

Executive Summary

• Macroeconomics

China reports less-than-estimated \$13.05 billion trade surplus for May.

• Forex

The euro dropped to \$1.4510 at 5:00 p.m. in New York. The RON declined to 4.1640/4.1660 per EUR.

• Money Market

RON T/N trading up to 2.03%/2.19%.

• Equities

Domestic

The BSE closed red (BET-C at -0.85%) on higher volumes, with BET losing 0.27% and BET-FI decreasing 1.37%.

RASDAQ-C closed red (-0.63%) on lower volumes, while Tier I declined 0.94%, Tier II gained 0.22%.

Foreign

U.S. stocks gain on record exports as consumer confidence rises. European stocks advance, snapping six-day slide.

• Commodities

Wheat down. Most other major commodities up.

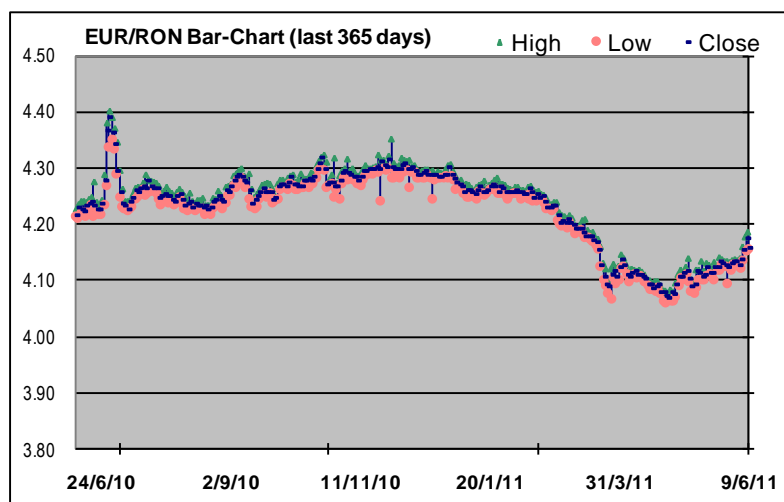
Market Data (as of 10 June 2011)

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

• Forex (as of 10-Jun-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.1580	4.0601	4.4014	4.2900	4.2176
USD/RON	2.8620	2.7352	3.6166	3.2342	3.4904
CHF/RON	3.4026	3.0145	3.4283	1.2430	1.3843
100HUF/RON	1.5729	1.4632	1.5940	1.5343	1.5121

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

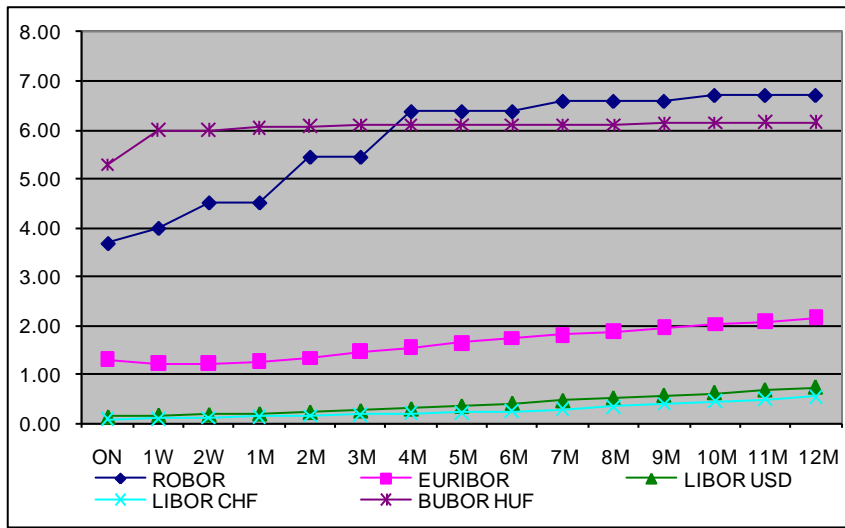


• Money Markets (valid for 10 June 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	3.68	3.99	-	4.51	-	5.44	-	-	6.37	-	-	6.58	-	-	6.70
EURIBOR**	1.30	1.21	1.22	1.26	1.33	1.46	1.54	1.64	1.74	1.80	1.87	1.95	2.02	2.08	2.16
LIBOR USD	0.13	0.16	0.17	0.19	0.22	0.25	0.29	0.34	0.40	0.45	0.50	0.56	0.61	0.67	0.72
LIBOR CHF	0.07	0.09	0.10	0.13	0.15	0.18	0.20	0.22	0.24	0.29	0.34	0.39	0.44	0.49	0.54
BUBOR HUF	5.29	6.00	6.00	6.05	6.07	6.10	6.10	6.10	6.10	6.10	6.10	6.13	6.14	6.15	6.15

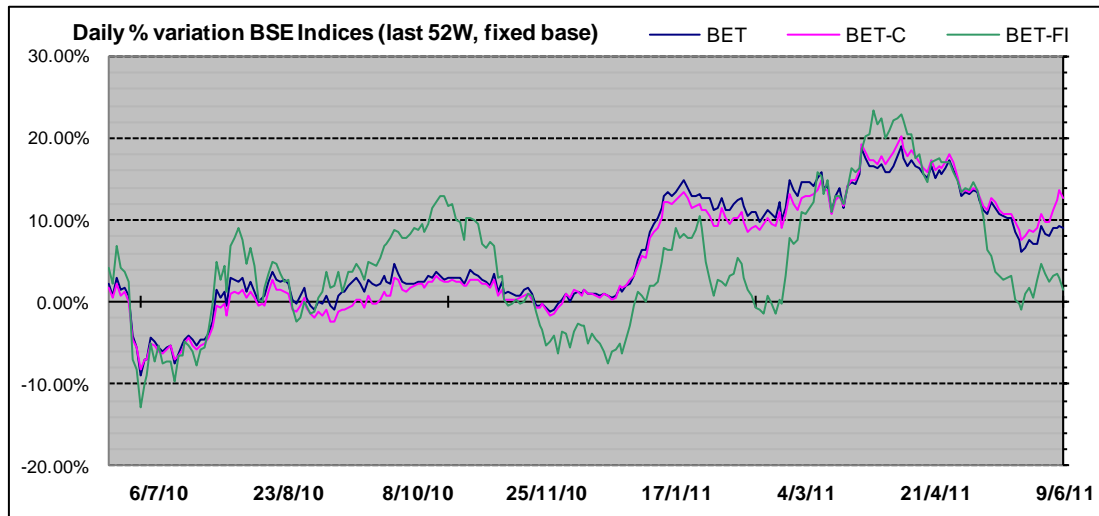
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,556.66	-0.27	5.47	16.84
BET-C	3,400.90	-0.85	9.31	19.40
BET-FI	22,414.64	-1.37	1.97	18.08
ROTX	11,396.40	-0.20	4.88	18.68
Rasdaq-C	1,673.22	-0.63	-0.40	-22.42
RAQ-I	1,369.44	-0.94	-5.03	-36.35
RAQ-II	3,052.90	0.22	-0.12	-25.32

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,124.36	0.63	4.79	22.48
S&P 500 (USD)	1,289.00	0.74	2.47	22.10
Nasdaq-C (USD)	606.25	1.78	-19.30	-7.78
FTSE 100 (GBP)	6069.9	4.49	1.66	19.35
STOXX 600 (EUR)	271.76	1.02	-1.90	11.10
BUX (HUF)	23,213.21	0.08	8.20	10.99

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	16,442,470	32,717,900	486	0.5020	0.00
OIL	6,487,042	17,718,000	1,012	0.3350	4.52
OLT	3,123,144	1,438,500	503	1.8000	-10.98
SIF5	2,479,193	1,784,000	251	1.3850	-1.77
AZO	2,024,451	2,289,000	460	0.8220	-5.57

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	10.44	0.25	46.85	17,576.31	9,647.22	4,845.56	271.76
Ytd Avg. (EUR mn)	10.33	0.42	59.09	19,304.78	11,641.93	5,496.74	280.05
MCap (EUR bn)**	27.02	2.58	23.53	3,188.05	12,069.74	2,587.26	6,828.66

* 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%
PEI	26,413	954	68	27.5000	14.16
STZ	405	1,500	2	0.2700	10.20
ARS	19,039	18,000	10	1.0900	9.99
OIL	6,487,042	17,718,000	1,012	0.3350	4.52
UAM	208	500	2	0.4150	3.75

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
OLT	3,123,144	1,438,500	503	1.8000	-10.98
RRC	892,031	9,457,500	357	0.0755	-10.01
IMP	27,518	74,500	29	0.3630	-6.44
PTR	1,016,541	1,991,500	433	0.4200	-5.87
CMP	694,441	967,000	228	0.6500	-5.80

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	119.57	1.46	27.84	48.35
Gold (COMEX)	USD/ounce	1542.7	0.26	9.24	24.02
Platinum (NYMEX)	USD/ounce	1844.7	0.74	5.16	19.77
Silver (COMEX)	USD/ounce	37.424	2.20	22.24	103.71
Wheat (CBOT)	USD/bushel	7.45	-0.40	-9.53	36.89
Corn (CBOT)	USD/bushel	7.855	2.81	25.08	101.41

- **OTP AM – Open-End Funds (as of 8-Jun-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.1700	0.56	9.30	20.10
OTP BalansisRO	RON	11.0800	0.00	10.36	18.63
OTP ComodisRO	RON	13.4801	0.02	2.78	7.56
OTP Euro Bond	EUR	10.2445	0.06	1.93	N/A

Market Highlights (as of 09 June 2011)

- **Forex**

The euro depreciated 0.5 percent to \$1.4510 at 5 p.m. in New York. It reached \$1.4697 on June 7, the strongest level since May 5. The 17-nation currency was little changed at 116.61 yen. (Bloomberg)

EUR/RON opened at 4.1730/4.1750 and closed out stronger at 4.1640/4.1660. (ContiCap)

- **Money Market**

RON T/N trading range was 2.03% up to 2.19%. The rest of the curve flattened as the front end of the forward curve moved higher with 1m +8.5bp, 3m +5bp, 6m +4.5bp and 1y +2.5bp. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs gained -0.85%) on higher volumes and just above this year's average volume. BET blue chips decreased 0.27% while BET-FI declined 1.37%.

RASDAQ-C closed red (-0.63%) while Tier I decreased 0.94%, Tier II advanced 0.22%. The trading volume was lower and below this year's average volume.

- **Foreign**

The Standard & Poor's 500 Index gained 0.7 percent to 1,289. The Dow Jones Industrial Average increased 75.42 points, or 0.6 percent, to 12,124.36. The Stoxx Europe 600 Index advanced 1 percent to 271.76. (Bloomberg)

- **Commodities**

Brent crude oil for July delivery increased \$1.72, or 1.5 percent, to end the session at \$119.57 a barrel on the London-based ICE Futures Europe exchange. It was the highest settlement since May 4. Brent, the European benchmark, traded at a record premium of \$17.64 a barrel to U.S. futures. (Bloomberg)

Latest Financial News

- **Macroeconomics**

China reports less-than-estimated \$13.05 billion trade surplus for May.

China reported a less-than-estimated \$13.1 billion trade surplus in May, as surging imports signaled the nation's demand may support global growth while adding pressure for higher interest rates. (Bloomberg)

- **Forex**

Euro set for weekly slump on speculation interest-rate increases to slow.

The euro headed for the first weekly drop in four versus the dollar amid dimming prospects the European Central Bank will accelerate interest-rate increases this year. (Bloomberg)

- **Money Market**

Romania sells biggest debt offering as borrowing costs drop.

Romania sold 1.5 billion Euros (\$2.2 billion) of five-year bonds in its biggest offering of debt to international investors, as budget-deficit cuts reduce the government's borrowing costs. The bond, maturing in June 2016 and carrying a 5.25 percent coupon, was priced to yield 255 basis points above the benchmark mid-swap rate, Deputy Finance Minister Bogdan Dragoi told reporters yesterday. That's lower than the spread of 268 basis points on similar bonds sold by Romania last year and the 270 basis points on higher-rated Hungary's 2018 bonds sold a month ago. (Bloomberg)

Romania sells 500 mil. lei (120 mil. Euro) in 3-Year T-notes, yields down.

Romania on Thursday sold 500 million lei (\$174.4 million/120 million euro) in three-year Treasury notes, in line with its offer, the central bank said. The average yield fell to 7.18% from 7.31% achieved in the previous auction held on May 5, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 1.3 billion lei worth of T-notes in Thursday's auction. The average accepted price was equal to 97.2538% of par. (SeeNews)

- **Equities**

- **Domestic**

Basescu meets Exxon Mobil, Petrom to talk Black Sea drilling plans.

Romanian President Traian Basescu met Thursday with a delegation from US Exxon Mobil and Romanian OMV Petrom (SNP RO), to discuss the two oil companies' investment plans for the blocks leased in the Black Sea. (ZF)

Romania sells 500 mil. lei (120 mil. Euro) in 3-Year T-notes, yields down.

Romania on Thursday sold 500 million lei (\$174.4 million/120 million euro) in three-year Treasury notes, in line with its offer, the central bank said. The average yield fell to 7.18% from 7.31% achieved in the previous auction held on May 5, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 1.3 billion lei worth of T-notes in Thursday's auction. The average accepted price was equal to 97.2538% of par. (SeeNews)

Transgaz expects 67% fall in 2011 profit to RON 124 mil.

Romania's state-run natural gas pipeline operator Transgaz Medias (TGN RO) estimates its net profit will drop 67% to 123.9 million lei (EUR29.7 million) in 2011, due to lower revenue and rising expenditure. In 2010, Transgaz reported net profit of RON376.3 million (EUR89.3 million). The company forecasts total revenue will fall 9% on the year to RON1.25 billion in 2011, while overall costs are predicted to increase 20% at RON1.1 billion, according to this year's revenue and expenditure budget. Transgaz plans to pay out total dividend of RON111.5 million in 2012, equal to 90% of the estimated profit for this year. From the 2010 profit, Transgaz proposed paying total dividend of RON338.7 million. (ZF)

Foreign

SeaChange International Inc. raised its forecast for 2011 earnings.

SeaChange International Inc. (SEAC:US), the provider of digital video systems raised its forecast for 2011 earnings to as much as 74 cents a share excluding some items, compared with the previous prediction of up to 70 cents. (Bloomberg)

Valence Technology Inc. reported smaller than estimate profit.

Valence Technology Inc. (VLNC:US), the lithium-ion battery maker reported fourth-quarter revenue of \$13.9 million, compared with the \$15.5 million estimate of one analyst. (Bloomberg)

Commodities

Corn trading near 3-year high 40 cents costlier than wheat on stockpiles.

Corn traded near its highest level in three years after the U.S. Department of Agriculture said global inventories will drop next year to the lowest since 2004 as rains cut acreage in the U.S., the world's largest supplier. (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 that 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

Silviu Enache, Capital Markets Director / silviu.enache@otpbank.ro / +40 21 307.58.27
 Mihaela Alexandru, Chief of Sales / mihaela.alexandru@otpbank.ro / +40 21 307.58.09
 Alina Onica, Chief of Foreign Exchange / alina.onica@otpbank.ro / +40 21 307.58.09
 Tania Fantana, FX Dealer / tania.fantana@otpbank.ro / +40 21 307.58.09
 Irina Ananiese, Junior Dealer / irina.ananiese@otpbank.ro / +40 21 307.58.09
 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