

Executive Summary

• Macroeconomics

Romanian President says gap should be 'well below' 3% of GDP.

• Forex

The euro traded at \$1.3929 at 5:00 p.m. in New York. The EUR/RON closed at 4.3210/4.3230.

• Money Market

RON T/N trading range was 4.85%/4.93%.

• Equities

Domestic

The BSE closed green, BET-C advanced 0.26% on higher volumes, while BET gained 0.06% and BET-FI increased 0.82%. RASDAQ-C closed green (+0.04%) on higher volumes, while Tier I gained 2.73%, Tier II was flat.

Foreign

U.S. stocks advance amid takeovers as Caterpillar earnings beat estimates. European stocks rise on China growth.

• Commodities

Most major commodities up.

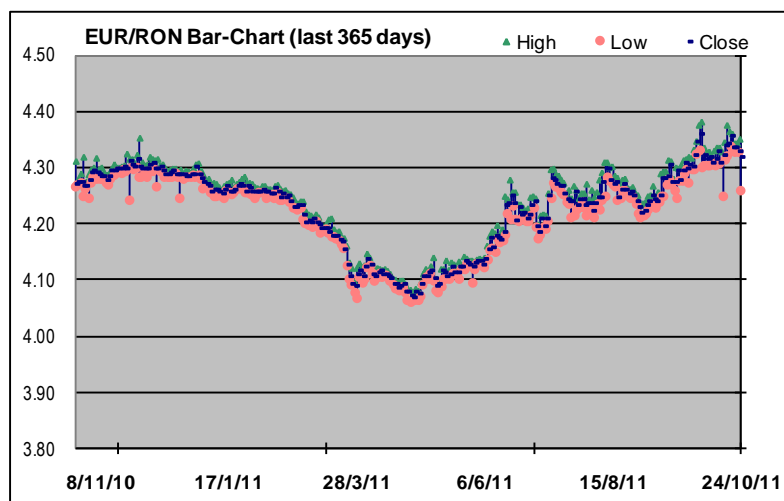
Market Data (as of 25 October 2011)

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

• Forex (as of 25-Oct-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3197	3.8285	4.3802	4.2900	4.2699
USD/RON	3.1027	2.7352	3.3135	3.2342	3.0562
CHF/RON	3.5202	3.0939	4.0619	3.4513	3.1474
100HUF/RON	1.4636	1.4313	1.6075	1.5343	1.5594

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

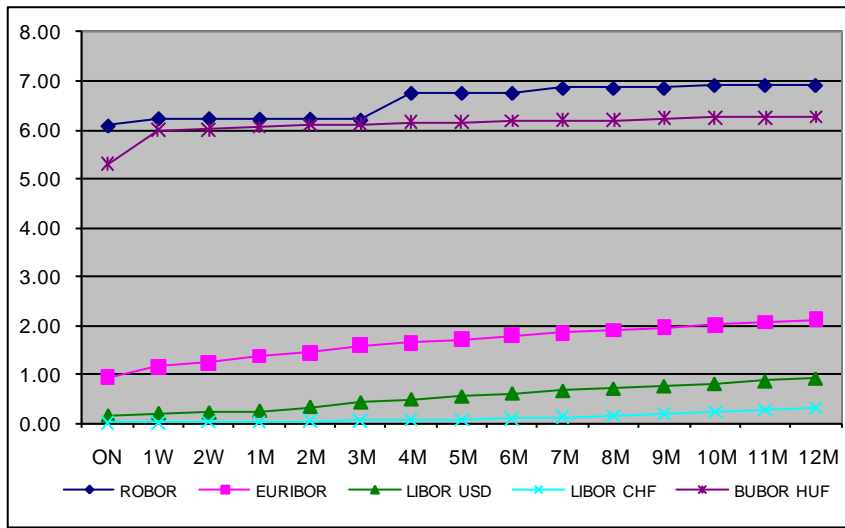


• Money Markets (valid for 25 October 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	6.09	6.24	-	6.23	-	6.21	-	-	6.76	-	-	6.86	-	-	6.92
EURIBOR**	0.93	1.15	1.23	1.37	1.44	1.59	1.64	1.70	1.79	1.85	1.90	1.96	2.00	2.07	2.12
LIBOR USD	0.14	0.19	0.21	0.24	0.33	0.42	0.49	0.55	0.61	0.66	0.71	0.76	0.81	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	0.15	0.18	0.22	0.26	0.31
BUBOR HUF	5.30	5.99	6.01	6.06	6.10	6.12	6.15	6.15	6.19	6.20	6.20	6.24	6.25	6.25	6.27

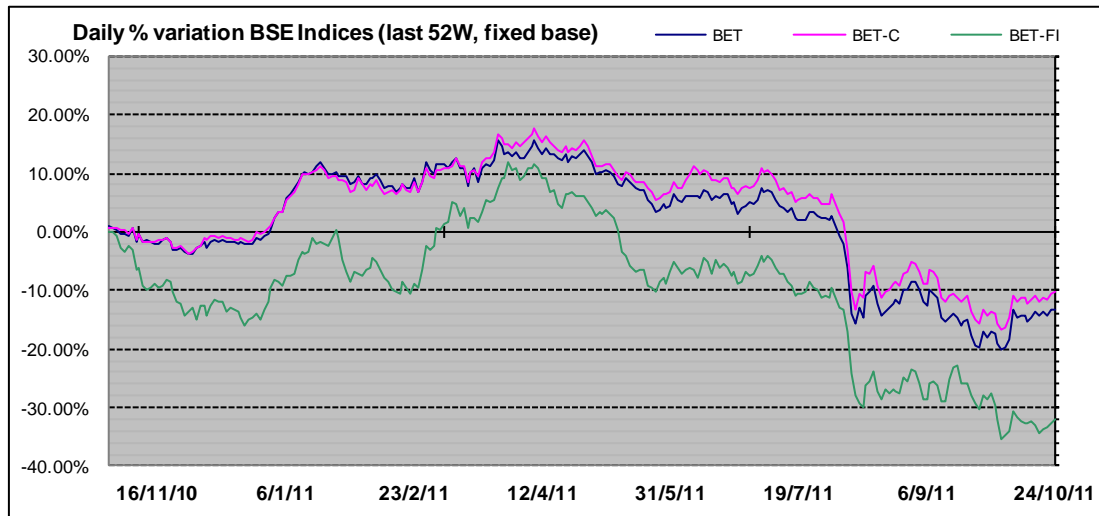
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,552.25	0.06	-12.79	-13.24
BET-C	2,764.37	0.26	-10.73	-10.54
BET-FI	16,555.96	0.82	-22.77	-31.83
ROTX	8,536.60	0.24	-20.97	-20.22
Rasdaq-C	1,564.37	0.04	-6.88	-10.87
RAQ-I	1,104.84	2.73	-23.38	-53.41
RAQ-II	2,179.27	0.00	-28.70	-30.70

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	11,913.62	0.89	2.97	7.02
S&P 500 (USD)	1,254.19	1.29	-0.29	6.01
Nasdaq-C (USD)	446.11	0.64	-40.62	-29.81
FTSE 100 (GBP)	5548.65	1.09	-7.07	-3.36
STOXX 600 (EUR)	242.03	1.30	-12.63	-9.27
BUX (HUF)	17,766.22	1.97	-17.19	-23.52

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	4,684,199	10,551,400	243	0.4415	0.32
BRD	2,726,162	239,210	29	11.4800	-0.35
TLV	1,341,356	1,371,000	203	0.9750	-0.41
EBS	907,087	12,897	168	69.5500	1.53
SIF5	814,793	922,000	168	0.8800	1.73

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	3.08	0.69	44.55	17,209.22	10,118.33	3,950.15	242.03
Ytd Avg. (EUR mn)	9.81	0.62	57.41	20,078.98	11,878.30	5,305.43	264.10
MCap (EUR bn)**	17.59	2.33	15.86	3,339.14	12,117.03	2,430.42	6,039.84

* 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%
CBC	952	200	3	4.7610	15.00
SRT	7,300	266,000	39	0.0276	15.00
OLT	416,715	458,000	241	0.9260	14.96
BRK	124,396	894,500	186	0.1429	8.42
PTR	6,946	5,251	15	0.3140	8.28

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
ARM	205	2,000	2	0.1025	-2.38
IMP	1,256	6,000	8	0.2054	-2.19
ARS	9,985	11,000	9	0.9000	-2.17
SCD	418	500	2	0.8350	-1.65
BIO	208,349	1,001,000	95	0.2020	-1.46

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.45	1.73	19.11	28.53
Gold (COMEX)	USD/ounce	1652.3	0.99	16.62	23.80
Platinum (NYMEX)	USD/ounce	1542	2.17	-12.10	-9.88
Silver (COMEX)	USD/ounce	31.644	1.45	2.96	35.86
Wheat (CBOT)	USD/bushel	6.425	1.66	-24.48	-16.26
Corn (CBOT)	USD/bushel	6.51	0.27	18.10	25.55

- **OTP AM – Open-End Funds (as of 21-Oct-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.4400	1.49	-17.07	-20.82
OTP Obligatiuni	RON	11.3100	0.00	12.65	11.32
OTP ComodisRO	RON	13.7931	0.02	5.16	6.94
OTP Euro Bond	EUR	10.4161	0.01	3.64	4.26

Market Highlights (as of 24 October 2011)

- **Forex**

The yen increased 0.3 percent to 76.10 versus the dollar at 5 p.m. in New York after reaching a post-World War II record high of 75.82 on Oct. 21. The euro appreciated 0.2 percent to \$1.3929 after earlier dropping 0.5 percent. The euro was little changed at 106 versus the yen. (Bloomberg)

EUR/RON opened at 4.3300/4.3320 and strengthened further to close at 4.3210/4.3230. (ContiCap)

- **Money Market**

RON T/N traded at 4.85% - 4.93%. RON yields were marginally higher across the curve, but not a great deal. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs gained 0.26%) on higher volumes but still below this year's average volume. While BET blue chips index increased 0.06%, BET-FI advanced 0.82%.

RASDAQ-C closed green (+0.04%), while Tier I advanced 2.73%, Tier II was flat. The trading volume was higher and above 2011's average volume.

- **Foreign**

The S&P 500 increased 1.3 percent to 1,254.19 as of 4 p.m. New York time, paring its 2011 retreat to 0.3 percent. The Dow Jones Industrial Average climbed 104.83 points, or 0.9 percent, to 11,913.62. The benchmark Stoxx Europe 600 Index rose 1.3 percent to 242.03 at the close in London, climbing for a second day to its highest level since Aug. 4. (Bloomberg)

- **Commodities**

Brent oil for December delivery was at \$111.40 a barrel, down 5 cents, on the London-based ICE Futures Europe exchange. The European benchmark contract was at a premium of \$19.51 to New York crude, compared with a close of \$20.18 a day before, the smallest difference since July 28. The spread was at a record settlement of \$27.88 on Oct. 14. (Bloomberg)

Latest Financial News

- **Macroeconomics**

Romanian President says gap should be 'well below' 3% of GDP.

Romanian President Traian Basescu said contagion from the Greek debt crisis should force the government to craft a deficit for 2012 of less than 3 percent of gross domestic product. The government should calculate the exact figure and find the measures to reach that target next year, Basescu said in a speech yesterday in Bucharest. Basescu said he "hopes" the short fall may be as small as 1.5 percent to 1.7 percent of GDP. "The entire region has been contaminated because of a delay in deciding how to solve the Greek crisis," Basescu said. (Bloomberg)

BlackRock sees slowdown of China GDP growth.

A near doubling in the Chinese economy's reliance on credit over the past decade will prompt slower growth in coming years, risking diminished returns for investors, according to research by BlackRock Inc. China's gross domestic product will rise at a 7 percent to 8 percent pace in the next few years, said analysts at the BlackRock Investment Institute, a London-based unit of the world's biggest money manager, down from 10.5 percent in the past decade. One yuan of GDP now needs about 0.30 yuan of credit, compared with 0.17 yuan in 2002, a shift BlackRock describes as like a car getting less mileage per gallon of gas. (Bloomberg)

- **Forex**

British Pound weakens versus most peers on U.K. economic growth concern.

The pound weakened against most of its major peers tracked by Bloomberg on concern U.K. economic growth is slowing. Sterling has dropped 1.2 percent in the past six months, according to Bloomberg Correlation-Weighted Indexes, which track 10 developed-market currencies, as the British government introduced the deepest public-spending cuts since World War II in its attempt to eliminate the structural deficit by 2015. (Bloomberg)

- **Money Market**

Romania sells 735.7 Mln Lei (170 Mln Euro) in 11-month T-bills.

Romania sold 735.7 million lei (\$235 million/170 million euro) 11-month Treasury bills in an auction on Monday, below its offer of 1.0 billion lei, the central bank said. The average yield edged down to 6.82% from 6.83% achieved at the previous auction on October 10, the central bank, which sells government securities on behalf of the finance ministry, said in a statement. Bids were placed for 1.94 billion lei worth of government debt. The average accepted price was equal to 94.0494% of par. (SeeNews)

Treasuries rise before European Debt-Crisis Summit, end three-day decline.

Treasury 10-year bonds rose, snapping a three-day decline, as European leaders prepare to meet for the second time in four days tomorrow in a bid to solve the euro area's sovereign debt crisis. (Bloomberg)

• Equities

Domestic

Romania's Antibiotice sees turnover in U.S. up 55% next year.

Romanian drug maker Antibiotice (ATB RO) said on Monday it expects the turnover from its U.S. operations to rise by 55% next year after getting the green light to launch a new product on that market. Antibiotice got an approval from the U.S. Food and Drug Administration (FDA) to launch a second Antibiotice-branded medicine on the market, a move which should raise its U.S. sales to \$4.5 million (3.2 million euro) in 2012, the drug maker said in a statement. The U.S. market is a strategic one in Antibiotice's exports development policy as the company expects to get the green light from FDA for two more products in the next couple of years, it said. (SeeNews)

Management board fires Romania's SSIF Broker director general.

The management board of Romanian brokerage SSIF Broker (BRK RO) said on Monday it dismissed its director general Grigore Chis based on disciplinary reasons. Further details were not available. Chis was appointed director general at SSIF Broker in July 2009. (SeeNews)

A stake of 16% in Romania's Nord traded on Rasdaq market.

A stake of 16% in Romanian hotel operator Nord (NORD RO) traded for 2.36 million lei (\$756,000/546,000 euro) on the RASDAQ market on Monday, bourse data showed. The equity stake changed hands in a single transaction at a price of 4.1 lei per share, RASDAQ data showed. The parties to Monday's deal were not disclosed. (SeeNews)

Foreign

Swatch Group AG reported that this year's sales will "clearly exceed" the target.

Swatch Group AG (UHR) climbed 4.8 percent to 373.50 francs, its highest price in a month, after NZZ also reported that the company's sales this year will "clearly exceed" 7 billion Swiss francs (\$7.9 billion), while growth adjusted for currency swings may reach 9 percent to 11 percent in 2012. The newspaper cited Chief Executive Officer Nick Hayek. Hayek called September the watchmaker's strongest-ever month, according to the report. The company has never had such a large order backlog, NZZ said, citing Hayek. (Bloomberg)

Faurecia confirmed its 2011 targets.

Faurecia (EO) SA rallied 12 percent to 19.76 Euros as Europe's largest maker of car interiors confirmed its 2011 targets after posting third-quarter sales that rose 16 percent. (Bloomberg)

• Commodities

Gold climbs for second day as European debt crisis concern stokes demand.

Gold rose for a second straight session, tracking gains in others commodities, as renewed optimism for growth in China boosted prospects for raw-material demand. The Standard & Poor's GSCI Index of 24 raw materials climbed as much as 2.7 percent after reports showed China's manufacturing may rise in October for the first time in four months. Gold also advanced on concern that U.S. monetary policy aimed at shoring up growth will spur inflation. Federal Reserve Vice Chairman Janet Yellen said on Oct. 21 that a third round of large-scale securities purchases may become warranted to boost 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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