

Executive Summary

• Macroeconomics

Romania's June annual inflation rate highest in EU - Eurostat.

• Forex

The euro declined to \$1.4143 at 5:00 p.m. in New York. The RON advanced to 4.2710/4.2730 per EUR.

• Money Market

RON T/N trading range at 1.26% - 1.82%.

• Equities

Domestic

The BSE closed red, BET-C at -0.87% on higher volumes, with BET losing 0.67% and BET-FI decreasing 1.26%.

RASDAQ-C closed red (-0.11%) on high volumes, while Tier I lost 0.40%, Tier II lost 0.90%.

Foreign

U.S. stocks fall after Bernanke damps speculation on immediate stimulus. European stocks declined.

• Commodities

Gold, platinum and silver up. Most other major commodities down.

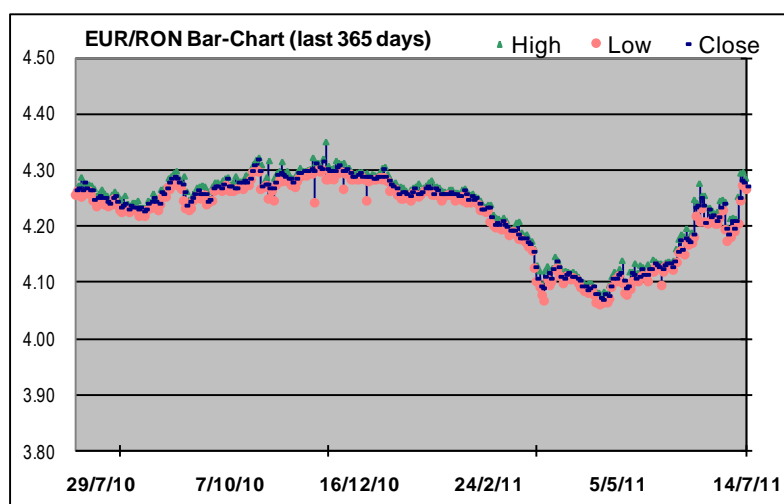
Market Data (as of 15 July 2011)

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

• Forex (as of 15-Jul-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.2717	4.0601	4.3516	4.2900	4.2644
USD/RON	3.0166	2.7352	3.4200	3.2342	3.3135
CHF/RON	3.6952	3.0422	3.6649	1.2430	1.3427
100HUF/RON	1.5838	1.4632	1.6075	1.5343	1.5229

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

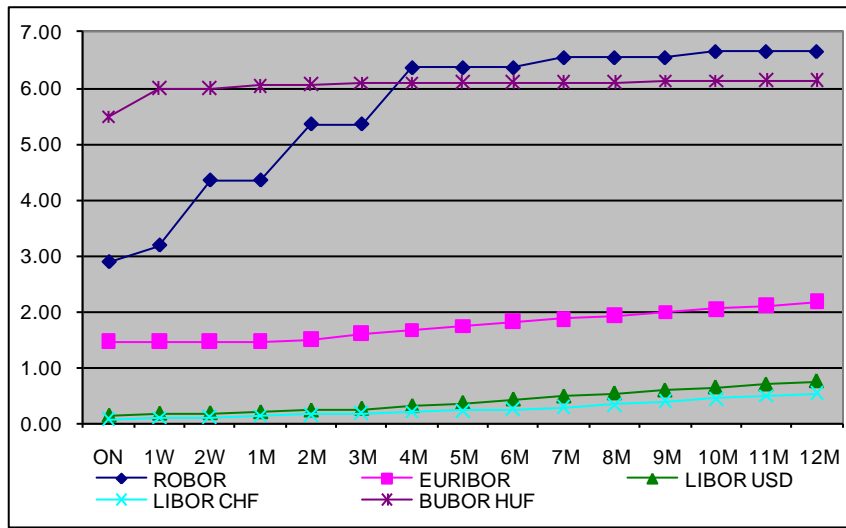


• Money Markets (valid for 15 July 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	2.87	3.17	-	4.34	-	5.35	-	-	6.36	-	-	6.54	-	-	6.65
EURIBOR**	1.46	1.46	1.46	1.46	1.50	1.61	1.66	1.73	1.82	1.87	1.92	1.99	2.05	2.11	2.18
LIBOR USD	0.12	0.16	0.17	0.19	0.22	0.25	0.30	0.35	0.42	0.47	0.53	0.58	0.63	0.68	0.74
LIBOR CHF	0.07	0.09	0.11	0.13	0.15	0.18	0.20	0.22	0.24	0.28	0.33	0.38	0.44	0.49	0.53
BUBOR HUF	5.48	6.00	6.00	6.04	6.06	6.09	6.09	6.10	6.10	6.10	6.10	6.12	6.13	6.14	6.14

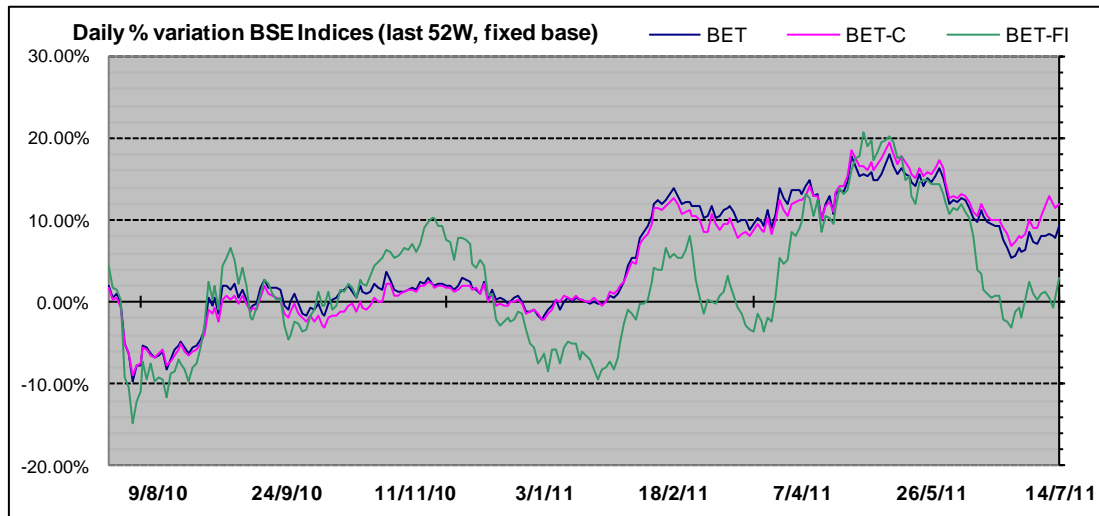
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	5,418.77	-0.67	3.82	11.86
BET-C	3,277.44	-0.87	5.84	15.39
BET-FI	22,301.53	-1.26	4.03	8.00
ROTX	11,216.30	-0.81	3.84	12.77
Rasdaq-C	1,665.16	-0.11	-0.88	-22.93
RAQ-I	1,342.60	-0.40	-6.89	-36.80
RAQ-II	3,098.45	-0.90	1.37	-6.17

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,437.12	-0.44	7.50	19.97
S&P 500 (USD)	1,308.87	-0.67	4.05	19.51
Nasdaq-C (USD)	551.56	-1.68	-26.58	-13.49
FTSE 100 (GBP)	6069.9	2.77	1.66	15.54
STOXX 600 (EUR)	267.68	-0.84	-3.37	4.60
BUX (HUF)	22,153.01	-0.55	3.26	-3.30

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	32,319,994	61,800,100	462	0.5230	-0.10
BRD	3,246,430	235,020	81	13.8300	-1.00
SIF2	2,049,856	1,652,500	201	1.2500	-2.34
SIF4	1,369,202	2,012,000	182	0.6735	-3.79
SIF5	1,002,791	727,500	125	1.3720	-1.29

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	12.52	13.47	31.71	18,533.02	11,718.77	4,400.67	267.68
Ytd Avg. (EUR mn)	10.37	0.68	57.81	19,230.54	11,519.52	5,381.74	278.18
MCap (EUR bn)**	26.28	2.52	21.82	3,355.16	12,600.55	2,615.03	6,708.93

* 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%
ELGS	48,625	122,000	74	0.4050	8.00
MECF	120	1,000	2	0.1200	4.35
ALT	486	10,000	8	0.0490	3.81
SOCP	14,193	40,500	9	0.3595	2.60
PEI	525	21	7	24.3000	1.21

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
CMCM	2,564	15,000	13	0.1604	-7.82
OIL	40,188	170,000	46	0.2300	-6.12
RRC	6,811	111,500	29	0.0600	-6.10
APC	1,911	2,500	5	0.7555	-5.50
SIF4	1,369,202	2,012,000	182	0.6735	-3.79

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	116.26	-1.35	24.28	42.63
Gold (COMEX)	USD/ounce	1589.3	0.24	12.54	30.42
Platinum (NYMEX)	USD/ounce	1774.3	0.41	1.15	16.68
Silver (COMEX)	USD/ounce	38.694	1.42	26.19	109.68
Wheat (CBOT)	USD/bushel	7.07	-1.05	-15.71	9.27
Corn (CBOT)	USD/bushel	6.785	-0.18	23.08	61.74

- **OTP AM – Open-End Funds (as of 13-Jul-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	7.0500	0.00	7.47	14.08
OTP Obligatiuni	RON	11.1500	0.00	11.06	17.25
OTP ComodisRO	RON	13.5572	0.02	3.36	7.56
OTP Euro Bond	EUR	10.2959	0.01	2.44	N/A

Market Highlights (as of 14 July 2011)

- **Forex**

The dollar rose 0.2 percent against the yen to 79.14 at 5 p.m. in New York, from 78.98. It rose 0.2 percent to \$1.4143 from \$1.4167 versus the euro after earlier falling as much as 0.8 percent. The 17-nation euro was little changed against the Japanese currency at 111.92, from 111.86. (Bloomberg)

EUR/RON opened 4.2730/4.2750 and closed almost flat against the euro at 4.2710/4.2730. (ContiCap)

- **Money Market**

RON T/N trading range was 1.26%/1.82% as we approach the end of the current reserve period with extra pressure driven by a continued need for hard currency. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed red (BET-C, which does not include the SIFs lost -0.87%) on higher volumes and above this year's average volume. BET blue chips decreased 0.67% while BET-FI declined 1.26%.

RASDAQ-C closed red (-0.11%) while Tier I decreased 0.40%, Tier II dropped 0.90%. The trading volume was high and much above 2011's average volume.

- **Foreign**

The S&P 500 slipped 0.7 percent to 1,308.87, its lowest level since June 29, as a stalemate continued in Washington on negotiations over the U.S. debt ceiling. The Dow Jones Industrial Average dropped 54.49 points, or 0.4 percent, to 12,437.12 after surging 90 points. The Stoxx Europe 600 Index sank 0.8 percent to 267.68. The gauge has fallen 2.2 percent this week amid concern that the sovereign-debt crisis in Europe will spread to the larger economies of Italy and Spain. (Bloomberg)

- **Commodities**

Brent oil for September settlement was at \$115.96 a barrel, down 30 cents, on the London-based ICE Futures Europe exchange. The European benchmark grade was at a premium of \$19.63 to New York crude after settling at a record of \$22.63 yesterday. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romania's June annual inflation rate highest in EU - Eurostat.

Romania's June annual inflation rate of 8.0% was the highest in the European Union, the bloc's statistics office said on Thursday. In June, Estonia had the second highest annual inflation rate in the EU of 4.9%, followed by Lithuania with 4.8%, Eurostat said in a statement. (SeeNews)

- **Forex**

Franc reaches records versus Dollar and Euro.

The Swiss franc touched records against the dollar, euro and pound as investors sought the safest assets as Moody's Investors Service said it may downgrade the U.S. credit rating. Switzerland's currency appreciated for the fifth straight day against both the dollar and euro, and was also bolstered as Fitch Ratings lowered Greece's rating three notches to CCC. "The fear of the U.S. downgrade has led to a swift move to the safe haven currency," said Sebastien Galy, a foreign-exchange analyst at Societe Generale in London. "What is moving the franc now is the dollar." (Bloomberg)

- **Money Market**

Romania sells 500 mil. Lei (117 mil. Euro) in 5-year T-notes, yields down.

Romania on Thursday sold its entire offer of 500 million lei (\$166.2 million/117 million euro) in five-year Treasury notes, the central bank said. The average yield was 7.30%, down from 7.34% at the previous auction held on June 16, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 895.3 million lei worth of government debt in Thursday's auction. The average accepted price was equal to 94.8523% of par. (SeeNews)

Treasuries fall after S&P follows Moody's in warning of rating downgrade.

Treasury 30-year bonds fell for a third day after Standard & Poor's followed Moody's Investors Service in warning it may cut its AAA rating for the U.S. if officials fail to raise the debt ceiling, leading to a default. Credit-default swaps covering the U.S., which provide protection in case the government fails to meet its debt obligations, rose to a 17-month high. (Bloomberg)

- **Equities**

- **Domestic**

Severnav intends to borrow 2.35 million Euros

Severnav Drobeta-Turnu Severin (SEVE RO) announced in a communiqué sent to the Bucharest Stock Exchange that it intends to take out a loan of 2.35 million Euros from CEC Bank and Banca Transilvania. Shareholders will be called to vote on this proposal on August 16th. (Bursa)

Chimcomplex Borzesti to borrow 8.6 million Euros.

The shareholders of chemical plant Chimcomplex Borzesti (CHOB RO), approved the taking of a loan of 8.6 million Euros, which will be used for energy efficiency works. According to a report by the company issued to the Bucharest Stock Exchange, the loan will be guaranteed using the company's equipment and tools. (Bursa)

Foreign*Sberbank buys Volksbanken's East Europe unit in first EU venture.*

OAD Sberbank agreed to acquire the eastern European unit of Austria's Oesterreichische Volksbanken AG in the biggest acquisition by a Russian lender outside the former Soviet Union. Russia's largest bank yesterday agreed on the "major terms" of its purchase of Volksbanken International AG's operations across eastern Europe, Volksbanken and Sberbank said in e-mailed statements. Volksbanken, Sberbank, and the other VBI shareholders DZ Bank AG, WGZ Bank AG and Groupe BPCE, aim to close the deal by the end of the year, according to the statements. A purchase price wasn't disclosed. Sberbank will pay as much as 700 million euros (\$1 billion) for the business, two people familiar with the transaction said July 13. (Bloomberg)

Google Inc. reported sales and profit that topped analysts' estimates

Google Inc. (GOOG) jumped 11 percent to \$585.97 at 4:58 p.m. in after-market trading in New York. The owner of the world's largest Internet search engine reported sales and profit that topped analysts' estimates, a sign the company is benefiting from an effort to expand into mobile and display advertising. (Bloomberg)

Commodities*Gold poised for second weekly gain after rallying to record on U.S., Europe.*

Gold headed for a second weekly gain after rallying to a record yesterday on concern that the wrangling in the U.S. over raising the Federal debt ceiling and the sovereign-debt crisis in Europe will boost haven demand. Immediate-delivery bullion traded 0.3 percent lower at \$1,583.25 an ounce at 1:02 p.m. in Singapore, still 2.5 percent higher this week. Gold dropped from its record \$1,594.45 after Federal Reserve Chairman Ben S. Bernanke said that he's not prepared to take immediate action to stimulate the economy. (Bloomberg)

**LEGEND**

"Min / Max 52W" = Minimum / Maximum value recorded in the past 52 weeks "Ytd" (Year to date) = quotation in the first trading day of the year;

"Last close / price" = the closing price for the last trading session before the issue date of this report "Ytd%" (Year to date %) = cumulative % increase/decrease since the end of the previous year;

"MCap" = Market capitalization;

"52W%" = cumulative % increase/decrease during the past 52 weeks; "1d%" = % increase/decrease between Last close and the closing price of the day before the Last close date

"Ytd Avg." = average value since the beginning of the current year "BuSE" = Budapest Stock Exchange

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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