

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
BET	4.548,93	↑ 1,21	↑ 1,89
BET-C	2.585,35	↑ 0,76	↑ 0,91
BET-FI	20.460,32	↑ 0,79	↑ 0,35
BET-XT	416,69	↑ 1,04	↑ 1,53
FP	0,4880	↑ 0,62	↓ -0,16
AZO	2,1920	→ 0,00	↑ 0,18
SIF5	1,0820	↑ 1,12	↑ 0,65
SIF3	0,4497	↑ 0,83	↑ 0,18
SIF1	0,8710	↑ 0,11	↑ 0,69

GOV'T BOND MARKET

Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	5,25	→ 0,0	↑ 5,0
12 month	5,33	↓ -1,0	↑ 4,0
3 year	6,16	↓ -1,0	↑ 2,0
5 year	6,29	→ 0,0	↑ 1,0
10 year	6,58	↓ -1,5	↓ -1,0

GOV'T BOND AUCTIONS

	Maturity	Auctions	Sold
Monday	12M	800 mn RON	0 mn RON
Thursday	4Y	400 mn RON	

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	5,42	↑ 1,0	↑ 4,0
3M ROBOR	5,39	→ 0,0	↑ 2,0
6M ROBOR	5,48	→ 0,0	↑ 2,0
1Y ROBOR	5,48	→ 0,0	→ 0,0
5Y CDS	373,50	↓ -7,0	↓ -20

FX MARKET

	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4635	↓ -0,08	↓ -0,03
USD/RON	3,5493	↑ 0,44	↓ -0,85
CHF/RON	3,7182	↑ 0,13	↑ 0,07
100HUF/RON	1,53	↑ 0,39	↑ 2,18

Source: Reuters, OTP Research

Summary

- BVB finished mixed yesterday on a good turnover; BET-C was up by 0.76%, more than average European indices; only the energy sector index dropped (-0.41%); the energy producer Hidroelectrica filed for insolvency; this will likely postpone the listing on the BVB of a 10% package and probably affect FP's NAV
- MM rates stagnated yesterday; the Central Bank made a liquidity injection of 11.96 bn RON, at the weekly repo, higher than last week
- Due to the high costs, the MinFin rejected all bids at yesterday's auction for 12M T-bills

BVB stocks finished mixed yesterday, with the composite index BET-C gaining 0.76%, more than European average. The turnover was good and the deals market was active as well. We saw deals with two stocks: BRD and Fondul Proprietatea. The only index to have lost yesterday was the energy sector BET-NG (-0.41%) as all companies were down or stagnating, except for Dafora. The state owned energy producer Hidroelectrica filed for insolvency last Friday. 10% of the company was going to be listed at BVB in October this year, as established by the agreement with the IMF, as part of the program to privatize parts of the state owned companies, in order to make them more efficient and cut losses. Fondul Proprietatea holds a significant interest in Hidroelectrica as well, as 21% of FP's NAV at the end of May was represented by the holdings of Hidroelectrica. Fondul Proprietatea announced yesterday that in the case in which the insolvency is admitted by the Court, Hidroelectrica's stocks will be recorded with zero value which will affect FP's NAV.

The money market rates stagnated yesterday. The Central Bank made another liquidity injection of 11.96 bn RON, more than last week.

Treasuries' yields fell yesterday, as expected (up to 2 bp). The Finance Ministry did not sell any of the planned 800 mn RON in 12M T-bills at yesterday's auction due to the high cost. The Treasury holds a significant buffer and it can afford to stop selling treasuries for a while.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday		no data		
Tuesday		no data		

Source: Reuters, INS, NBR, OTP Research

OTP AM – Open-End Funds		14-6-2012				
Open-end fund	ccy	last NAV/U	1d%	Ytd%	52W%	
OTP AvantisRO	RON	5,9829	↑ 0,61	↑ 6,46	↓ -16,56	
OTP Obligatiuni	RON	11,7868	↑ 0,02	↑ 2,85	↑ 6,38	
OTP ComodisRO	RON	14,3797	↑ 0,02	↑ 2,97	↑ 6,55	
OTP Eurobond	EUR	10,7204	↑ 0,01	↑ 2,04	↑ 4,51	

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 NSC Regulations no. 32/2006 and 15/2006.

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 written 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 centred 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. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

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 wilful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: 01-10-041585; NBR registration no RB-PJR-40-028/1999, registered in the NSC Register under no. PJR011NCR/400017 according to registration certificate 188/28.09.2009; 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 district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.