sees 39% gain for emerging stocks by end-2012.

Emerging-market stocks may rise 39 percent by the end of next year, spurred by a "soft landing" for China's economy, earnings growth and cheap valuations, according to Morgan Stanley. The MSCI Emerging Markets Index may jump to 1,355 by the end of 2012 from 976.86 at the end of trading yesterday, Jonathan Garner, Morgan Stanley's chief emerging-market and Asia strategist, said in an interview from Singapore. The U.S. brokerage joined UBS AG in favoring Chinese stocks for next year, bolstered by confidence the government will loosen monetary policies to support Asia's biggest economy. (Bloomberg)

• Commodities

Speculators boost bullish bets to seven-week high.

Speculators increased wagers on rising commodity prices to a seven-week high as signs of resilient U.S. growth boosted prospects for demand. Money managers increased combined net-long positions across 18 U.S. futures and options by 5.3 percent to 840,972 contracts in the week ended Nov. 8, Commodity Futures Trading Commission data show. That's the highest since Sept. 20. The Standard & Poor's GSCI Index of 24 raw materials has jumped 12 percent since Sept. 30, rebounding from two straight quarters of losses. (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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