

Executive Summary

• Macroeconomics

Romanian opposition starts President impeachment procedure.

• Forex

The euro traded at \$1.3489 at 5:00 p.m. in New York. The EUR/RON closed at 4.3600/4.3620.

• Money Market

RON T/N trading range was 4.95% - 5.78%.

• Equities

Domestic

The BSE closed red, BET-C lost 1.03% on higher volumes, while BET decreased 1.06%, BET-FI declined 3.22%.

RASDAQ-C closed red (-0.36%) on higher volumes, while Tier I declined 3.86%, Tier II lost 1.30%.

Foreign

U.S. stocks drop as S&P posts worst losing streak in two months. Stocks in Europe drop most in three weeks amid impasse on U.S. budget cuts.

• Commodities

Most major commodities down.

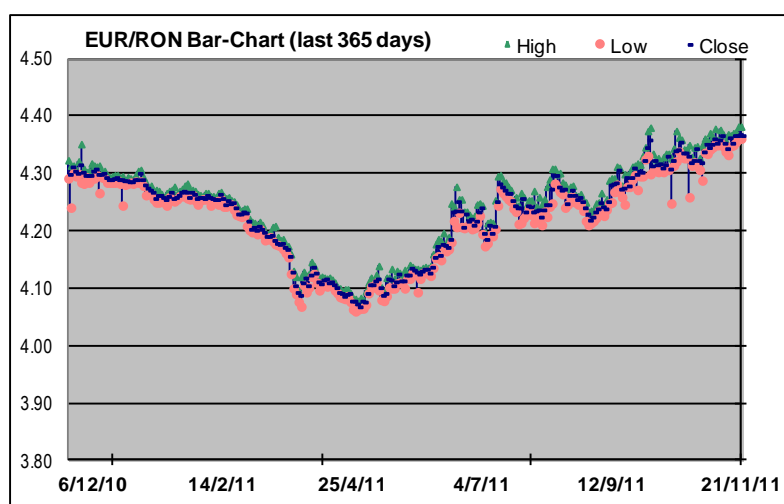
Market Data (as of 22 November 2011)

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

• Forex (as of 22-Nov-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3668	4.0601	4.3821	4.2900	4.2992
USD/RON	3.2321	2.7352	3.3135	3.2342	3.1636
CHF/RON	3.5269	3.1021	4.0619	3.4513	3.1918
100HUF/RON	1.4223	1.3725	1.6075	1.5343	1.5602

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

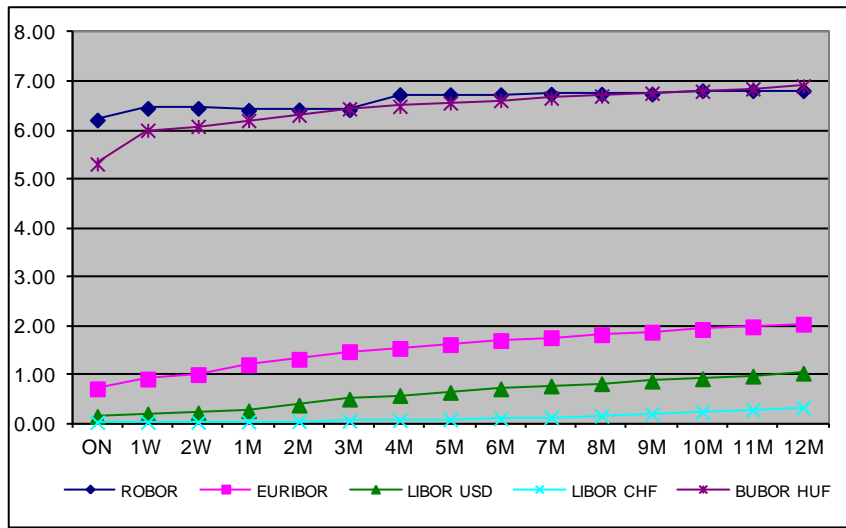


• Money Markets (valid for 22 November 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	6.21	6.45	-	6.41	-	6.42	-	-	6.73	-	-	6.74	-	-	6.81
EURIBOR**	0.71	0.91	1.00	1.20	1.31	1.47	1.53	1.61	1.69	1.75	1.81	1.87	1.92	1.98	2.03
LIBOR USD	0.14	0.19	0.21	0.26	0.37	0.50	0.57	0.63	0.71	0.76	0.81	0.86	0.91	0.97	1.03
LIBOR CHF	0.02	0.02	0.03	0.03	0.04	0.05	0.06	0.08	0.10	0.12	0.15	0.19	0.23	0.28	0.32
BUBOR HUF	5.31	6.00	6.08	6.20	6.31	6.44	6.49	6.56	6.61	6.66	6.70	6.76	6.80	6.85	6.91

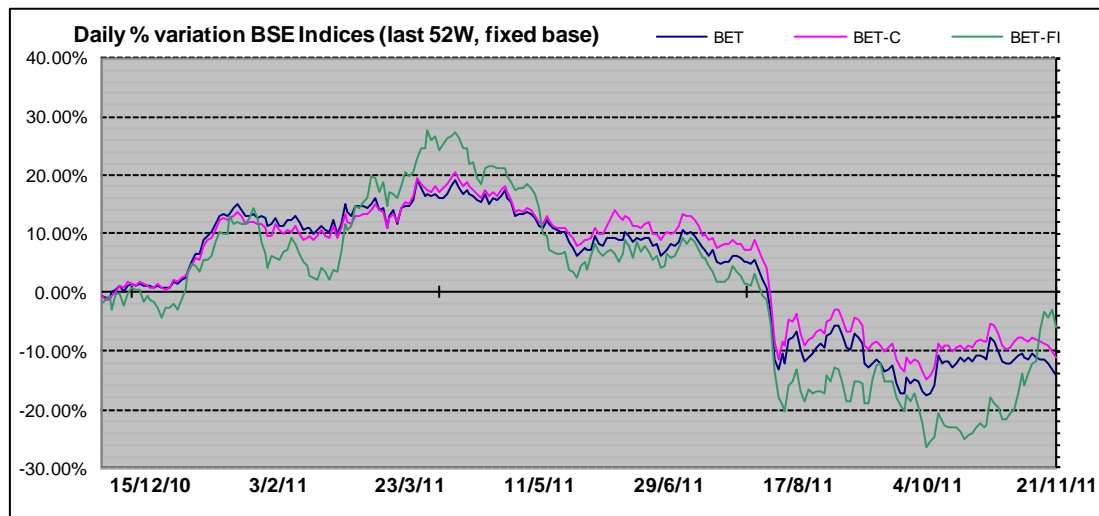
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,377.04	-1.06	-16.14	-14.98
BET-C	2,678.70	-1.03	-13.50	-11.51
BET-FI	20,026.00	-3.22	-6.59	-9.98
ROTX	7,957.80	-2.08	-26.33	-24.78
Rasdaq-C	1,570.31	-0.36	-6.53	-7.56
RAQ-I	1,103.09	-3.86	-23.50	-49.29
RAQ-II	2,268.21	-1.30	-25.80	-21.68

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,547.31	-2.11	-0.19	3.07
S&P 500 (USD)	1,192.98	-1.86	-5.16	-0.56
Nasdaq-C (USD)	390.04	-2.38	-48.08	-45.96
FTSE 100 (GBP)	5222.6	-2.62	-12.53	-8.90
STOXX 600 (EUR)	224.76	-3.19	-18.87	-16.60
BUX (HUF)	16,789.81	-1.41	-21.16	-25.36

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	7,145,312	15,918,500	233	0.4480	-0.44
SIF3	4,636,844	7,722,000	966	0.5850	-4.65
SIF5	4,582,569	3,915,500	718	1.1500	-4.33
SIF2	2,224,035	2,226,000	390	0.9760	-4.59
EBS	2,202,080	40,490	677	53.5000	-8.55

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	5.99	1.71	39.22	17,266.88	10,487.16	4,216.64	224.76
Ytd Avg. (EUR mn)	9.55	0.58	57.66	19,937.22	11,774.90	5,273.23	261.91
MCap (EUR bn)**	15.88	2.28	14.69	3,218.14	11,842.59	2,296.74	5,581.48

* 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%
CMF	5,249	3,000	3	1.7500	9.38
TUFE	651	4,000	4	0.1593	6.20
ARS	14,498	14,500	4	1.0000	3.09
SRT	81	4,000	2	0.0204	2.00
STZ	140	500	42	0.0646	5.21

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%	
COS		351	500	1	0.7010	-14.98
RMAH		816	4,000	2	0.2040	-9.33
EBS	2,202,080	40,490	677	53.5000	-8.55	
OLT	116,001	79,500	55	1.4110	-7.78	
BCM	262	3,500	3	0.0746	-6.75	

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	106.88	-0.63	14.22	23.65
Gold (COMEX)	USD/ounce	1678.6	-2.70	18.48	23.02
Platinum (NYMEX)	USD/ounce	1543.8	-2.83	-11.99	-7.96
Silver (COMEX)	USD/ounce	31.187	-4.01	1.25	13.33
Wheat (CBOT)	USD/bushel	6.09	-0.94	-29.08	-21.17
Corn (CBOT)	USD/bushel	6.05	-2.10	8.18	21.49

- **OTP AM – Open-End Funds (as of 18-Nov-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.8500	0.00	-10.82	-10.00
OTP Obligatiuni	RON	11.3700	0.00	13.25	13.70
OTP ComodisRO	RON	13.8628	0.02	5.69	15.52
OTP Euro Bond	EUR	10.4534	0.03	4.01	4.42

Market Highlights (as of 21 November 2011)

- **Forex**

The dollar gained 0.3 percent versus the euro to \$1.3489 at 5 p.m. New York time after earlier strengthening to \$1.3430. It touched 1.3422 on Nov. 17, the strongest level since Oct. 10. The shared currency fell 0.3 percent to 103.71 yen, after sliding earlier to 103.23 yen, the lowest level since Oct. 10. The dollar was little changed at 76.89 yen. (Bloomberg)

EUR/RON opened at 4.3645/4.3665 and strengthened to close 4.3600/4.3620. (ContiCap)

- **Money Market**

RON T/N trading range was 4.95% - 5.78%. After yesterday's repo most seem to have met their reserve requirements creating a very illiquid market with only small changes in points. 1m moved -6.5bp, 2m -3.5bbp, 3m 0bp, 6m +4.5bp, 9m +3.5bp and 12m +0.5bp. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs decreased 1.03%) on higher volumes but still below this year's average volume. While BET blue chips index decreased 1.06%, BET-FI lost 3.22%.

RASDAQ-C closed red (-0.36%), while Tier I declined 3.86%, Tier II dropped 1.30%. The trading volume was higher and above 2011's average volume.

- **Foreign**

The S&P 500 fell 1.9 percent to 1,192.98 at 4 p.m. New York time. The benchmark gauge for American equities has lost 5.2 percent in four days. The Dow Jones Industrial Average declined 248.85 points, or 2.1 percent, to 11,547.31 yesterday. The supercommittee created to cut the deficit said after the close of U.S. exchanges that it failed to reach a deal. The benchmark Stoxx Europe 600 Index sank 3.2 percent to 224.76 at the close, the gauge's biggest retreat since Nov. 1. The Stoxx 600's slump extended last week's 3.7 percent selloff. (Bloomberg)

- **Commodities**

Brent oil for January settlement was at \$106.76 a barrel, down 80 cents on the London-based ICE Futures Europe exchange. The European benchmark contract's premium to West Texas crude increased to \$10.25 from \$9.89 on Nov. 18. The spread reached a record high of \$27.88 on Oct. 14. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romanian opposition starts President impeachment procedure.

Romania's opposition parties will try again to impeach President Traian Basescu, beginning with a vote in Parliament to temporarily suspend him, on grounds that he doesn't respect the rule of law and is in breach of the constitution. The leaders of the Social-Democratic Party and the Liberal Party, which form an alliance and don't have a majority in Parliament, plan to ask for support from their parties and persuade some members of the ruling coalition for help. Crin Antonescu, the Liberals' head, told a news conference yesterday. "This process is not a trifle," Antonescu said. "We're trying to avoid another year of serious dissolution of the rule of law, because Basescu's latest comments show he's a person who doesn't give any semblance of accepting the power of the judicial system." The opposition failed to impeach Basescu in 2007 after citizens later reinstated him through a referendum vote. The two parties now say Basescu has overstepped his constitutional authority through comments saying pensions and public wages will be frozen next year because of budgetary constraints and some increases won in court will be postponed. (Bloomberg)

Supercommittee failure poses threat to U.S..

The implosion of the congressional supercommittee is likely to delay any major deficit-reduction agreement until after the next presidential election and may pose an immediate threat to the struggling U.S. economy. The committee's failure to reach a deal means several tax programs, including a payroll tax holiday, risk expiring at the beginning of next year, weighing on the household spending that accounts for about 70 percent of the world's largest economy. The panel's inability to agree on \$1.2 trillion in budget cuts, which drove stocks down yesterday and Treasuries higher, also stoked doubts about U.S. lawmakers' ability to overcome partisan gridlock and safeguard the nation's fiscal health. (Bloomberg)

- **Forex**

Euro to drop as investors cease repatriating funds, Nomura's Nordvig says.

The euro will drop by the end of the year as the region's sovereign-debt crisis deepens, pressuring investors who have buoyed the currency by repatriating assets to rethink their strategy, according to Nomura Holdings Inc. The inflows may not continue to be so strong as rising bond yields in Italy and Spain increase concern about contagion in the region and damp investor appetite for European assets, said Nomura's Jens Nordvig, a managing director of currency research in New York. "You have to evaluate the strength and persistency of this repatriation trend," Nordvig said in a telephone interview. "Given how the crisis is worsening on an almost daily basis, the pressure on the inflow side is going to be very persistent. Eventually that will win out, and we'll see the euro lower." (Bloomberg)

• Money Market

Romania sells 502.3 mln Lei (115 mln Euro) in 9-months T-bills.

Romania on Monday sold 502.3 million lei (\$155 million/115 million euro) in nine-month Treasury bills, or half of its 1.0 billion lei target offer, the central bank said. The average yield in the auction was 6.72%, the central bank, which sells government securities on behalf of the Finance Ministry, said in a statement. The previous auction of nine-month T-bills was held in August last year. Bids were placed for 1.5 billion lei worth of nine-month T-bills in Monday's auction. The average accepted price was equal to 95.1565% of par. (SeeNews)

Spanish bonds decline as Rajoy warns of difficult times; German bunds gain.

Spanish bonds dropped, extending six weeks of losses, after Prime Minister-elect Mariano Rajoy told the nation to brace for difficult times as he starts work on tackling the euro-area's third-largest deficit. Italy's two-year notes fell as concern the regional debt crisis is worsening pushed up dollar-funding costs for European banks. German bonds rose as the Finance Ministry said economic growth is slowing and as U.S. lawmakers struggled to agree on deficit cuts, spurring demand for safer assets. The European Central Bank said it boosted sovereign-debt purchases last week. (Bloomberg)

• Equities

Domestic

Astra Asigurari names new executive chairman.

Romanian insurer Astra Asigurari (ATRA RO) said on Monday Alexander Adamescu will become the company's executive chairman as of January 1, 2012. Adamescu, currently vice-president of the Supervisory Board, will replace Radu Mustatea, who has held the position since 2006, Astra Asigurari said in a press release. (SeeNews)

Stake of 99.4% in Textile firm Korin Romania trades for RON 7.2 mln.

A stake of 99.4% in textile company Korin Romania (FILE RO) traded for 7.2 million lei (\$2.2 million/1.65 million euro) on the RASDAQ market on Monday, stock exchange data showed. A total of 1.72 million Korin Romania shares were traded in a single block deal at a price of 4.18 lei per share, RASDAQ data indicated. The parties to the deal were not disclosed. YOON SEOK-HO owned 99.4% of Korin Romania at end-June. (SeeNews)

Romania's VAE Aparom changes name to Voestalpine VAE Aparom.

Romanian railroad equipment manufacturer VAE Aparom (APC RO) said on Monday it has changed its name to voestalpine VAE Aparom to reflect ownership. Voestalpine VAE Aparom is a unit of Austrian railroad equipment manufacturer VAE, which is part of global steelmaker voestalpine (www.voestalpine.com). (SeeNews)

BCR bank, TMK Artrom sign credit facilities worth 45 mln Euro.

Romania's Banca Comerciala Romana (BCR) and local steel tube maker TMK Artrom (ART RO) said on Monday they signed credit facilities worth 45 million euro (\$61 million). Romania-based TMK Artrom has borrowed 20 million euro from BCR to improve its current debt structure in line with strategic restructuring of credit portfolio, the company, part of Germany's TMK Europe GmbH, said in a statement. Also, BCR has increased the existing facilities available for TMK Artrom, including an overdraft facility from 18.4 million euro to 20 million euro, and a discounting line for promissory notes 5.0 million lei to 10 million lei (\$3.1 million/2.3 million euro). (SeeNews)

Remarul 16 Februarie cuts '11 turnover forecast to 24 mln. Euro.

Romanian railway and tram engine maker Remarul 16 Februarie (REFE RO) has cut its turnover forecast for this year to 24 million euro (\$32.3 million) from 27 million euro expected earlier, local media reported on Monday. The turnover will remain flat compared to 2010 under the new forecast, compared to a 15% growth expected earlier, daily Ziarul Financiar said. The company's nine-month turnover fell by 12.6% on the year to 58.8 million lei (\$18.1 million/13.5 million euro). (SeeNews)

Foreign

Adidas AG will increase prices in 2012.

Adidas AG (ADS) declined 3.2 percent to 48.69 Euros after Welt am Sonntag reported the world's second-largest sporting-goods maker will increase prices in 2012 because of higher raw-material prices and wage costs. (Bloomberg)

Bayer says U.S. approval of Eylea is 'significant step'.

Bayer AG said U.S. approval for the Eylea eye drug is a "significant step" for the German pharmaceutical company's goal to make the treatment available. (Bloomberg)

• Commodities

Oil trades near one-week low on European crisis concern, U.S. stockpiles.

Oil traded near the lowest price in more than a week in New York as investors speculated that stockpiles are rising in the U.S. and European demand will fall. "Consumption in the U.S. is still very subdued," said David Lennox, a resource analyst at Fat Prophets in Sydney who forecast oil may trade as low as \$80 a barrel. "Any economic slowdown in Europe impacts on crude demand." (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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