

## Executive Summary

### • Macroeconomics

Romania's 2011 cons budget deficit shrinks to 4.35%/GDP.

### • Forex

The euro traded at \$1.3220 at 5:00 p.m. in New York. The EUR/RON closed 4.3440/4.3460.

### • Money Market

RON O/N trading range was at 3.60% - 4.10%.

### • Equities

#### Domestic

The BSE closed green, BET-C advanced 1.91% on lower volumes, while BET increased 1.89%, BET-FI gained 1.95%. RASDAQ-C closed green (+0.27%) on higher volumes, while Tier I was flat, Tier II gained 5.72%.

#### Foreign

U.S. stocks retreat after GDP trails estimates. European stocks post first weekly drop in six.

### • Commodities

Wheat down. Most other major commodities up.

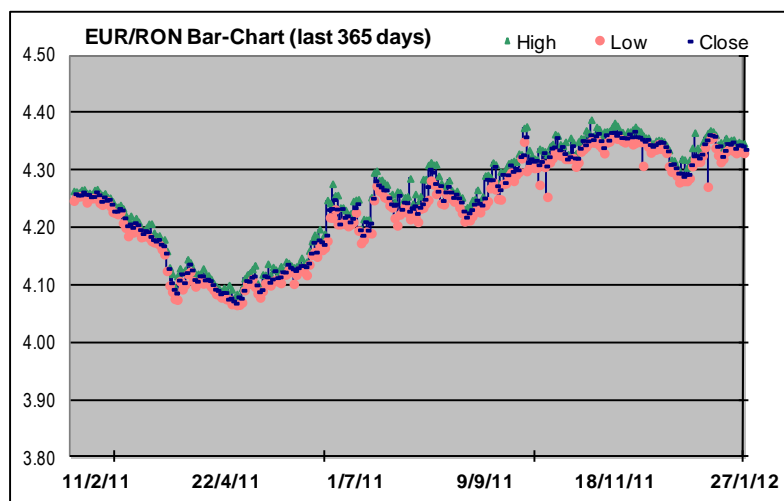
## Market Data (as of 30 January 2012)

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

### • Forex (as of 30-Jan-12)

FX Rates*	Prv. Day	Min 52W	Max 52W	Ytd	-52W
EUR/RON	4.3440	4.0782	4.3595	4.3271	4.2571
USD/RON	3.2971	2.7352	3.4435	3.3367	3.1279
CHF/RON	3.5994	3.1021	4.0619	3.5540	3.3211
100HUF/RON	1.4781	1.3390	1.6076	1.3745	1.5587

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

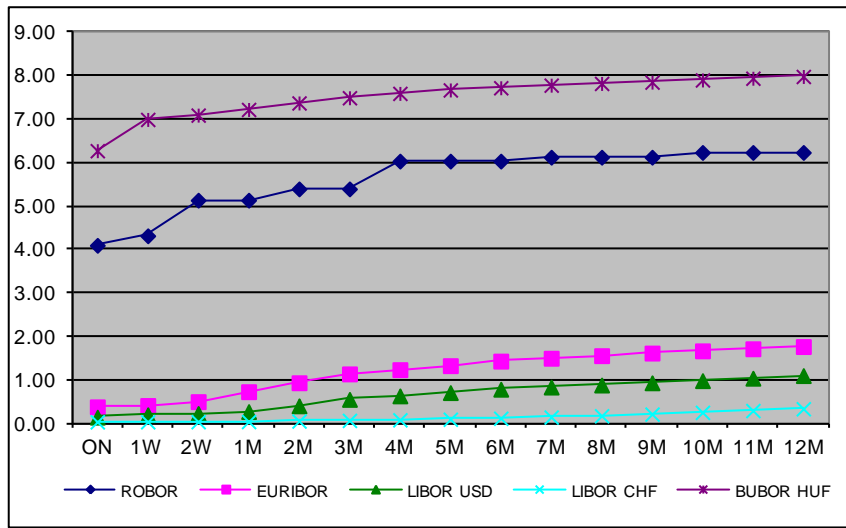


### • Money Markets (valid for 30 January 2012)

Rate	ON	1W	2W	1M	2M	3M	4M	5M	6M	7M	8M	9M	10M	11M	12M
ROBOR*	4.10	4.32	-	5.14	-	5.40	-	-	6.04	-	-	6.13	-	-	6.24
EURIBOR**	0.38	0.41	0.50	0.73	0.93	1.14	1.24	1.33	1.43	1.50	1.56	1.62	1.67	1.72	1.77
LIBOR USD	0.14	0.20	0.23	0.27	0.40	0.55	0.63	0.71	0.79	0.83	0.88	0.93	0.98	1.04	1.10
LIBOR CHF	0.03	0.04	0.04	0.04	0.05	0.07	0.08	0.09	0.12	0.14	0.17	0.21	0.25	0.29	0.34
BUBOR HUF	6.28	7.00	7.10	7.23	7.38	7.50	7.60	7.68	7.73	7.79	7.83	7.86	7.91	7.95	7.99

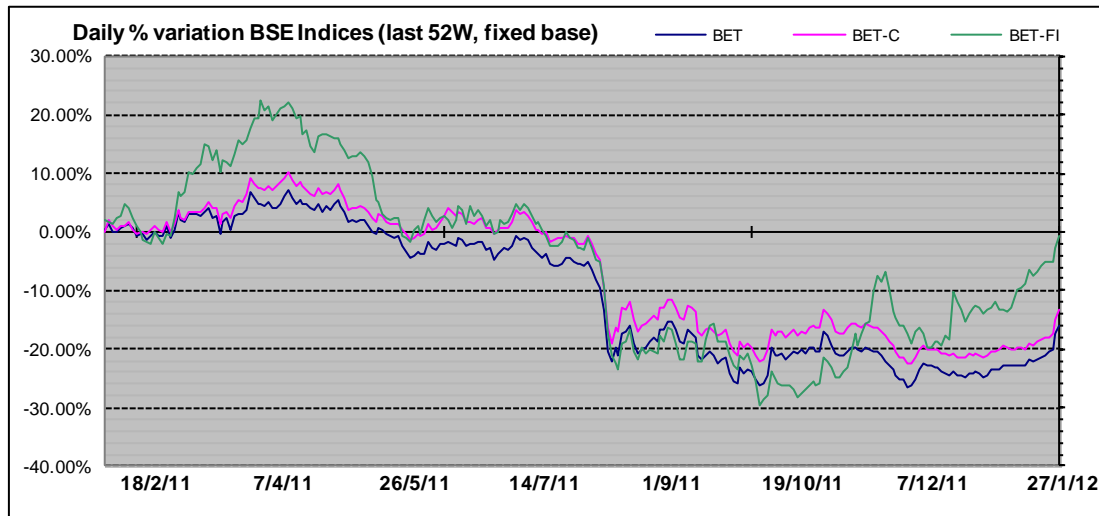
\* in the chart below, values for maturities where there is no quote are proxied by the maximum of the previous and the next maturity

\*\* 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	4,768.14	1.89	9.94	-17.08
BET-C	2,851.44	1.91	8.78	-15.01
BET-FI	22,073.38	1.95	14.12	-4.79
ROTX	9,164.50	1.11	14.01	-22.39
Rasdaq-C	1,606.39	0.27	1.67	-7.95
RAQ-I	945.53	0.00	4.04	-39.35
RAQ-II	2,016.51	5.72	1.23	-34.87

Foreign

Indices	Last close	1d%	Ytd%	52W%
DJIA (USD)	12,660.46	-0.58	3.63	5.59
S&P 500 (USD)	1,316.33	-0.16	4.67	1.29
DAX (EUR)	6,511.98	-0.43	10.40	-8.99
FTSE 100 (GBP)	5733.45	-1.07	2.89	-3.88
STOXX 600 (EUR)	255.4	-0.95	4.44	-9.71
BUX (HUF)	19,286.15	0.76	13.62	-17.04

Top 5 most traded	Volume -RON	Volume - shares	Trades	Last price	1d%
FP	13,108,749	26,753,500	757	0.4906	2.21
SNP	3,632,046	10,972,500	323	0.3302	1.41
SIF3	3,510,865	5,732,000	536	0.6090	0.66
SIF2	2,512,325	1,887,000	219	1.3360	1.21
SIF1	2,319,580	2,413,500	283	0.9695	2.27

Trading Volumes	BVB	Rasdaq	BUSE	NYSE listed	Nasdaq	LSE	STOXX 600 *
Previous Day	9.67	0.19	55.66	17,196.14	10,214.86	4,402.07	255.40
Ytd Avg. (EUR mn)	6.60	0.08	57.65	16,334.08	10,104.80	4,669.40	251.65
MCap (EUR bn)**	18.89	2.39	17.29	3,709.36	13,410.32	2,608.98	6,398.24

\* 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%
TUFE	1,704	10,500	9	0.1680	11.11
ELGS	35,834	104,000	59	0.3411	9.54
VESY	382	7,000	5	0.0559	8.97
MEF	1,275	1,000	2	1.3000	8.33
RRC	10,995	274,500	42	0.0646	6.05

Worst 5 performers	Volume -RON	Volume - shares	Trades	Last price	1d%
ELJ	440	4,000	2	0.1100	-8.26
RPH	5,029	7,700	14	0.6450	-4.44
ARTE	207	100	1	2.0710	-3.67
CEON	1,173	23,000	3	0.0510	-2.11
AMO	24,506	1,808,500	98	0.0138	-1.43

- **Commodities**

Item (market)	unit	last close	1d%	Ytd%	52W%
Oil (Brent crude)	USD/barrel	111.46	0.60	4.29	12.85
Gold (COMEX)	USD/ounce	1735.4	0.32	10.58	30.39
Platinum (NYMEX)	USD/ounce	1620.75	0.68	15.69	-9.23
Silver (COMEX)	USD/ounce	33.79	0.14	21.05	24.70
Wheat (CBOT)	USD/bushel	6.4725	-0.96	-0.84	-30.53
Corn (CBOT)	USD/bushel	6.4175	1.14	-0.73	8.73

- **OTP AM – Open-End Funds (as of 26-Jan-12)**

Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%
OTP AvantisRO	RON	6.1000	2.52	8.54	-15.98
OTP Obligatiuni	RON	11.5200	0.00	0.52	14.74
OTP ComodisRO	RON	14.0322	0.02	0.48	6.47
OTP Euro Bond	EUR	10.5400	0.01	0.33	4.56

## Market Highlights (as of 27 January 2012)

- **Forex**

The euro rallied 0.9 percent to \$1.3220 at 5 p.m. New York time, touching the highest level since Dec. 13. The yen strengthened 1 percent to 76.70 per dollar. Japan's currency appreciated 0.1 percent to 101.39 per euro. (Bloomberg)  
EUR/RON opened at 4.3370/4.3390 and closed 4.3440/4.3460. (ContiCap)

- **Money Market**

RON O/N trading range was 3.60%- 4.10%.

- **Equities**

- **Domestic**

The BSE closed green (BET-C, which does not include the SIFs advanced 1.91%) on lower volumes but still above this year's average volume. While BET blue chips index increased 1.89%, BET-FI gained 1.95%.

RASDAQ-C closed green (+0.27%), while Tier I was flat, Tier II gained 5.72%. The trading volume was higher and above 2012's average volume.

- **Foreign**

The S&P 500 slipped 0.2 percent to close at 1,316.33 at 4 p.m. in New York, leaving it up less than 0.1 percent for the week. The benchmark Stoxx Europe 600 Index fell 0.2 percent last week. The gauge rallied 20 percent from its most-recent low on Sept. 22 through Jan. 26, satisfying the typical definition of a bull market by analysts. (Bloomberg)

- **Commodities**

Brent oil for March settlement on the London-based ICE Futures Europe exchange was at \$111.21 a barrel, up 42 cents. The European benchmark contract was at a premium of \$11.05 to West Texas futures. (Bloomberg)

## Latest Financial News

- **Macroeconomics**

*Romania has lowest per capita external debt in EU: official.*

Romania's per capita external debt is still the lowest in the European Union (EU), though the country's external debt increased by almost 5 percent from 2010, a senior official said Friday. "Although rising, the external debt of Romania is the lowest per capita in the EU, at 4,750 Euros (about 6,222 U.S. dollars) compared with Bulgaria's 4,810 Euros (6,301 dollars) and Poland's 7,002 Euros (9,173 dollars)," read an analysis by prime minister's councilor Andreea Paul Vass, cited by official Agerpres news agency. Romania's foreign debt reached 96.88 billion Euros (126.91 billion dollars) in November 2011, almost 5 percent more than that in 2010 and 2012 projections put it at 101.53 billion Euros (133 billion dollars). More than half, or 58 percent of the external debt is private debt, while the public debt was standing at 23 percent of the total debt as of late November. (Xinhua)

*Romania's 2011 cons budget deficit shrinks to 4.35%/GDP.*

Romania had a consolidated budget gap of 23.8 billion lei (\$7.2 billion/5.5 billion euro) in 2011, equivalent to 4.35% of the gross domestic product (GDP) projected for the year, the finance ministry said. The deficit shrank from 6.5% of GDP in 2010 and was in line with the 2011 target of 4.4% agreed with the International Monetary Fund (IMF). Consolidated budget revenue totalled 181.6 billion lei in 2011 up by 7.6% on the year, the ministry said in a statement late on Thursday. Spending rose 1.5% on the year to 205.4 billion lei. Romania's government targets a budget shortfall of 1.9% of GDP this year. (SeeNews)

- **Forex**

*Euro weakens before EU leaders meet on debt crisis.*

The euro declined against the dollar, this morning, snapping a five-day gain, before European Union leaders meet in Brussels to discuss the region's debt crisis. The yen advanced for a third day versus the 17-nation euro as Italy prepares to sell bonds today after the country was downgraded by Fitch Ratings. Demand for the euro was supported amid speculation Greece and its private-sector creditors will reach an agreement on a debt-swap plan this week. The Australian and New Zealand dollars weakened as Asian stocks declined, sapping demand for riskier assets. "Even with a resolution, the bottom line is that there's going to be tough medicine having to be swallowed by Europe," said Gavin Stacey, chief interest-rate strategist at Barclays Capital in Sydney. "There is a greater risk of a pullback in euro strength." (Bloomberg)

- **Money Market**

*Treasuries rise on Fed outlook as five-year yield falls to a record low.*

Treasuries rose, pushing five-year yields to a record low, on speculation the Federal Reserve is preparing to increase its debt purchases to spur the economy. (Bloomberg)

## • Equities

### Domestic

*Erste chief Treichl renews Romania vow as bank revamps BCR board.*

Erste Group Bank AG, the owner of Romania's biggest lender, appointed new managers to make its most expensive unit grow again, and told President Traian Basescu not to worry it may pull out of his country. The Austrian bank's Chief Executive Officer Andreas Treichl met Basescu in Bucharest Friday as Erste said in a statement it named Tomas Spurny, 47, as CEO of Banca Comerciala Romana SA from April 1. The Vienna-based bank also announced a new chief financial officer and a new head of BCR's retail business, the division that generates most revenue. (Bloomberg)

*Romania's Titan sees operating profit at 14.24 mln Lei (3.27 mln Euro) in FY 2012.*

Romanian bakery firm Titan said on Friday it sees operating profit at 14.24 million lei (\$4.3 million/3.27 million euro) and turnover at 331.65 million lei in the fiscal year 2012 ending September 30. Titan turned to an 8.24 million lei net profit in the fiscal year 2011 ended September 30 on a turnover of 348 million lei. Titan's budget, approved at a shareholders' meeting on January 26, sets its earnings before interest, taxes, depreciation and amortisation (EBITDA), at 49.8 million lei in fiscal 2012. (SeeNews)

*Romania's Mecanica Ceahlau expects gross profit to halve in 2012.*

Romanian farming equipment manufacturer Mecanica Ceahlau said on Friday it sees its gross profit falling to 3.8 million lei (\$1.15 million/877,000 euro) in 2012 from a preliminary 7.7 million lei for 2011. Mecanica Ceahlau's budget, approved at a shareholders' meeting on January 26, sets expected turnover this year at 27.25 million lei, the company said in a statement. The total revenue is seen at 26.5 million lei and total costs at 22.7 million in 2012. (SeeNews)

### Foreign

*Petroplus plans to file for insolvency in Switzerland and other jurisdictions.*

Petroplus (PPHN) sank 83 percent, its biggest decline and the lowest price since it issued shares to the public in November 2006. The company said it plans to file for insolvency in Switzerland and other jurisdictions. The Swiss refiner had about \$1 billion in credit lines suspended last month, preventing it from supplying its refineries with crude. (Bloomberg)

*Starbucks Corp. narrowed its forecast for profit.*

Starbucks Corp. (SBUX) dropped 1 percent after the world's largest coffee-shop chain narrowed its forecast for profit excluding certain items to a range of \$1.78 to \$1.82 a share for fiscal 2012, compared with analysts' average estimate of \$1.83. (Bloomberg)

## • Commodities

*Rubber may advance to highest level since September (technical analysis).*

Rubber may extend a recovery from a two-year low to the highest level since September, according to technical analysis by research company JSC Corp. The 25-day moving average for the most-active contract on the Tokyo Commodity Exchange climbed above its 50-day moving average this month for the first time since August, signaling that the medium-term downtrend is over, said Takaki Shigemoto, an analyst at the Tokyo-based company. The contract also climbed above the cloud on the Ichimoku chart, indicating its trend turned upward, he said. The chart analyzes midpoints of historic highs and lows, or so-called resistance and support levels, with a breakout from above or below the cloud pointing to a trend. "It looks like the contract is set to rebound toward 342.5 yen, its settlement price on Sept. 22, when the downward trend began based on its candle-chart signals," Shigemoto said. (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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