

Treasury Sales Team

Alina Elena Vrabioiu

+4021 307 58 17
alina.vrabioiu@otpbank.ro

Irina Ananiese

+4021 307 58 17
irina.ananiese@otpbank.ro

Tania Fantana

+4021 307 58 17
tania.fantana@otpbank.ro

Capital Markets Sales Team

Alexandru Ilisie

+4021 307 58 27
alexandru.ilisie@otpbank.ro

Teodor Alexandru Tibuleac

+4021 307 58 27
alexandru.tibuleac@otpbank.ro

Chief Economist

Gergely Tardos

+36 1 374 7273
tardosg@otpbank.hu

FX/FI Strategist

Levente Pápa

+36 1 354 7490
papal@otpbank.hu

Analyst

Mihaela Neagu

+4021 307 58 64
mihaela.neagu@otpbank.ro



Daily Report – Romania

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.373,21	↑ 0,46	↑ 0,95
BET-C	2.999,58	↑ 0,62	↑ 0,16
BET-FI	24.124,87	↑ 0,56	↓ -1,17
BET-XT	492,64	↑ 0,50	↑ 0,25
FP	0,5560	↑ 0,27	↓ -0,45
SIF5	1,3500	↓ -1,46	↓ -3,91
TGN	244,1500	↓ -0,35	↓ -0,45
SIF3	0,7210	↓ -0,14	↓ -3,80
SIF2	1,1320	↑ 0,89	↓ -0,18

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	4,45	↓ -72	↓ -68
12 month	4,95	↓ -24	↓ -22
3 year	6,06	↑ 3	↑ 11
5 year	6,20	↓ -3	↓ -2
10 year	6,53	↑ 0	↑ 3

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	750 mn RON	750 mn RON
Thursday	4Y	1 bn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	4,42	↓ -3	↓ -22
3M ROBOR	4,49	↓ -2	↑ 5
6M ROBOR	5,04	↓ -1	↓ -1
1Y ROBOR	5,22	↓ -1	↓ -1
5Y CDS	303,27	→ 0	↓ -2

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4105	↑ 0,35	↓ -0,76
USD/RON	3,3909	↑ 0,72	↑ 1,32
CHF/RON	3,6691	↑ 0,04	↓ -0,84
100HUF/RON	1,53	↑ 0,12	↓ -1,30

Source: Reuters, OTP Research

Summary

- BVB indices were up between 0.5%-0.9% on low turnover but international markets were deeply in the red on worries about Greece going out of the euro zone; this will likely hit Romanian stocks today; Petrom clean CCS EBIT was 1.6 bn RON and 38% YoY higher in Q1 2012; sales were 6 bn RON, higher by 21% YoY
- RON lost 0.355 to the euro yesterday, in line with peer currencies; euro down 0.4% against the dollar after fears of Greece leaving the euro zone reheated
- NBR maintains it end of the year inflation forecast at 3.2% YoY. The increase in public employees' wages will have a marginal effect on inflation and it will be compensated by other effects

BVB indices finished up on low turnover yesterday, after having posted losses the previous days. Their rises ranged between 0.5%-0.9%, but the evolution was much better than international stocks which dipped yesterday. European indices posted the highest losses of around 1.8-2%, followed by Asian (1-2%) and the US (-0.5%). What triggered the wave of losses were even more serious concerns about Greece rejecting the austerity measures which in turn would prevent it for getting further financial support. According to Greek officials it could run out of money as soon as next month. Behind this situation hide worries about France rejecting expenditures cuts as well. Given the international context, we can expect Romanian blue chips to take a blow today as well. Petrom announced its Q1 results today. The clean CCS EBIT (CCS stands for "current cost of supplies") was 1.6 bn RON, which was up 38% YoY in Q1 2012. Results were driven by higher oil price and stronger USD. Sales stood at 6 bn RON and were 21% YoY higher in Q1 2012.

Due to increased risk aversion stemming from reheated worries about Greece going out of the Eurozone, the euro lost 0.4% to the dollar yesterday. In turn, RON lost 0.35% to the euro, in line with peer currencies: the Polish zloty fell by 0.6% to the euro, the Czech crown was down 0.67% and the Hungarian forint lost 0.12%.

The Central Bank maintains its inflation forecast for the end of the year at 3.2%. According to the Governor, the wages hike will have only a marginal effect on inflation and it will be compensated by other effects. This creates the premises of a further rate cut. However, we believe that what is not taken into consideration yet by the Central Bank with high probability, is the risk that Greece steps out of the euro zone and the consequence for the euro in the short term.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	no data			
Wednesday	March	Current account (mn EUR)		-626,0
	March	FDI (mn EUR)		230,0
	March	Industrial turnover index (2005=100)		152,3
	March	Index value of new orders in manufacturing (2005=100)		173,2

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		4-5-2012					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	6,4426	↓ -0,48	↑	14,64	↓	-10,02
OTP Obligatiuni	RON	11,7161	↑ 0,05	↑	2,23	↑	6,22
OTP ComodisRO	RON	14,2882	↑ 0,05	↑	2,32	↑	6,63
OTP Eurobond	EUR	10,6801	↑ 0,03	↑	1,66	↑	4,84

Disclaimer

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to C.N.V.M. Regulations no. 15/2006 and 32/2006.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express agreement of OTP Bank Romania S.A.

Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centered on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the willful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st sector Bucuresti, Romania; company registration number: 01-10-041585; authorized by the National Securities Commission – certificate no. 47/24.03.2009; for further information please refer to: <https://www.otpbank.ro/en>)

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to mihaela.neagu@otpbank.ro or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st sector Bucuresti, Romania. Please refer to your name and e-mail address in both cases.