

Executive Summary

• Macroeconomics

World Bank cuts global outlook as Euro region contracts.

• Forex

The euro traded at \$1.2736 at 5:00 p.m. in New York. The EUR/RON closed 4.3365/4.3395.

• Money Market

RON O/N trading range was at 1.71% - 2.21%.

• Equities

Domestic

The BSE closed green, BET-C advanced 0.98% on higher volumes, while BET advanced 0.97%, BET-FI gained 2.49%.

RASDAQ-C closed red (-0.71%) on lower volumes, while Tier I gained 0.65%, Tier II was flat.

Foreign

U.S. stocks advance on Spanish auction. Stocks in Europe advance.

• Commodities

Most major commodities up.

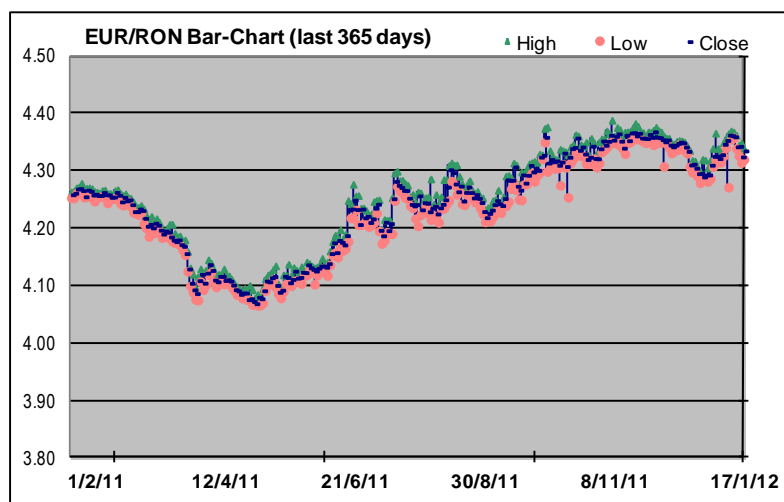
Market Data (as of 18 January 2012)

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

• Forex (as of 18-Jan-12)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3346	4.0782	4.3595	4.3271	4.2589
USD/RON	3.4048	2.7352	3.4435	3.3367	3.1878
CHF/RON	3.5842	3.1021	4.0619	3.5540	3.3060
100HUF/RON	1.4013	1.3390	1.6076	1.3745	1.5608

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

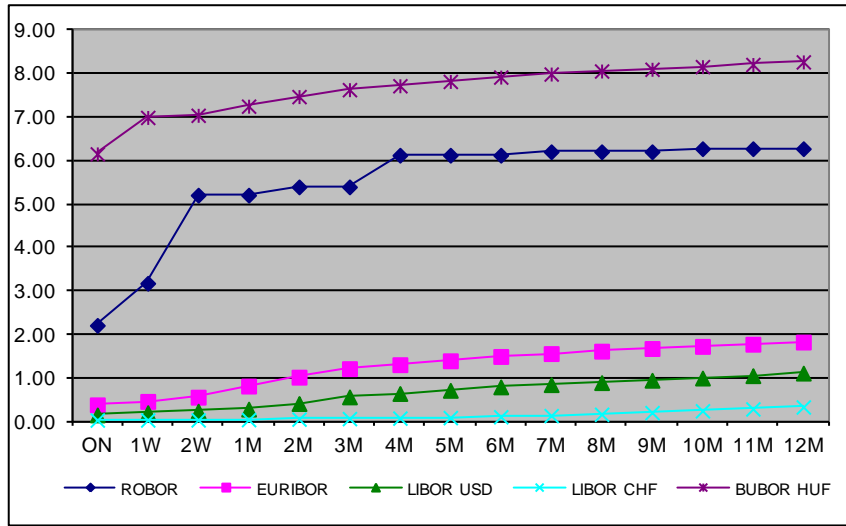


• Money Markets (valid for 18 January 2012)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	2.21	3.18	-	5.21	-	5.40	-	-	6.13	-	-	6.21	-	-	6.28
EURIBOR**	0.38	0.46	0.56	0.81	1.02	1.21	1.30	1.39	1.49	1.56	1.62	1.68	1.73	1.78	1.83
LIBOR USD	0.15	0.20	0.23	0.28	0.41	0.56	0.64	0.71	0.79	0.84	0.89	0.95	1.00	1.05	1.11
LIBOR CHF	0.03	0.03	0.03	0.04	0.05	0.06	0.07	0.09	0.10	0.13	0.16	0.20	0.24	0.29	0.33
BUBOR HUF	6.16	7.00	7.05	7.26	7.48	7.64	7.73	7.83	7.93	8.00	8.07	8.11	8.17	8.22	8.28

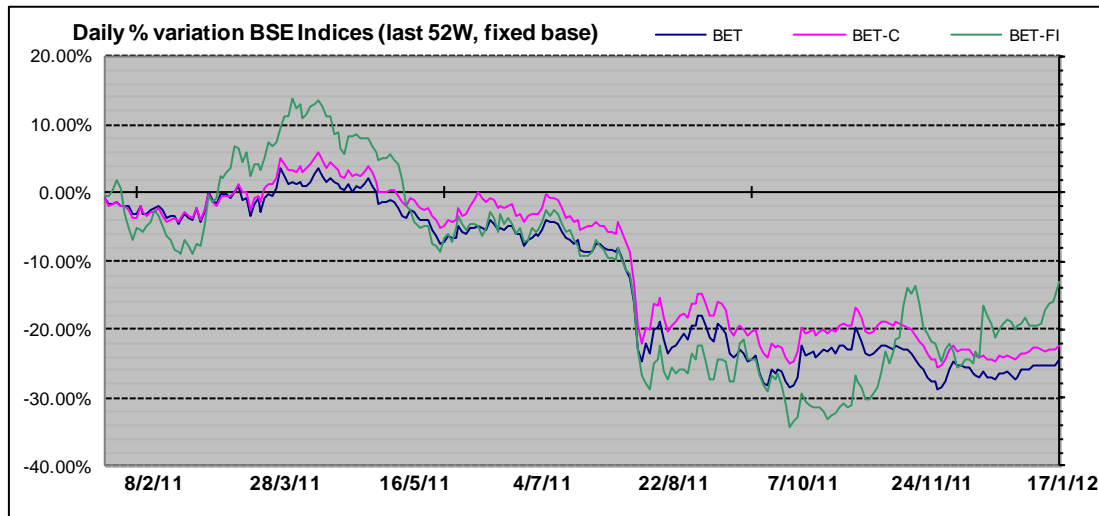
* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

** 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	4,428.30	0.97	2.11	-23.44
BET-C	2,660.21	0.98	1.48	-21.60
BET-FI	20,801.37	2.49	7.55	-13.60
ROTX	8,159.70	1.24	1.51	-30.83
Rasdaq-C	1,587.40	-0.71	0.46	-11.78
RAQ-I	924.24	0.65	1.70	-40.89
RAQ-II	2,065.88	0.00	3.71	-32.37

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,482.07	0.48	2.16	5.89
S&P 500 (USD)	1,293.67	0.36	2.87	0.03
DAX (EUR)	6,332.93	1.82	7.37	-10.53
FTSE 100 (GBP)	5693.95	0.65	2.18	-4.87
STOXX 600 (EUR)	253.27	0.86	3.57	-10.84
BUX (HUF)	17,612.85	1.41	3.76	-21.22

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
SIF2	7,731,805	5,971,500	502	1.3040	3.49
FP	5,170,287	11,913,400	324	0.4359	0.90
SIF3	5,137,457	8,474,500	854	0.6110	3.38
SIF5	3,675,342	3,216,500	400	1.1590	2.75
SIF4	2,389,808	4,040,500	327	0.5945	3.39

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	7.35	0.03	48.34	16,507.42	9,878.01	4,805.68	253.27
Ytd Avg. (EUR mn)	4.16	0.09	48.83	15,738.58	9,323.26	4,401.93	249.04
MCap (EUR bn)**	16.62	2.38	15.12	3,675.08	13,530.98	2,592.64	6,331.44

* 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%
ZIM	15,605	9,000	9	1.8800	13.94
ELJ	1,266	11,000	2	0.1160	13.73
BRM	467	500	1	0.9335	10.34
BCM	8,861	139,500	21	0.0701	7.85
ALR	4,315	1,400	42	0.0646	5.00

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
COFI	75,067	3,487,000	426	0.0210	-12.50
ARM	323	3,000	1	0.1075	-4.02
OIL	1,333	7,000	3	0.1870	-3.36
ELGS	110,571	307,000	127	0.3680	-3.16
SPCU	3,040	18,500	3	0.1600	-3.03

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.53	1.07	4.36	13.21
Gold (COMEX)	USD/ounce	1655.6	1.52	5.67	20.61
Platinum (NYMEX)	USD/ounce	1521.75	2.17	8.62	-16.04
Silver (COMEX)	USD/ounce	30.135	2.08	7.95	5.56
Wheat (CBOT)	USD/bushel	6.0475	0.42	-7.35	-30.94
Corn (CBOT)	USD/bushel	6.04	0.75	-6.57	4.27

- **OTP AM – Open-End Funds (as of 16-Jan-12)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	5.7700	0.35	2.67	-17.45
OTP Obligatiuni	RON	11.5000	0.00	0.35	12.09
OTP ComodisRO	RON	14.0074	0.04	0.31	6.45
OTP Euro Bond	EUR	10.5270	0.04	0.20	4.56

Market Highlights (as of 17 January 2012)

- **Forex**

The euro gained 0.5 percent to \$1.2736 at 5 p.m. New York time. It rose as much as 1.1 percent, the most on an intraday basis since Nov. 30. The euro advanced 0.6 percent to 97.86 yen after falling on Monday to 97.04 yen, its lowest level since December 2000. The dollar rose 0.1 percent to 76.83 yen. (Bloomberg)

EUR/RON opened at 4.3210/4.3230 and closed 4.3365/4.3395. (ContiCap)

- **Money Market**

RON O/N trading range was 1.71%- 2.21%. The short end moved higher and it filtered slightly out towards the longer end 1m +40.5bp, 2m +14bp, 3m +8.5bp, 6m +8bp, 9m +3bp and 12m -1bp.

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs advanced 0.98%) on higher volumes and above this year's average volume. While BET blue chips index increased 0.97%, BET-FI gained 2.49%.

RASDAQ-C closed red (-0.71%), while Tier I gained 0.65%, Tier II was flat. The trading volume was lower and still below 2012's average volume.

- **Foreign**

The Dow added 60.01 points, or 0.5 percent, to close at 12,482.07 at 4 p.m. in New York and the Standard & Poor's 500 Index increased 0.4 percent to 1,293.67. The Stoxx Europe 600 Index climbed 0.5 percent to 252.31. (Bloomberg)

- **Commodities**

Brent oil for March settlement increased 19 cents to \$111.53 a barrel on the London-based ICE Futures Europe exchange. (Bloomberg)

Latest Financial News

- **Macroeconomics**

World Bank cuts global outlook as Euro region contracts.

The World Bank cut its global growth forecast by the most in three years, saying that a recession in the euro region threatens to exacerbate a slowdown in emerging markets such as India and Mexico. The world economy will grow 2.5 percent this year, down from a June estimate of 3.6 percent, the Washington-based institution said. The euro area may contract 0.3 percent, compared with a previous estimate of a 1.8 percent gain. The U.S. growth outlook was cut to 2.2 percent from 2.9 percent. (Bloomberg)

- **Forex**

Dollar slides as signs of economic recovery curb safety demand.

The dollar fell against most of its major counterparts before U.S. data today forecast to show industrial production rose and confidence among homebuilders increased, reducing demand for safer assets. The euro gained versus the greenback for a second day after a hedge-fund manager on a creditors' committee for Greece said yesterday the country is nearing a deal on its debt. Greek Prime Minister Lucas Papademos will resume negotiations with private bondholders today. (Bloomberg)

- **Money Market**

Romania may cut rates further as inflation slows, Popa says.

Romania's central bank may have room to reduce the benchmark interest rate further as the inflation rate falls to record lows, Deputy Governor Cristian Popa said. Inflation will probably slow to below 2 percent in the second quarter from 3.1 percent in December and end this year at 3 percent, Popa told reporters at a Euromoney conference in Vienna yesterday. "We see potential for adjusting monetary conditions, including but not limited to the policy interest rate, based on our inflation forecast being confirmed by actual data," Popa said. "If we see turbulence, that will influence our policy decisions." Policy makers cut the main interest rate twice in the past three months by a cumulative half-point to 5.75 percent. (Bloomberg)

Romania plans Dollar bond sale any time this year, Dragoi says.

Romania is ready to sell dollar-denominated bonds on international markets any time this year, depending on market conditions, Deputy Finance Minister Bogdan Dragoi said. The eastern European country wants to sell the first dollar bond under a three-year medium-term notes program valued at 7 billion Euros (\$8.9 billion) as it seeks to tap international markets as often as twice a year, Dragoi said in an interview at a Euromoney conference in Vienna yesterday. "We're monitoring the market, we're looking at the market on a daily basis," Dragoi said. "A transaction can occur within a day if we decided to go. The feedback was very positive from many investors." Romania seeks to raise as much as 2.5 billion Euros in bonds on foreign markets this year after it stopped relying on international bailout funds. The bond sales will help finance the budget deficit, which the government plans to cut to 1.9 percent of gross domestic product this year from an estimated 4.4 percent in 2011. (Bloomberg)

• Equities

Domestic

Erste will name Tomas Spurny as Romanian unit's CEO.

Erste Bank Group AG will name Tomas Spurny as chief executive officer of its Romanian unit, Banca Comerciala Romana SA, which is Romania's biggest bank by assets, Ziarul Financiar reported today, citing unidentified people in the banking business. Spurny, 46, will replace Dominic Bruynseels, the Bucharest-based newspaper said today. He was previously chief executive officer of CIB Bank Zrt., the Hungarian unit of Italy's Intesa Sanpaolo SpA. (Bloomberg)

Petrom says Brazi plant tests delayed by 'technical factors'.

OMV Petrom SA says that while construction of the Brazi power plant was completed as planned by the end of 2011, final tests were delayed as a result of external technical factors. (Bloomberg)

Foreign

Zarubezhneft bids to buy OMV stations in Croatia, Bosnia.

OAO Zarubezhneft, a Russian oil pipeline operator, offered to buy filling stations from OMV AG in Croatia and Bosnia-Herzegovina as part of its expansion in the Balkans. The Moscow-based company also plans to invest more than 1 billion Euros (\$1.3 billion) to build an oil products pipeline and use existing oil links in Croatia in partnership with Janaf, the country's state-owned oil pipeline operator, Zarubezhneft General Director Nikolay Brunich told reporters in Zagreb yesterday. OMV of Austria is selling subsidiaries in Croatia and Bosnia as central Europe's biggest oil company focuses more on exploration and production, it said on Dec. 6. (Bloomberg)

Gazprom revises prices with 5 European clients after cuts sought.

OAO Gazprom, Russia's gas-exports monopoly, agreed revised tariffs with five European customers as lower spot-market prices spurred demands for cuts in its rates. Accords were struck with Wingas, GDF Suez SA, EconGas GmbH, Slovensky Plynarensky Priemysel AS and Sinergie Italiane Srl, Gazprom's Deputy Chief Executive Officer Alexander Medvedev, in charge of the exports unit, said yesterday in an e-mailed statement. "Gazprom Export reached and formalized agreements with several major customers in Europe, providing for a certain price correction of the Russian natural gas supplies," he said. The revisions followed "the changing gas market conditions in Europe and the state of play in the economy and, in particular, in the energy sector of a number of European states." European customers have been seeking lower contract tariffs as supply of gas in the region increases beyond demand, pushing the market price for immediate delivery lower. (Bloomberg)

• Commodities

Oil inventories climb a fourth week in survey.

U.S. oil supplies climbed for a fourth week, the longest stretch of gains since April, spurred by increasing imports and decreased refining, a Bloomberg News survey showed. Inventories grew 3 million barrels, or 0.9 percent, to 337.6 million in the seven days ended Jan. 13, according to the median of nine analyst estimates before a weekly Energy Department report tomorrow. The addition would leave supplies at the highest level since the week ended Nov. 4. Eight respondents forecast an expansion and one said there was a decrease. (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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