

## Executive Summary

### • Macroeconomics

Draghi chooses ECB rates over printing press.

### • Forex

The euro traded at \$1.3823 at 5:00 p.m. in New York. The EUR/RON closed at 4.3530/4.3550.

### • Money Market

RON T/N trading range was 3.01%/3.21%.

### • Equities

#### Domestic

The BSE closed green, BET-C gained 0.21% on lower volumes, while BET increased 0.15% and BET-FI 1.23%.

RASDAQ-C closed green (0.55%) on higher volumes, while Tier I gained 0.86%, Tier II closed flat 0.00%.

#### Foreign

Stocks in U.S. rise after ECB rate cut. European stocks advance on ECB rate cut and optimism over Greece.

### • Commodities

All major commodities up.

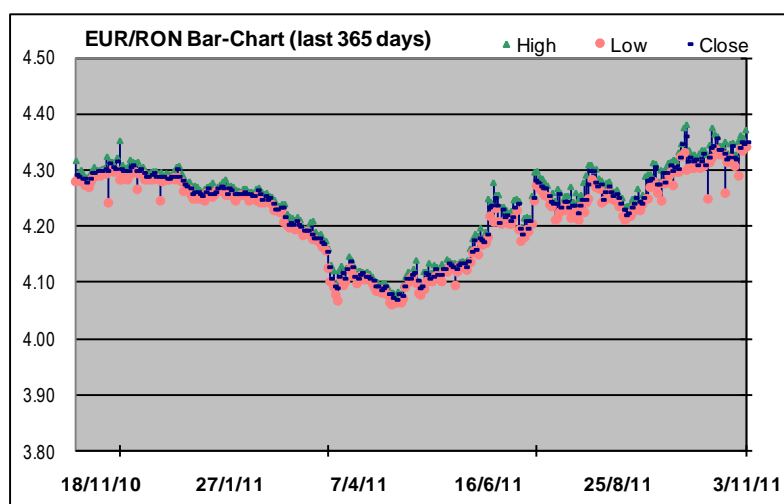
## Market Data (as of 04 November 2011)

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

### • Forex (as of 4-Nov-11)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3516	4.0601	4.3802	4.2900	4.2918
USD/RON	3.1447	2.7352	3.3135	3.2342	3.0239
CHF/RON	3.5788	3.1021	4.0619	3.4513	3.1541
100HUF/RON	1.4349	1.4038	1.6075	1.5343	1.5725

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

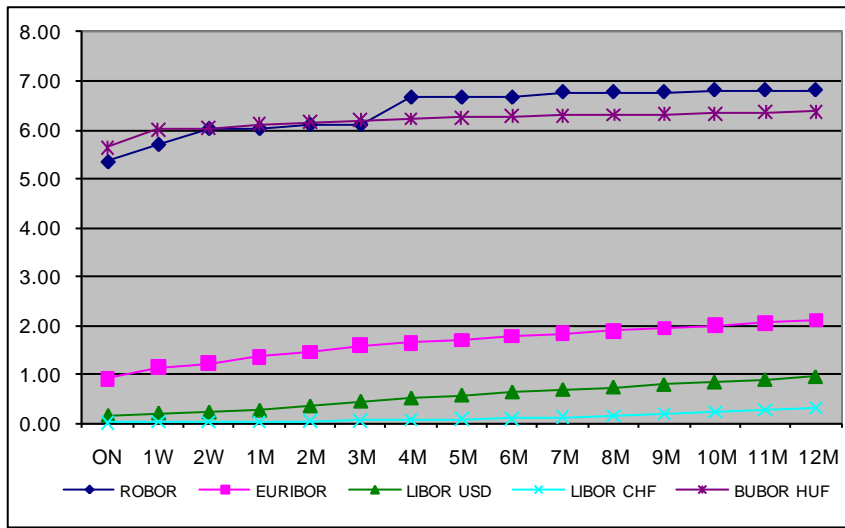


### • Money Markets (valid for 04 November 2011)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	5.36	5.71	-	6.03	-	6.11	-	-	6.66	-	-	6.77	-	-	6.81
EURIBOR**	0.91	1.14	1.21	1.36	1.45	1.58	1.63	1.70	1.78	1.83	1.89	1.94	1.99	2.05	2.11
LIBOR USD	0.14	0.19	0.21	0.25	0.34	0.44	0.50	0.56	0.63	0.68	0.73	0.78	0.83	0.89	0.94
LIBOR CHF	0.01	0.02	0.02	0.02	0.03	0.04	0.06	0.07	0.09	0.12	0.15	0.18	0.22	0.27	0.31
BUBOR HUF	5.64	6.01	6.03	6.12	6.16	6.20	6.23	6.25	6.28	6.29	6.30	6.32	6.34	6.36	6.38

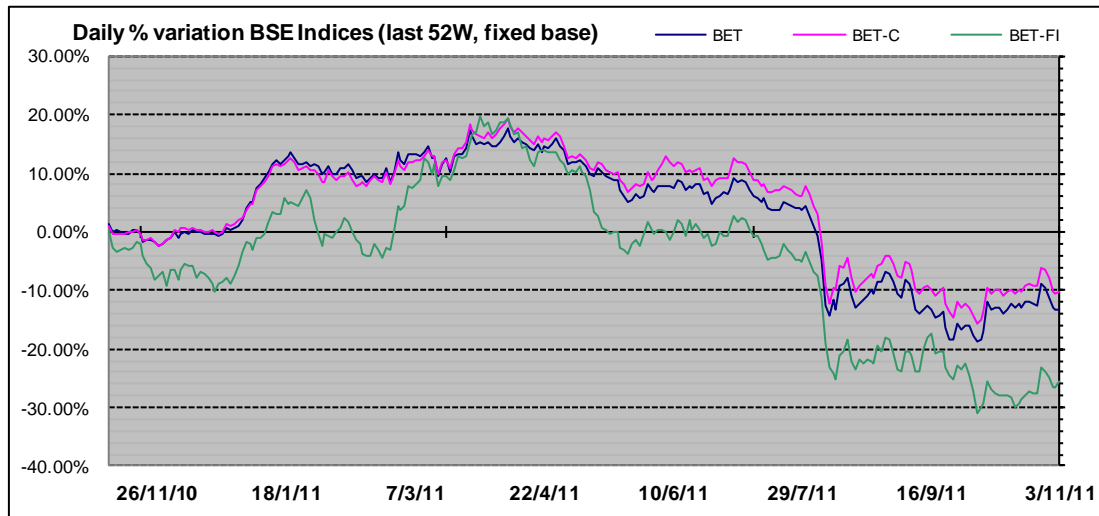
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,475.37	0.15	-14.26	-14.36
BET-C	2,724.70	0.21	-12.01	-11.69
BET-FI	16,923.53	1.23	-21.06	-28.14
ROTX	8,358.10	0.51	-22.62	-22.05
Rasdaq-C	1,588.64	0.37	-5.44	-8.13
RAQ-I	1,128.45	0.86	-21.74	-44.79
RAQ-II	2,291.71	0.00	-25.03	-21.67

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,044.47	1.76	4.10	7.39
S&P 500 (USD)	1,261.15	1.88	0.26	5.27
Nasdaq-C (USD)	427.58	1.67	-43.08	-38.96
FTSE 100 (GBP)	5545.64	1.12	-7.12	-3.54
STOXX 600 (EUR)	242.2	2.10	-12.57	-9.12
BUX (HUF)	16,700.16	-0.98	-21.58	-27.63

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
AMO	470,431	26,849,000	468	0.0181	14.56
FP	8,367,802	19,033,200	343	0.4400	-0.05
DAFR	741,915	8,747,500	108	0.0840	5.00
SIF3	1,081,275	2,411,000	369	0.4550	2.82
SNP	463,360	1,550,500	96	0.2983	-0.57

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	4.50	0.08	57.13	20,131.33	10,749.93	5,479.13	242.20
Ytd Avg. (EUR mn)	9.68	0.60	57.52	20,112.67	11,871.47	5,307.39	263.31
MCap (EUR bn)**	17.02	2.31	14.55	3,366.07	12,257.12	2,453.12	6,033.23

\* 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%
AMO	470,431	26,849,000	468	0.0181	14.56
ALU	9,622	9,350	22	1.0950	9.50
MECF	556	4,500	3	0.1310	9.17
TBM	1,083	21,000	14	0.0560	7.49
COFI	6,993	16,213	42	0.0646	5.21

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
MJM	9	30	1	0.2900	-14.71
BRM	1,228	1,500	3	0.8100	-11.86
CEON	392	6,000	4	0.0670	-3.74
TUFE	470	3,000	3	0.1560	-3.23
RMAH	1,461	7,500	2	0.1900	-2.86

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	110.83	1.36	18.45	24.15
Gold (COMEX)	USD/ounce	1765.1	2.05	24.58	30.93
Platinum (NYMEX)	USD/ounce	1647	2.85	-6.11	-3.32
Silver (COMEX)	USD/ounce	34.498	1.64	12.24	40.00
Wheat (CBOT)	USD/bushel	6.36	2.00	-25.24	-20.72
Corn (CBOT)	USD/bushel	6.535	1.32	18.55	18.93

- **OTP AM – Open-End Funds (as of 2-Nov-11)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.4100	-0.18	-17.53	-19.85
OTP Obligatiuni	RON	11.3500	0.09	13.05	12.38
OTP ComodisRO	RON	13.8250	0.02	5.41	6.92
OTP Euro Bond	EUR	10.4312	0.01	3.79	4.36

## Market Highlights (as of 03 November 2011)

- **Forex**

The shared European currency gained 0.6 percent to \$1.3823 at 5 p.m. in New York, after falling as much as 0.7 percent. It dropped to \$1.3609 on Nov. 1, the weakest level since Oct. 12. The euro strengthened 0.6 percent to 107.90 yen. It slid earlier as much as 0.7 percent after the ECB announcement. The Japanese currency was little changed at 78.06 per dollar. (Bloomberg)

EUR/RON opened at 4.3480/4.3500 and closed the day slightly weaker at 4.3530/4.3550. (ContiCap)

- **Money Market**

RON T/N traded at 3.01% - 3.21%. Apart from 1m, the curve continued the negative move experienced over the past week with general shift downwards. 1m moved 19bp, 2m -13.5bp, 3m -27bp, 6m -16bp, 9m -17bp and 12m -22.5 bp. (ContiCap)

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs increased 0.21%) on lower volumes and below this year's average volume. While BET blue chips index increased 0.15%, BET-FI gained 1.23%.

RASDAQ-C closed green (0.37%), while Tier I increased 0.86%, Tier II closed flat 0.00%. The trading volume was higher but still below 2011's average volume.

- **Foreign**

The S&P 500 climbed 1.9 percent to 1,261.15 at 4 p.m. in New York, extending its two-day gain to 3.5 percent and erasing its 2011 decline. The Dow Jones Industrial Average increased 208.43 points, or 1.8 percent, to 12,044.47 yesterday. The benchmark Stoxx Europe 600 Index climbed 2.1 percent to 242.2 at the close in London, after the European Central Bank's rate decision. (Bloomberg)

- **Commodities**

Brent for December settlement traded 34 cents higher at \$109.68 a barrel on the London-based ICE Futures Europe exchange. Brent's premium to New York crude was \$16.61 a barrel, compared with settlements of \$16.83 a day before and a record-high \$27.88 on Oct. 14. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Papandreou struggles to hold on to power.*

Prime Minister George Papandreou struggled to hold on to power after Greece's largest opposition party rebuffed his overtures to form a national government, raising the prospect of elections that could delay aid needed to prevent default. Opposition leader Antonis Samaras rejected sharing power with Papandreou and called on the premier to quit. Papandreou, 59, scrapped a referendum on an accord with the European Union to avert a split in his party before a confidence vote scheduled for midnight tonight. (Bloomberg)

- **Forex**

*Dollar maintains two-day decline versus Euro before U.S. employment report.*

The dollar held a two-day drop versus the euro before data forecast to show U.S. jobs growth slowed and the unemployment rate remained unchanged, supporting the case for the Federal Reserve to consider monetary easing. Europe's common currency climbed versus the greenback yesterday, paring this week's drop, after Greek Prime Minister George Papandreou signaled he won't call for a referendum on a bailout plan. "If you get a better-than-expected payrolls result, but it's not good enough to bring the unemployment rate down, then that will probably keep expectations that there may be further policy easing down the track alive," said John Kyriakopoulos, Sydney-based head of currency strategy at National Australia Bank Ltd. That "tends to hurt the U.S. dollar," he said. (Bloomberg)

- **Money Market**

*Draghi chooses ECB rates over printing press.*

European Central Bank President Mario Draghi signaled he'd rather use interest rates than the printing press to bolster growth as the debt crisis drags the euro-area economy toward recession. Chairing his first policy meeting after succeeding Jean- Claude Trichet on Nov. 1, Draghi unexpectedly cut the benchmark rate yesterday by a quarter point to 1.25 percent and left the door open to a further move. At the same time, he ruled out ramping up ECB bond buying to reduce governments' borrowing costs, saying the program is "temporary" and "limited." (Bloomberg)

*Papandreou struggles to hold on to power.*

Prime Minister George Papandreou struggled to hold on to power after Greece's largest opposition party rebuffed his overtures to form a national government, raising the prospect of elections that could delay aid needed to prevent default. Opposition leader Antonis Samaras rejected sharing power with Papandreou and called on the premier to quit. Papandreou, 59, scrapped a referendum on an accord with the European Union to avert a split in his party before a confidence vote scheduled for midnight tonight. (Bloomberg)

## • Equities

### Domestic

*Romania's BRD posts 19% decline in nine-month profit (Correct).*

BRD-Groupe Societe Generale SA (BRD RO), Romania's second-largest lender by assets, said nine-month net income fell 19 percent to 382 million lei (\$121 million) from 474 million lei a year earlier, in an earnings statement sent to the Bucharest Stock Exchange today. (Bloomberg)

*Romania to speed up sales of state companies, Ministry says.*

Romania will speed up the sales of some state-owned companies including Transelectrica SA, Transgaz SA, Hidroelectrica SA and Nuclearelectrica Sa, the Economy Ministry said today in an e-mailed statement. (Bloomberg)

*OMV, romanian unit said to seek 1.5 billion Euros of financing.*

OMV AG, central Europe's biggest oil company, and its Romanian unit are seeking a total of 1.5 billion euros (\$2.1 billion) of credit lines to refinance and fund their business, according to two people with knowledge of the deals. OMV's 750 million-euro revolving credit line is for five years and can be extended by two additional years, said the people, who declined to be identified because the deal is private. Romania's largest oil company OMV Petrom SA is getting a three-year credit line that can be extended to five years, the people said. OMV owns 51 percent of Petrom (SNP RO). (Bloomberg)

### Foreign

*ING Groep NV plans to cut 11 percent of the jobs at its Dutch bank.*

ING Groep NV (INGA) rallied 9.4 percent to 6.18 euros. The biggest financial-services company in the Netherlands said it plans to cut 11 percent of the jobs at its Dutch bank and posted third- quarter earnings that surpassed analysts' estimates. (Bloomberg)

*Aker Solutions ASA's net income more than tripled.*

Aker Solutions ASA (AKSO) surged 10 percent to 67.15 kroner. Norway's biggest oil platform maker said third-quarter net income more than tripled to 1.12 billion kroner (\$200 million) as it booked a gain after separating out Kvaerner ASA. (Bloomberg)

## • Commodities

*Wheat plunging as decade-high stockpiles ease world shortages.*

Wheat is heading for the biggest slump in three years as the second-largest harvest on record swells stockpiles, easing shortages that drove global food costs to an all-time high. Prices that plunged 20 percent to \$6.35 a bushel this year in Chicago will probably drop as low as \$5.90 before the end of December, according to the median estimate of nine analysts and traders surveyed by Bloomberg. Supply in the 12 months ending June 30 will expand 5 percent to 684 million metric tons, boosting inventories to the highest in a decade, the London-based International Grains Council estimates. (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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