

## Executive Summary

### • Macroeconomics

France and Germany split on crisis solution.

### • Forex

The euro traded at \$1.3760 at 5:00 p.m. in New York. The EUR/RON closed at 4.3340/4.3360.

### • Money Market

RON T/N trading range was 2.14%/2.98%.

### • Equities

#### Domestic

The BSE closed green, BET-C advanced 0.85% on lower volumes, with BET gaining 0.64% and BET-FI increasing 0.92%.

RASDAQ-C closed green (+0.73%) on lower volumes, while Tier I gained 1.30%, Tier II increased 1.46%.

#### Foreign

European stocks gain amid rescue-fund expansion reports. U.S. stocks decline on Europe crisis concern.

### • Commodities

Most major commodities down.

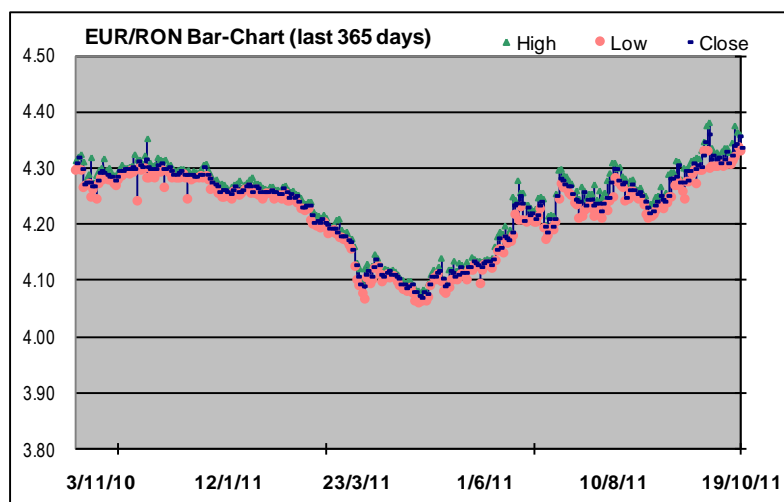
## Market Data (as of 20 October 2011)

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

### • Forex (as of 20-Oct-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3365	3.8285	4.3802	4.2900	4.3085
USD/RON	3.1456	2.7352	3.3135	3.2342	3.0864
CHF/RON	3.4883	3.0939	4.0619	3.4513	3.2099
100HUF/RON	1.4648	1.4348	1.6075	1.5343	1.5599

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

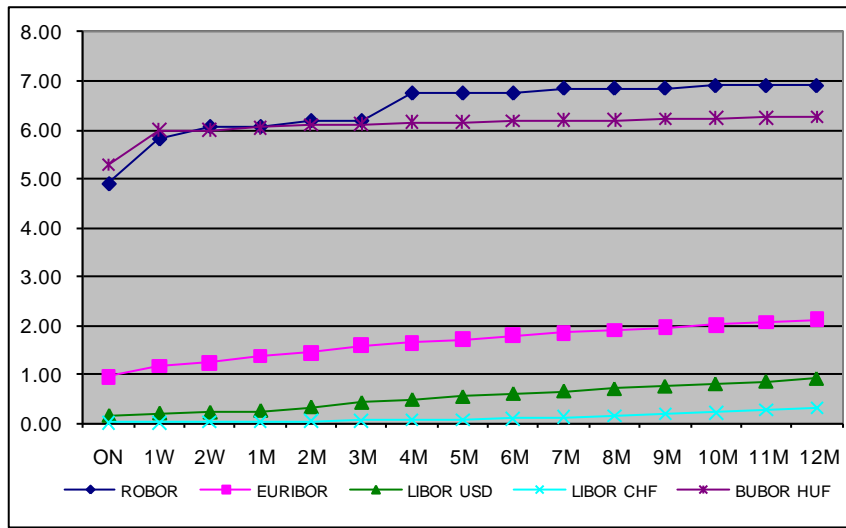


### • Money Markets (valid for 20 October 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.91	5.82	-	6.07	-	6.19	-	-	6.75	-	-	6.85	-	-	6.90
EURIBOR**	0.95	1.16	1.23	1.37	1.44	1.58	1.64	1.70	1.78	1.84	1.90	1.95	2.00	2.07	2.12
LIBOR USD	0.14	0.19	0.21	0.24	0.32	0.41	0.48	0.54	0.60	0.65	0.70	0.75	0.80	0.86	0.92
LIBOR CHF	0.01	0.01	0.02	0.02	0.03	0.04	0.06	0.07	0.09	0.11	0.14	0.18	0.22	0.26	0.31
BUBOR HUF	5.28	5.99	6.00	6.05	6.10	6.12	6.15	6.15	6.18	6.20	6.20	6.23	6.24	6.25	6.26

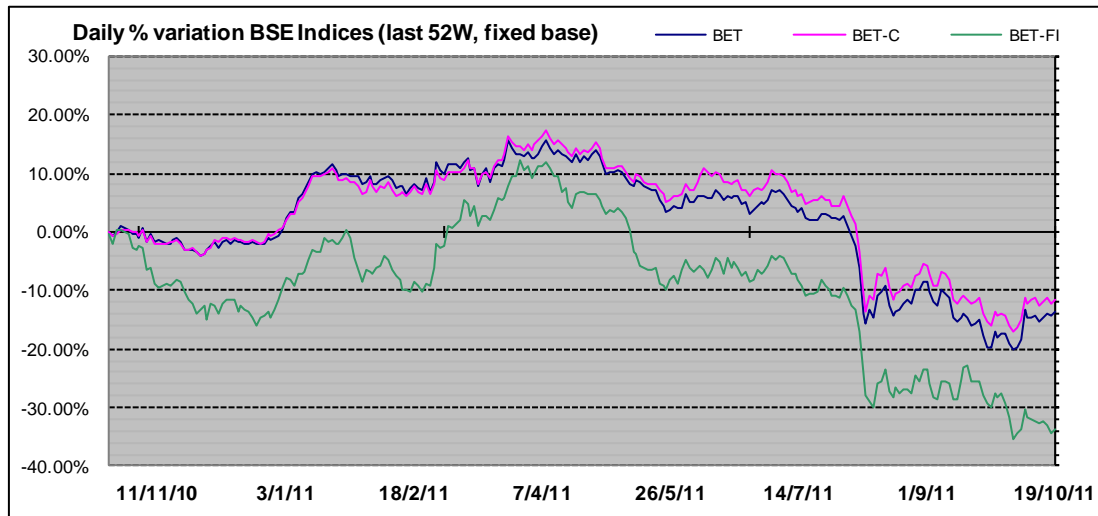
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,526.67	0.64	-13.28	-13.62
BET-C	2,736.85	0.85	-11.62	-11.40
BET-FI	16,112.13	0.92	-24.85	-35.34
ROTX	8,515.30	0.82	-21.17	-20.08
Rasdaq-C	1,544.30	0.73	-8.08	-12.05
RAQ-I	1,107.91	1.30	-23.17	-51.79
RAQ-II	2,179.27	1.46	-28.70	-29.62

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,504.62	-0.63	-0.56	4.79
S&P 500 (USD)	1,209.88	-1.26	-3.82	3.77
Nasdaq-C (USD)	435.97	-2.58	-41.97	-29.68
FTSE 100 (GBP)	5450.49	0.74	-8.72	-4.44
STOXX 600 (EUR)	236.71	0.59	-14.55	-10.76
BUX (HUF)	17,461.50	0.43	-18.61	-25.62

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	10,722,402	24,332,200	298	0.4420	1.03
EBS	512,272	7,314	169	69.9000	1.60
SIF5	296,129	352,000	108	0.8405	1.39
BRD	246,240	21,590	27	11.4000	0.00
SIF2	236,635	326,500	111	0.7205	0.35

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	3.05	0.05	42.19	17,258.27	11,960.65	4,474.49	236.71
Ytd Avg. (EUR mn)	9.91	0.62	57.74	20,087.11	11,885.26	5,319.15	264.48
MCap (EUR bn)**	17.29	2.33	15.55	3,258.13	11,778.52	2,377.17	5,907.14

\* 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	4,736	5,000	7	0.9585	15.00
OLT	65,029	109,500	81	0.6095	15.00
CPCM	75	500	2	0.1499	14.43
COTR	252	9	3	28.0000	10.02
ALT	34	2,647	2	0.0340	9.32

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MJM	400	1,000	3	0.4000	-11.70
RMAH	1,774	10,000	5	0.1701	-5.50
PPL	4,005	4,500	5	0.8850	-1.67
COMI	2,883	15,000	10	0.1920	-1.49
SIF4	73,782	156,000	75	0.4670	-0.64

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	108.39	-2.48	15.84	27.28
Gold (COMEX)	USD/ounce	1647	-0.35	16.25	22.38
Platinum (NYMEX)	USD/ounce	1523.1	-1.14	-13.17	-10.98
Silver (COMEX)	USD/ounce	31.277	-1.74	1.76	30.54
Wheat (CBOT)	USD/bushel	6.195	-0.92	-27.18	-19.86
Corn (CBOT)	USD/bushel	6.385	-0.85	15.83	25.32

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

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.3500	-1.11	-18.45	-22.13
OTP Obligatiuni	RON	11.3000	0.00	12.55	11.22
OTP ComodisRO	RON	13.7863	0.02	5.11	6.98
OTP Euro Bond	EUR	10.4123	0.01	3.60	4.23

## Market Highlights (as of 19 October 2011)

- **Forex**

The euro was little changed at \$1.3760 at 5 p.m. in New York after rising 0.9 percent earlier yesterday. Europe's currency traded at 105.69 yen after increasing 0.8 percent earlier to 106.54. The dollar was little changed at 76.81 yen. (Bloomberg)  
EUR/RON opened at 4.3485/4.3505 and strengthened to close the day at 4.3340/4.3360. (ContiCap)

- **Money Market**

RON T/N traded at was 2.14% - 2.98%. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs gained 0.85%) on lower volumes and still below this year's average volume. While BET blue chips index increased 0.64%, BET-FI advanced 0.92%.

RASDAQ-C closed green (+0.73%) while Tier I gained 1.30%, Tier II advanced 1.46%. The trading volume was lower and still below 2011's average volume.

- **Foreign**

The S&P 500 decreased 1.3 percent to 1,209.88. The benchmark gauge a day before rose to the highest level since August. The Dow Jones Industrial Average dropped 72.43 points, or 0.6 percent, to 11,504.62 yesterday. The benchmark Stoxx Europe 600 Index climbed 0.6 percent to 236.71 at the close in London after falling 1.3 percent in the previous two days. (Bloomberg)

- **Commodities**

Brent oil for December settlement was at \$110.73 a barrel, down 42 cents, on the London-based ICE Futures Europe exchange. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*France and Germany split on crisis solution.*

A French-German split over Europe's rescue strategy emerged as finance ministers prepare to meet in Brussels tomorrow under pressure to craft a solution to the region's debt crisis. With a summit scheduled two days later, a disagreement over the European Central Bank's role threatens to stymie progress on the banking and economic questions needed to deliver the comprehensive strategy demanded by global policy makers. Luxembourg Prime Minister Jean-Claude Juncker, who chairs the group of euro-area finance ministers, indicated an impromptu meeting of European leaders in Frankfurt last night failed to resolve differences. "We are still meeting," he said as he departed. (Bloomberg)

- **Forex**

*Canada Dollar erases gain amid European Union Bailout Fund speculation.*

Canada's dollar fell as concern European leaders are divided on proposals to increase a bailout fund to solve the region's sovereign debt crisis drove investors from higher-yielding assets and currencies. (Bloomberg)

- **Money Market**

*Japan considering \$13B bond sale: officials.*

Japan may sell about 1 trillion yen (\$13 billion) of bonds to fund rebuilding of areas stricken by the March earthquake, according to two government officials who declined to be identified because the plan isn't public. The amount is less than estimates of analysts at UBS AG., Mizuho Securities Co. and Nomura Securities Co., which ranged between 1.2 trillion yen and 2.4 trillion yen, as Japan proceeds with its first bond sale dedicated to fund reconstruction from a disaster that has killed or left more than 19,000 missing. The nation's credit rating was lowered by Moody's Investors Service and Standard & Poor's this year and the government has pledged to curb the biggest debt burden in the industrialized world. Limiting the pace of bond issuance may indicate government concern that funding rebuilding from the record earthquake threatens to weaken the economic rebound. (Bloomberg)

- **Equities**

- **Domestic**

*Erste's Treichl criticized by governance chief.*

Erste Group Bank AG (EBS RO), the Austrian lender that warned it would lose up to 800 million Euros this year, drew criticism from the country's corporate governance head, Vienna's WirtschaftsBlatt reported. The criticism from Austria's Corporate Governance Working Group stems from statements made by Erste Chief Executive Officer Andreas Treichl 10 days before the Oct. 10 warning, the newspaper said. The CEO said Sept. 29 that the bank expected a profit. "The bank needs a strong case because this isn't normal," said the head of the governance group, Richard Schenz, in an interview with Wirtschaftsblatt. "The Financial Market Authority has to look very closely why something that is first white becomes black. The suddenness is unusual." (Bloomberg)

*Romania's Prefab plans to borrow up to 20 Mln Euro.*

Romanian construction materials producer Prefab (PREH RO) said on Wednesday it will seek shareholder approval to borrow up to 20 million euro (\$28 million) to sustain its operations and back its 2011 and 2012 investment programmes. The company's shareholders will vote on the proposal at a general meeting scheduled for November 24, Prefab said in a statement. (SeeNews)

## Foreign

*Sony bulls highest since 2008 with stock at 24-year low (options).*

Sony Corp. options traders are placing more bullish bets than any time in three years, speculating Japan's largest electronics exporter will rebound after \$8 billion was erased from the stock since July. Calls to buy Sony outnumber puts to sell by 2.1-to-1 on U.S. exchanges, the most since October 2008, data compiled by Bloomberg show. The ratio has surged in the past two months from 0.97-to-1. Sony has lost 26 percent in American trading since July 7 on concern the rising yen will hurt overseas sales. The retreat was larger than all but one of the 26 Japanese American depository receipts valued above \$20 billion, according to data compiled by Bloomberg. (Bloomberg)

*Intel Corp. forecast sales exceeded analysts' estimates.*

Intel Corp. (INTC) rose 3.6 percent to \$24.24. The world's biggest chipmaker forecast fourth-quarter sales that exceeded some analysts' estimates, citing strong demand for laptop computers in emerging markets. (Bloomberg)

*Accor SA reported gains in third-quarter sales.*

Accor SA (AC) advanced 2.5 percent to 22.62 Euros after Europe's largest hotel company reported a 2.7 percent gain in third-quarter sales to 1.62 billion Euros, matching estimates, as more guests stayed at its economy hotels. (Bloomberg)

## Commodities

*Technical signs say gold's fall may continue.*

Gold prices, down 14 percent since touching a record in September, are poised for more losses, according to technical analysis by Steel Vine Investments LLC. "The market has decisively broken out of this pattern," Patton said in a telephone interview yesterday. "Gold looks weak in the near term." Yesterday, gold futures for December delivery fell 0.4 percent to settle at \$1,647 on the Comex in New York. The precious metal has slumped 2.1 percent this week after retreating 11 percent last month, the most since October 2008. The bear flag pattern is signaled after a break occurs below a rising trading range. (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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