

Executive Summary

• Macroeconomics

China's manufacturing industry holds up against global slowdown.

• Forex

The euro traded at \$1.3084 per euro at 5:00 p.m. in New York. The EUR/RON closed 4.3450/4.3470.

• Money Market

RON O/N trading range was at 3.64% - 4.14%.

• Equities

Domestic

The BSE closed green, BET-C advanced 2.58% on higher volumes, while BET increased 3.00%, BET-FI gained 2.78%.

RASDAQ-C closed green (+0.30%) on higher volumes, while Tier I was flat, Tier II declined 0.89%.

Foreign

Dow caps longest losing streak since August. European stocks climb, posting best start to a year since 1998.

• Commodities

Platinum and silver down. Most other major commodities up.

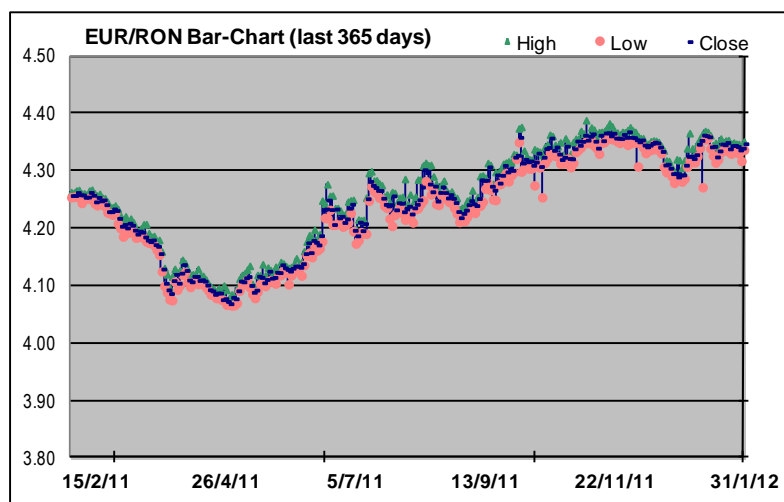
Market Data (as of 01 February 2012)

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

• Forex (as of 1-Feb-12)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3478	4.0782	4.3595	4.3271	4.2589
USD/RON	3.3267	2.7352	3.4435	3.3367	3.0798
CHF/RON	3.6114	3.1021	4.0619	3.5540	3.2916
100HUF/RON	1.4749	1.3390	1.6076	1.3745	1.5743

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

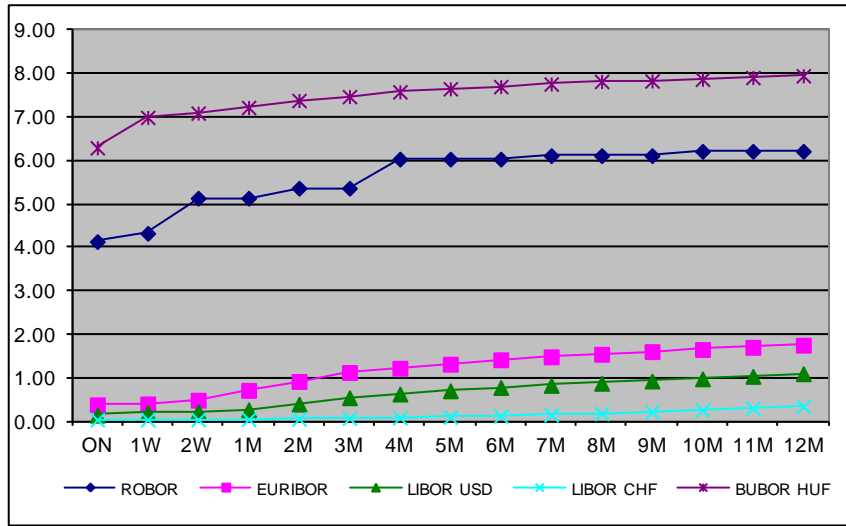


• Money Markets (valid for 01 February 2012)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.14	4.33	-	5.14	-	5.37	-	-	6.04	-	-	6.12	-	-	6.22
EURIBOR**	0.38	0.40	0.49	0.71	0.92	1.13	1.22	1.32	1.42	1.49	1.54	1.61	1.65	1.70	1.75
LIBOR USD	0.14	0.20	0.23	0.26	0.39	0.54	0.63	0.70	0.78	0.83	0.88	0.93	0.98	1.04	1.10
LIBOR CHF	0.04	0.04	0.04	0.05	0.05	0.07	0.08	0.10	0.12	0.15	0.18	0.22	0.26	0.30	0.34
BUBOR HUF	6.30	7.00	7.10	7.23	7.39	7.48	7.59	7.66	7.71	7.77	7.83	7.84	7.88	7.92	7.96

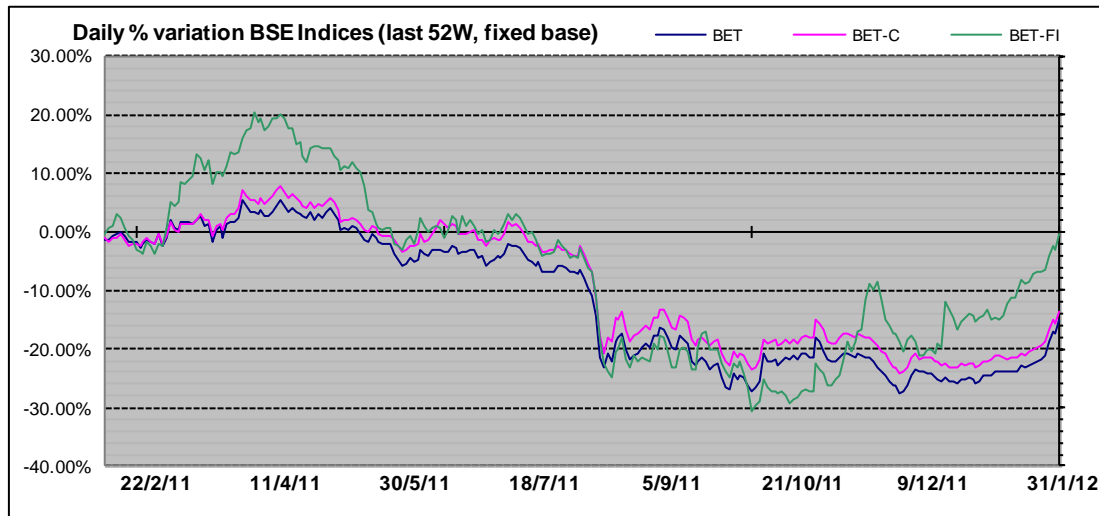
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,887.75	3.00	12.70	-13.84
BET-C	2,901.21	2.58	10.67	-11.91
BET-FI	22,536.99	2.78	16.52	1.33
ROTX	9,336.70	3.24	16.15	-20.25
Rasdaq-C	1,606.54	0.30	1.67	-7.78
RAQ-I	933.37	0.00	2.70	-36.32
RAQ-II	1,998.50	-0.89	0.33	-35.21

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,632.91	-0.16	3.40	6.23
S&P 500 (USD)	1,312.41	-0.05	4.36	2.04
DAX (EUR)	6,458.91	0.22	9.50	-8.74
FTSE 100 (GBP)	5681.61	0.19	1.96	-3.09
STOXX 600 (EUR)	254.41	0.75	4.04	-9.16
BUX (HUF)	18,891.07	-0.95	11.29	-16.81

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	22,148,816	44,043,000	841	0.5095	3.56
SIF5	4,290,588	3,470,500	191	1.2390	2.82
SIF3	3,169,015	5,118,500	477	0.6200	2.65
SIF2	2,961,684	2,197,500	215	1.3490	2.59
SNP	2,119,147	6,307,000	341	0.3380	3.33

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	12.68	0.32	74.57	21,670.29	11,100.75	6,081.23	254.41
Ytd Avg. (EUR mn)	6.94	0.10	57.94	16,534.85	10,120.39	4,718.07	251.81
MCap (EUR bn)**	19.11	2.39	16.89	3,732.57	13,466.89	2,610.63	6,372.70

* 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%
SPCU	17,251	87,500	29	0.2070	15.00
ELJ	1,641	13,000	18	0.1429	14.78
RTRA	2,711	12,500	8	0.2390	13.81
PPL	897	1,000	1	0.8970	10.74
RMAH	5,045	23,000	42	0.0646	10.53

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
SCD	80,275	80,500	27	0.9850	-1.01
STZ	1,015	2,000	4	0.5080	-0.88
ATB	32,018	79,000	48	0.3988	-0.55
RPH	108,180	181,100	51	0.6000	-0.41
0	N/A	N/A	N/A	N/A	N/A

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	110.98	0.21	3.85	8.94
Gold (COMEX)	USD/ounce	1740.4	0.35	10.90	29.37
Platinum (NYMEX)	USD/ounce	1588.75	-1.49	13.40	-11.44
Silver (COMEX)	USD/ounce	33.262	-0.79	19.15	17.85
Wheat (CBOT)	USD/bushel	6.66	3.30	2.03	-28.33
Corn (CBOT)	USD/bushel	6.39	1.15	-1.16	6.63

- **OTP AM – Open-End Funds (as of 30-Jan-12)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	6.1400	-0.65	9.25	-12.54
OTP Obligatiuni	RON	11.5300	0.09	0.61	6.17
OTP ComodisRO	RON	14.0421	0.05	0.55	6.46
OTP Euro Bond	EUR	10.5452	0.04	0.38	4.58

Market Highlights (as of 31 January 2012)

- **Forex**

The euro closed down 0.5 percent to \$1.3084 at 5 p.m. New York time, after touching \$1.3042, the lowest level since Jan. 25. The dollar fell 0.1 percent to 76.27 yen after touching 76.16 yen, the weakest level since Oct. 31. The European shared currency fell 0.6 percent to 99.78 yen. (Bloomberg)

EUR/RON opened at 4.3400/4.3420 closed the day 4.3450/4.3470. (ContiCap)

- **Money Market**

RON O/N trading range was 3.64% - 4.14%. Funding moving lower drove the curve lower with 1m -18bp, 2m -13bp, 3m -10bp, 6m -9.5bp and 12m -9bp. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs gained 2.58%) on higher volumes and still above this year's average volume. While BET blue chips index increased 3.00%, BET-FI advanced 2.78%.

RASDAQ-C closed green (+0.30%), while Tier I was flat, Tier II declined 0.89%. The trading volume was higher and above 2012's average volume.

- **Foreign**

The Standard & Poor's 500 Index declined 0.1 percent to 1,312.41 at 4 p.m. New York time. The benchmark gauge fell as much as 0.5 percent and rose 0.6 percent earlier yesterday. The Dow retreated 20.81 points, or 0.2 percent, to 12,632.91. The Stoxx Europe 600 Index rose 0.8 percent to 254.41 at the close in London, rebounding from two days of declines. The benchmark gauge rallied 4 percent this month, the biggest January gain since 1998. (Bloomberg)

- **Commodities**

Brent oil for March settlement was up \$1.53, or 1.4 percent, at \$112.28 a barrel on the London-based ICE Futures Europe exchange for a gain of 4.6 percent last month. The European benchmark contract's premium to West Texas Intermediate futures was at \$12.20, compared with \$11.97 a day before and a record \$27.88 on Oct. 14. (Bloomberg)

Latest Financial News

- **Macroeconomics**

China's manufacturing industry holds up against global slowdown.

Chinese manufacturing indexes rose in January as the world's second-biggest economy withstood weaker exports driven by Europe's debt crisis and a government-induced property slowdown. The official purchasing managers' index increased to 50.5 from 50.3 in December, exceeding the median estimate in a Bloomberg News survey for a reading below the 50 level that divides expansion from contraction. A separate gauge from HSBC Holdings Plc and Markit Economics rose to 48.8. The data may have been distorted by a weeklong holiday. (Bloomberg)

- **Forex**

Euro falls for third day as Greece struggles to secure debt swap.

The euro fell for a third day against the dollar as Greece struggles to conclude debt-swap talks with creditors by the end of this week. The 17-nation currency slid to a one-week low against the yen before Portugal sells bills today amid concern the nation will follow Greece in needing more aid to avoid default. The yen rose against all of its major peers even as Japanese Finance Minister Jun Azumi reiterated his stance today he will take "bold" steps to curb the currency's strength if necessary. (Bloomberg)

- **Money Market**

Romania sells \$1.5 billion in first 10-year Dollar bond offering.

Romania sold \$1.5 billion of bonds in its first debt offering denominated in dollars as the government seeks to finance a budget deficit and repay maturing debt. The 10-year, 6.75 percent notes were priced to yield 6.875 percent, according to data compiled by Bloomberg. The eastern European country issued the bonds yesterday under a medium-term note program valued at 7 billion Euros (\$9.2 billion) that will run until 2013. Romania is seeking to benefit from falling borrowing costs by selling the dollar bonds now, after postponing the issue in November because of the European debt crisis. The Finance Ministry said on Nov. 11 that it aims to raise between \$500 million and \$2 billion through the sale to bolster government finances. Yields on existing euro-denominated sovereign notes due in 2018 have fallen 25 basis points to 6.47 percent this year. (Bloomberg)

• Equities

Domestic

Banca Transilvania's 2011 profit rose 35% on new loans.

Banca Transilvania SA, Romania's second-largest publicly traded bank, said its 2011 profit rose 35 percent on higher lending as the cost of bad loans declined. Net income increased to 131.9 million lei (\$40 million) from 97.5 million lei a year earlier, the Cluj-Napoca Romania-based bank said in a statement sent to the Bucharest Stock Exchange. The cost of bad loans fell 17 percent to 532 million lei throughout the year from 640 million lei a year earlier, the bank said. "We are happy that we exceeded our budgeted forecasts, confirming the positive trend of the bank's activity," Horia Ciorcila, the bank's chairman said in the statement. "We are well prepared for 2012 and we'll continue to grow prudently and healthy." (Bloomberg)

Hidroelectrica seeks bids for stake sale manager by March 1.

Hidroelectrica SA, Romania's state-owned hydropower generator, seeks bids from companies interested in managing the sale of a 10 percent stake through an initial public offering on the Bucharest Stock Exchange, according to a statement published through Ziarul Financiar today. The bids can be submitted by March 1, the Bucharest-based company said. (Bloomberg)

Romania's SIF 2 Moldova prelim 2011 net profit doubles, plans higher dividend and proposes tripling capital.

The preliminary net profit of Romanian investment fund SIF 2 Moldova jumped to 191.5 million lei (\$58.1 million/44.1 million euro) last year from 96.3 million lei in 2010, the fund said on Tuesday. SIF 2 Moldova also said in a statement it plans to use 60% of its 2011 net profit for dividend payment. The fund proposed to its shareholders to approve a gross dividend of 0.22 lei per share, up from 0.09 lei per share paid for 2010, SIF 2 Moldova said. Also, the board is calling the GSM/EGSM on April 5, for shareholders in the registry on March 14. Main issues on the GSM agenda include a share capital increase by RON 103.82m cash, with a number of 1,038.179 million new shares offered at RON 0.11/share (vs. the last trading price of RON 1.349/share).

Foreign

ARM Holdings's fourth-quarter revenue climbed 21 percent.

ARM Holdings jumped 2 percent to 609.5 pence. The maker of processors for Apple Inc.'s iPads and iPhones said fourth-quarter revenue climbed 21 percent as the company increased the number of licenses sold for smartphones and tablet computers. (Bloomberg)

Amazon.com reported a 57 percent decline in profit.

Amazon.com tumbled 9.2 percent to \$176.61 after the close of regular trading. The company also reported a 57 percent decline in profit, dragged down by shipping costs and the money-losing Kindle Fire. (Bloomberg)

• Commodities

Steel demand slowing with Europe in setback to ArcelorMittal.

Steel demand worldwide is growing slower than forecast, eroding profit at producers including ArcelorMittal and Tata Steel Ltd. and forcing investors to revise their 2012 outlook for the \$430 billion industry. Global use of the alloy will rise 4.5 percent this year, less than the 5.4 percent forecast in October by the World Steel Association, according to the median estimate of 14 steelmakers, analysts and traders surveyed by Bloomberg. Growth may be as low as 1.2 percent, according to Bloomberg Industries analysts. The gain, the lowest in three years, is tempered by cooling economies in China and Europe, where orders for steel products for houses, cars and machinery are stagnating and will keep the alloy's prices and overseas shipments muted, analysts 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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