

# GREEK DAILY BRIEF

Tuesday Sep. 13, 2011

## Statistics

### Athens Stock Exchange

		Shares
<b>MCap(€bn)</b>	34.1	▲ 23
<b>Turnover (€mn / mn shares)</b>	57.3 / 30.65	— 137
<b>Blocks (€mn / mn shares)</b>	3.4 / 1.09	▼ 123

Indices	12.09.11	(%) 1day	(%) 30day	(%) Ytd
ASE General	847.48	-4.43	-14.49	-40.06
FTSE 20	352.70	-5.10	-17.85	-46.81
FTSE 40	899.96	-2.88	-8.06	-39.95
FTSE 80	193.12	-4.58	-11.23	-24.09
FTSE International	940.34	-4.94	-17.21	-46.34
Banks	505.40	-7.12	-27.14	-59.60
Telecoms	1,087.27	-3.19	-11.63	-35.56
Travel & Leisure	1,327.84	-5.38	-18.26	-41.18
Construction	1,534.45	-3.24	-9.50	-35.55
ETF Alpha FTSE 20 Idx	3.53	-6.12	-18.66	-45.99
DAX 30	5,072.33	-2.27	-15.43	-26.64
CAC 40	2,854.81	-4.03	-11.17	-24.97
FTSE 100	5,129.62	-1.63	-3.58	-13.06
Dow Jones	11,061.12	0.63	-1.84	-4.46
Nasdaq	2,495.09	1.10	-0.51	-5.95
S&P 500	1,162.27	0.70	-1.40	-7.58
Nikkei 225	8,616.55	0.95	-3.87	-15.76
Hong Kong (HSI)	19,030.54	-4.21	-3.00	-17.39
Russia (RTS)	1,866.57	1.27	-0.51	-10.38
Turkey (ISE 100)	56,026.85	0.22	7.35	-15.12
Romania (Bucharest)	4,482.16	-3.75	-4.20	-14.93
Bulgaria (Sofix)	365.33	-0.25	-4.81	0.82
Cyprus	455.86	-6.05	-4.88	-56.80
<b>Commodities</b>				
Brent ICE (\$/bbl)	112.97	0.64	4.83	18.74
WTI NYM (\$/bbl)	88.94	0.85	3.79	-5.80
Gold CMX (\$/roy oab.)	1,832.50	1.06	5.16	27.96
Aluminum LME (\$/mt)	2,372.00	0.21	-1.17	-3.97
Copper LME (\$/mt)	8,754.50	1.09	-1.25	-8.81
Carbon Fut. (€/mt)	11.91	-0.08	-4.49	-15.95
<b>Currencies</b>				
EUR/USD	1.3663	0.48	-4.39	2.12
USD/JPY	77.00	-0.05	-0.27	5.34
EUR/GBP	0.862	1.63	1.63	-0.58
<b>Rates</b>				
Euribor 3m (%)	-	1.53		
10Yr Bond (GR)	40.70	22.94		
10Yr Bund (GE)	116.32	1.38		
10Yr Bond (US)	111.80	1.49		

ASE Ind. Fut.	12.09.11	(%) day	Prem/Disc % / bps	Volume	Open Interest	Days to Expiry
FT20 Sept	355.32	-4.33	0.74 / +3	15,923	18,031	3

Greek Banks	12.09.11	(%) 1 day	(%) 1 month	(%) Ytd
National Bank	2.87	-8.3	-27.9	-52.6
EFG Eurobank	1.16	-8.7	-48.2	-69.1
Alpha Bank	1.59	-10.2	-38.6	-58.2
Piraeus Bank	0.56	-1.8	-21.1	-71.1
Bank of Cyprus	1.19	-4.8	-3.3	-53.9
Marfin Popular Bank	0.33	-5.7	-8.3	-67.0
ATEbank	0.53	-7.0	-23.2	-82.5
Hellenic PostBank	1.07	-4.5	-41.2	-63.5
Bank of Greece	18.49	-2.2	-19.6	-36.1
Geniki Bank	0.39	-9.3	-43.5	-81.6
Bank of Attica	0.43	-6.5	-30.6	-54.3
Proton Bank	0.23	-11.5	-34.3	-66.7

FTASE 20	12.09.11	(%) 1 day	(%) 1 month	(%) Ytd
National Bank	2.87	-8.3	-27.9	-52.6
OTE	3.95	-3.2	-11.6	-35.6
Coca Cola HBC	13.45	-4.1	-10.5	-28.5
EFG Eurobank	1.16	-8.7	-48.2	-69.1
Alpha Bank	1.59	-10.2	-38.6	-58.2
OPAP	7.83	-5.7	-19.3	-39.5
Piraeus Bank	0.56	-1.8	-21.1	-71.1
PPC	5.58	-3.0	-4.6	-48.0
Bank of Cyprus	1.19	-4.8	-3.3	-53.9
Marfin Pop. Bank	0.33	-5.7	-8.3	-67.0
MIG	0.32	0.0	-5.9	-54.3
ATEbank	0.53	-7.0	-23.2	-82.5
Hellenic Petroleum	5.60	-2.6	-2.3	-4.4
Titan Cement	12.12	-4.1	-8.5	-25.7
Jumbo	3.98	-0.5	-1.0	-19.4
Hellenic Technodomiki	1.67	1.2	-16.9	-50.1
Hellenic PostBank	1.07	-4.5	-41.2	-63.5
Motor Oil	6.45	-4.4	-4.0	-14.0
Viohalco	3.27	-4.4	-6.6	-19.3
Mytilineos	3.56	-1.7	-7.5	-15.4

\* ranked by Market Cap.

Note: Commodities, currencies and rates as at 08:30 today  
Source: Bloomberg

## Market Comment

The Greek market plunged -4.43% on Monday with bank prices collapsing, amid negative strong sentiments prevailing all round the European markets.

European stocks slumped for a second day, as speculation mounted that Germany is preparing for Greece to default. The FTSE 100 slid 1.6%, the DAX 30 lost 2.3% and the CAC 40 declined 4%. Italian bond yields surged to 4.153% at an auction yesterday from 2.959% a month ago. Worries are focusing on the European banking sector with yesterday's accident at a nuclear waste treatment facility in southern France adding to the negative momentum. US stocks rose, reversing losses towards the end of the trading day, as concern about Europe's debt crisis eased following a report that Italy was in talks with China about possible investments. European futures have opened up today.

HellStat releases Construction Production Index for Q2 11 today.

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## Highlights

### Economic News

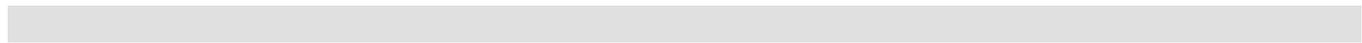
- Budget execution** According to the preliminary data released from the Ministry of Finance, over **January-August 2011** the deficit widened by 22% yoy to €18.1bn (vs targeted deficit of €14.23bn) from a deficit of €14.8bn over the same period last year.
- BoG** Total household and business deposits dropped -0.5% mom and -11.9% yoy in July 2011, coming in at €187.2bn. Total deposit outflows over January-July amounted to €22.4bn (-10.7% ytd).
- ECB funding** According to BoG, Greek banks' reliance on European Central Bank financing fell for the first time in two months in July, dropping 6.5% mom (by €6.7bn) to €96.3bn.
- Greek Economy** According to press reports, Greece's chance of default in the next five years has increased to 98%, following the markets' negative response to PM George Papandreou's reassurances that Greece can survive the euro-region crisis.
- Greek Economy** According to press reports, ECB Chairman Jean-Claude Trichet called upon Greece "with great firmness" to meet obligations.
- HellStat** General imports' price index for industry in Greece rose in July 2011 8.7% compared to July 2010 ( vs. 6% rise in July 2010vs2009). The average index for the 12 month period to July 2011 rose 6.4% yoy (compared to a 5.1% rise yoy in 2010).
- Greek Ministry for Energy** An international invitation for interest to participate in **hydrocarbon reserve exploration** in the wider area of the Ionian sea and south of Crete has been announced. It is the first step in the process for area concessions for exploration/research and exploitation of hydrocarbon reserves.
- OECD** Composite leading indicators (CLIs) for July 2011, designed to anticipate turning points in economic activity relative to trend, continue to point to a slowdown in economic activity in most OECD countries and major non-member economies. The CLI for the OECD area fell 0.5 point in July; the fourth consecutive monthly decline. Compared to June's assessment, the CLIs for Canada, France, Germany, Italy, the United Kingdom, Brazil, China and India are pointing more strongly to a slowdown in economic activity. The CLIs for the United States and Russia are now also pointing more clearly to a slowdown in economic activity than in June's assessment. The outlook for Japan continues to indicate a potential turning-point in economic activity.
- US** Manufacturing corporations' seasonally adjusted after-tax profits averaged 9.8 cents per dollar of sales for the second quarter of 2011, up 0.7 (+/- 0.1) cents from the seasonally adjusted after-tax profits average of 9.2 cents for Q1 11.

## Corporate News

- NBG** According to press report, NBG goes forward with the creation of a holding company for its Balkan subsidiaries (excluding Turkey's Finansbank). BoD reportedly gave approval on September 9. Meanwhile, the bank officially denied that it is taking part in any discussions with Deutsche Bank regarding the latter's strategic participation in NBG.
- PPC** According to press report, investment management fund Silchester increased its stake to 10.02% from the 5.01% it held since January 2010.
- OTE** According to press report, the CEO is expected to propose in the next BoD personnel cost cuts of €70-100mn. Management has judged the labor union proposals as inadequate since their proposed cost reduction does not exceed €12-15mn. Proposed cost reduction plans by management include 4 day working week plus other cuts in benefits.
- Frigoglass** 10,090,659 new shares are admitted to trading on the ATHEX following the recent share capital increase carried out through a bonus issue.
- See Important Disclosures and Analyst Certification at the end**

**Economic News**

**Corporate News**



## DISCLOSURES

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#### Share Price

All financial data calculated, are based on the closing price of the previous day, unless otherwise stated.

#### Frequency of Disclosures

There is no predetermined period for revision updates. ATE Securities SA policy, however, outlines that any major developments in the companies mentioned, should be carefully screened, and it is the analyst's decision whether any such developments materially change their view or opinion stated herein, in order to proceed for an update.

#### Companies Mentioned in the Report

Company	BBG-RIC Code	Price	Date	View	Disclosures
OTE	HTO GA / OTEr.AT	€ 3.95	12.09.2011	NR	-
National Bank	ETE GA / NBGr.AT	€ 2.87	12.09.2011	O	-
PPC	PPC GA / DEHr.AT	€ 5.58	12.09.2011	NR	-

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- 11 i ATE Securities SA has sent this report to the company prior to publication for factual verification
- ii ATE Securities SA has altered the contents of the report sent initially, on the following issues: *NO ALTERATION*

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### ATE Securities SA - Universe

ATE Securities SA Universe has a universe focused mainly on large capitalisation stocks that represents approx. 76% of ATHEX Market Cap.

### Guide to Investment Research Rating System

Under the new Investment Research Rating System, in effect as of Aug.1 2006, **Investment Outlook** refers to the overall view of the analyst covering the company and is not a recommendation. The overall assessment of the company includes a *three factor rating system*: **Investment Rating (O, N, U, NR, UR, R, RS, CS) - Risk Rating (1, 2, 3) - Income Rating (1, 2, 3, 4)**.

Quantitative factors are updated at least quarterly or when deemed necessary.

### Investment Rating

The five different categories are indicative of expectations of stock return. Stock return includes price appreciation over the next 6-12 months. In specific:

VIEW	Prefix	Definition
Overweight	<b>O</b>	Stock Return > +9%
Neutral	<b>N</b>	Stock Return in the range [-9%, +9%]
Underweight	<b>U</b>	Stock Return < -9%
Not Rated	<b>NR</b>	The company is not covered by ATE Securities SA Research & Analysis Department
Under Review	<b>UR</b>	Rating not currently available
Restricted	<b>R</b>	ATE Securities SA policy and/or law prohibits investment recommendation
Rating Suspended	<b>RS</b>	There is no sufficient fundamental basis for determining an investment rating or target.
Coverage Suspended	<b>CS</b>	We have suspended coverage on this company

### Risk Rating

Risk is measured by a 2-factor equally-weighted model, which takes into account (i) Stock Volatility and (ii) Liquidity

Risk Factor	Definition	Quantification <sup>(1)</sup>
Stock Volatility	The stocks' standard deviation annualized (log scale)	Bottom 25% percentile Medium 25% percentile Top 50% percentile
Liquidity	Net Shares traded as % of total shares over a 12-month period	Top 20% percentile Medium 40% percentile Bottom 40% percentile

(1) percentiles of ATE Securities SA Universe

Source: Athens Stock Exchange, Bloomberg, Effect Finance Database

We use a scale of 1 to 3 to describe Low, Medium, High risk respectively, also taking into account qualitative factors.

When a rating is applied on an IPO, the scale 3 - "High Risk" is applied for a 12-month period.

### Income Rating

An Income Rating is produced, based on the forecasted dividend yield for a 12-month period. This is then compared with the YtM of the 10-yr Greek Government bond, as shown below:

Income Measure	Definition	Quantification
Equity Div. Yield	Relative performance w.r.t. the 10-yr Greek Government bond	More than 50bps <i>High Div. Yields</i> Within the range [-50bps, +50bps] <i>Medium Div. Yields</i> Less than 50bps <i>Low Div. Yields</i> No dividend <i>No Cash div. Yields</i>

We use a scale of 1 to 4 to describe Low, Medium, High and No Div. income rating respectively.

### ATE Securities SA Ratings Distribution

Ratings Distribution	Total	Overweight	Neutral	Underweight	Not Rated	Under Review	Restricted	Rating Suspended	Coverage Suspended
Equity Universe	25	6 (24%)	1 (4%)	0 (0%)	14 (56%)	3 (12%)	1 (4%)	-	-
Inv est. Banking Services (per category)	0	-	-	-	-	-	-	-	-

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