

Executive Summary

• Macroeconomics

Obama's re-election chances rise with signs economy improving.

• Forex

The euro traded at \$1.3131 per euro at 3:26 p.m. in New York. The EUR/RON closed at 4.3510/4.3530.

• Money Market

RON O/N trading range was at 1.67% - 2.18%.

• Equities

Domestic

The BSE closed green, BET-C increased 0.07% on higher volumes, while BET gained 0.20%, BET-FI advanced 0.36%. RASDAQ-C closed red on lower volumes (-0.13%), while Tier I dropped 0.96%, Tier II decreased 0.13%.

Foreign

U.S. stocks rose on economic data as Greece optimism lifts banks. European stocks were little changed.

• Commodities

Platinum and silver down. Most other major commodities up.

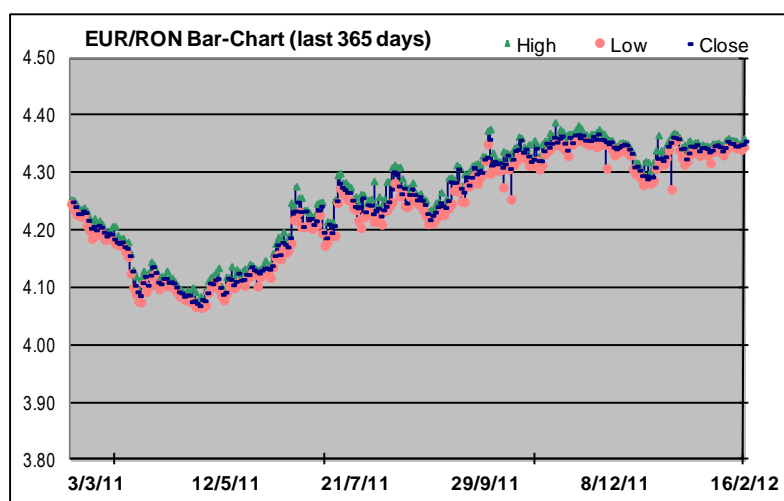
Market Data (as of 17 February 2012)

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

• Forex (as of 17-Feb-12)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3554	4.0782	4.3595	4.3271	4.2499
USD/RON	3.3234	2.7352	3.4435	3.3367	3.1270
CHF/RON	3.6067	3.1021	4.0619	3.5540	3.2880
100HUF/RON	1.4958	1.3390	1.6076	1.3745	1.5768

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

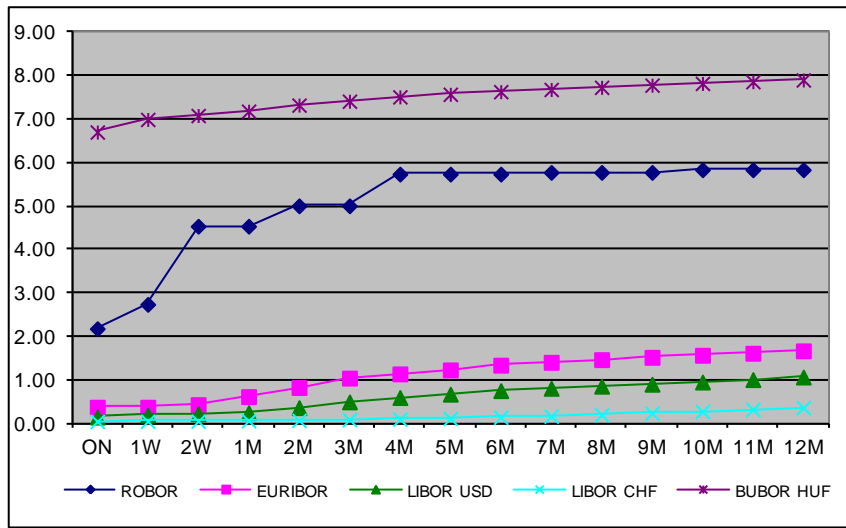


• Money Markets (valid for 17 February 2012)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	2.18	2.74	-	4.54	-	5.01	-	-	5.74	-	-	5.78	-	-	5.84
EURIBOR**	0.37	0.37	0.43	0.62	0.83	1.04	1.14	1.23	1.34	1.41	1.47	1.52	1.57	1.61	1.67
LIBOR USD	0.14	0.19	0.22	0.25	0.36	0.49	0.59	0.67	0.75	0.81	0.85	0.90	0.95	1.01	1.07
LIBOR CHF	0.04	0.05	0.05	0.06	0.07	0.08	0.10	0.11	0.14	0.17	0.20	0.23	0.27	0.32	0.36
BUBOR HUF	6.71	7.00	7.09	7.19	7.33	7.42	7.52	7.58	7.64	7.69	7.74	7.79	7.83	7.87	7.91

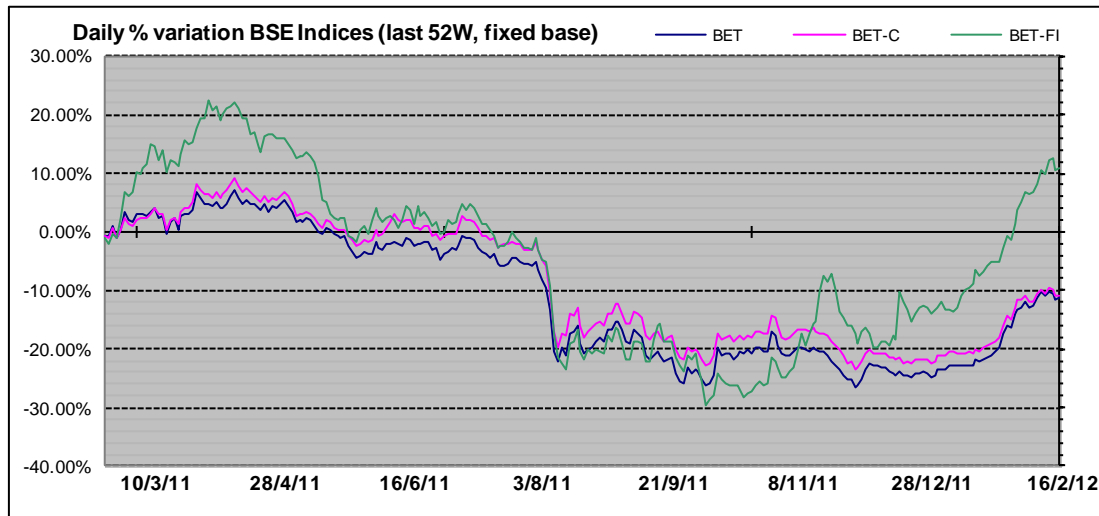
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,025.53	0.20	15.88	-10.17
BET-C	2,964.89	0.07	13.10	-9.56
BET-FI	24,692.88	0.36	27.67	13.00
ROTX	9,636.80	-0.65	19.88	-17.74
Rasdaq-C	1,600.61	-0.13	1.30	-5.90
RAQ-I	853.20	-0.96	-6.12	-41.39
RAQ-II	2,056.07	-0.13	3.22	-30.09

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,904.08	0.96	5.62	5.01
S&P 500 (USD)	1,358.04	1.10	7.99	1.63
DAX (EUR)	6,751.96	-0.09	14.47	-8.93
FTSE 100 (GBP)	5885.38	-0.12	5.62	-3.28
STOXX 600 (EUR)	264.31	0.06	8.08	-9.08
BUX (HUF)	18,749.76	-2.00	10.46	-16.78

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	27,294,128	51,534,900	874	0.5300	1.15
SIF3	5,067,470	7,858,500	845	0.6520	-0.23
SIF5	4,001,384	2,862,500	410	1.4160	0.43
BRD	3,263,828	303,070	112	10.8900	-1.00
SIF1	3,036,004	2,539,500	326	1.2010	-0.17

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	17.22	0.05	66.81	16,030.81	12,901.25	4,790.67	264.31
Ytd Avg. (EUR mn)	8.89	0.15	53.14	16,177.25	10,536.32	4,857.49	255.59
MCap (EUR bn)**	19.93	2.37	17.01	3,888.16	13,915.28	2,689.25	6,613.05

* 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%
ELJ	833	6,000	5	0.1380	12.20
ROCE	92	500	1	0.1845	8.53
ALT	289	9,000	2	0.0330	3.13
TBM	2,866	54,500	18	0.0548	2.43
TGN	1,386,729	5,557	42	0.0646	2.22

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
CEON	2,442	46,500	7	0.0525	-7.08
PEI	18	1	1	17.6400	-6.62
APC	4,576	6,500	6	0.6950	-6.14
SCD	60,538	65,500	51	0.9300	-4.52
BRM	3,260	3,500	4	0.9900	-3.88

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	120.11	0.99	12.68	14.86
Gold (COMEX)	USD/ounce	1728.4	0.02	10.13	24.70
Platinum (NYMEX)	USD/ounce	1624.5	-0.63	15.95	-11.24
Silver (COMEX)	USD/ounce	33.37	-0.11	19.54	9.03
Wheat (CBOT)	USD/bushel	6.3525	0.20	-5.36	-32.62
Corn (CBOT)	USD/bushel	6.3975	1.39	-2.29	5.44

- **OTP AM – Open-End Funds (as of 15-Feb-12)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	6.5400	-1.21	16.37	-6.30
OTP Obligatiuni	RON	11.5600	0.00	0.87	6.94
OTP ComodisRO	RON	14.0828	0.02	0.84	6.54
OTP Euro Bond	EUR	10.5677	0.01	0.59	4.65

Market Highlights (as of 16 February 2012)

- **Forex**

The euro rose 0.5 percent to \$1.3131 at 3:26 p.m. in New York after sliding to \$1.2974, the lowest level since Jan. 25. The common currency rose 1.1 percent to 103.62 yen after touching 103.69 yen, the highest level since Dec. 12. The dollar appreciated 0.7 percent to 78.95 yen after hitting 78.97 yen, the strongest level since Nov. 1. (Bloomberg)

EUR/RON opened at 4.3460/4.3480 and closed at 4.3510/4.3530. (ContiCap)

- **Money Market**

RON O/N trading range was 1.67% - 2.18%.

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs increased 0.07%) on higher volumes and much above this year's average volume. While BET blue chips index gained 0.20%, BET-FI advanced 0.36%.

RASDAQ-C closed red (-0.13%), while Tier I dropped 0.96%, Tier II lost 0.13%. The trading volume was lower and below 2012's average volume.

- **Foreign**

The S&P 500 rose 1.1 percent to 1,358.04 at 4 p.m. New York time. The benchmark gauge for American equities is 0.4 percent away from its peak nine months ago of 1,363.61, which was the highest level since June 2008. The Dow Jones Industrial Average increased 123.13 points, or 1 percent, to 12,904.08. The Stoxx Europe 600 Index ended little changed after tumbling as much as 1.1 percent. (Bloomberg)

- **Commodities**

Brent oil for April rose \$1.18, or 1 percent, to settle at \$120.11 a barrel on the ICE Futures Europe exchange, an eight-month high. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Obama's re-election chances rise with signs economy improving.

The economy is looking better to the American public and with it President Barack Obama's re-election prospects. Claims for jobless benefits unexpectedly dropped last week to the lowest level in almost four years, providing fresh evidence the job market is on the mend, and reports released yesterday on housing and manufacturing also beat forecasters' expectations. The Bloomberg Consumer Comfort Index climbed for a fourth straight week to reach the highest level in a year. Sentiment is rising even among those who have yet to benefit from the recovery, as payrolls expand and the unemployment rate drops. Jobless Americans are the most optimistic since April 2008. (Bloomberg)

- **Forex**

Yen drops as Asian stocks gain on Greece optimism, U.S. growth.

The yen dropped against all its major peers, reaching the weakest level in more than three months against the dollar, as gains in Asian stocks and signs of growth in the U.S. economy damped demand for haven assets. The dollar was set for a weekly loss versus Australia's currency before the release of an index of U.S. leading indicators forecast to show a fourth month of gains. New Zealand's dollar rose after central bank chief Alan Bollard said the economy may be bigger than estimated. The euro gained against the yen for a second day amid speculation Greece will get its second bailout, with the region's finance ministers scheduled to meet Feb. 20. (Bloomberg)

- **Money Market**

Romania sells 500 mln Lei (115 mln Euro) in 5-year T-notes, yields down.

Romania on Thursday sold 500 million lei (\$149.5 million/115 million euro) in five-year Treasury notes, above its offer of 400 million lei, the central bank said. The average yield was 6.75%, down from 7.0% at the last auction when bids were accepted held on January 19, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 1.37 billion lei worth of government debt in Thursday's auction. The average accepted price was equal to 97.3084% of par. (SeeNews)

- **Equities**

- **Domestic**

Fondul Proprietatea shareholder proposes higher fee for manager Franklin Templeton if Romanian assets sold.

Elliott Associates, the largest investor in Romanian investment fund Fondul Proprietatea, with 13 percent of its shares, has called for a revision of the contract between the fund and its manager, Franklin Templeton, which would set a higher fee if the management company sells the fund's participation in some Romanian companies in the next three years. Fondul Proprietatea owns participation in several key companies in Romania, some of which still majority state-owned: Hidroelectrica, Romgaz, Petrom, Nuclearelectrica. The shareholder proposes a higher fee should the fund management's company allot special dividends to shareholders – meaning shared profits between

2012 and 2014 resulting from the sale of assets. Manchester Securities Corporation, owned by American hedging fund Elliott, says the Fondul Proprietatea Fund shareholders cannot make more money on their investments as long as the fund managers are paid with a 0.47 percent commission of the fund's market capitalization. This fee structure determines Franklin Templeton to run the fund so as to keep the price of shares up, and re-invest the profit, rather than distribute it to shareholders. Manchester Securities Corporation is proposing a 1.5 percent fee of the supplementary dividends resulting from the sale of assets, should Franklin Templeton do this by 2013, and a 1 percent fee in 2014. (Romania Business Insider)

Cemacon's 2011 prelim net loss surges.

Romanian building materials maker Cemacon said on Thursday its preliminary net loss widened to 6.58 million lei (\$1.96 million/1.51 million euro) in 2011 from 697,030 lei a year earlier. (SeeNews)

Construction firm Concefa files for insolvency.

Romanian constructions company Concefa Sibiu Thursday said it will file for insolvency and expressed its intent to reorganize its activity. (ZF)

Banca Carpatica cuts 2011 prelim net loss by 80%.

Romania's Banca Comerciala Carpatica said on Thursday it cut its preliminary net loss to 31.53 million lei (\$9.43 million/7.24 million euro) in 2011 from 154.47 million lei a year earlier. (SeeNews)

Romania's Rompetrol Well Services 2011 prelim net profit up 6.2%.

Romania's Rompetrol Well Services said its preliminary net profit grew to 15.5 million lei (\$4.7 million/3.6 million euro) in 2011 from 14.6 million lei in 2010. Rompetrol Well Services is part of Romania's second-largest oil group Rompetrol. It performs special services related to oil drilling, supplies relevant tools and chemicals and operates drilling equipment. (SeeNews)

Foreign

Alibaba said to plan privatizing Alibaba.com close to IPO price.

Alibaba Group Holding Ltd. plans to privatize its Alibaba.com Ltd. unit in a deal that may value the Hong Kong-listed company at as much as \$8.7 billion, according

to two people with knowledge of the matter. China's biggest e-commerce company, which owns more than 72 percent of Alibaba.com, may offer a price close to the HK\$13.50 a share at which the stock was sold in a 2007 initial public offering, one person said, asking not to be identified because the information is private. That's 55 percent above Alibaba.com's 20-day moving average through Feb. 8, after which its shares were suspended. At the IPO price, buying the 28 percent it doesn't already own will cost Alibaba Group about \$2.4 billion, according to data compiled by Bloomberg. John Spelich, a Hong Kong-based spokesman for Alibaba Group, declined to comment. (Bloomberg)

Lafarge lowers dividend after reporting surprise quarterly loss.

Lafarge SA, the world's biggest cement maker, will reduce its dividend by half, double cost cuts and put more assets up for sale to lower debt after reporting a surprise fourth-quarter loss amid writedowns. The company reported a net loss of 3 million Euros (\$5 million) after a profit of 62 million a year earlier, Lafarge said in a statement today. Analyst surveyed by Bloomberg had expected a profit of 258 million Euros. Operating income excluding some items rose 3 percent, beating estimates. Chief Executive Officer Bruno Lafont is deepening cost cuts as he respond to rising raw material costs and seeks to repair a credit rating that has fallen below investment grade. Lafarge has earmarked 500 million Euros in additional savings and will cut capital spending to 800 million Euros, Lafont said today. (Bloomberg)

• Commodities

Gold bulls expand as Billionaire Paulson says buy.

Gold traders are getting more bullish after billionaire hedge-fund manager John Paulson told investors it's time to buy the metal as protection against inflation caused by government spending. Twelve of 22 surveyed by Bloomberg expect prices to gain next week and five were neutral. Paulson & Co. is already the biggest investor in the SPDR Gold Trust, the largest exchange-traded product backed by bullion, with a stake valued at \$2.9 billion, a Securities and Exchange Commission filing Feb. 14 showed. Investors have 2,389.719 metric tons in ETPs, within 0.2 percent of the record reached in December and more than all but four central banks, according to data compiled by Bloomberg. (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

**DISCLAIMER**

- This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction. Also it is not and should not be considered a recommendation for investment in financial instruments according to C.N.V.M. Regulations no. 15/2006 and 32/2006.
- This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice.
- The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted.
- OTP Bank Romania SA may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.
- This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania SA. Any form of reproduction or redistribution to any other person than the intended recipients, including publication in whole or in part for any purpose, must not be made without the express agreement of OTP Bank Romania SA.
- Please note that the Internet is not a secure environment and OTP Bank Romania SA does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the willful or accidental interception, corruption or virus infection.

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 Ananiese, Sales Dealer / irina.ananiese@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.