

Bucharest Stock Exchange

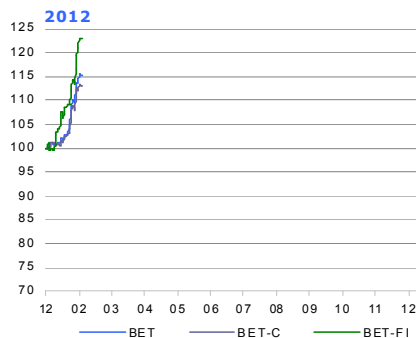
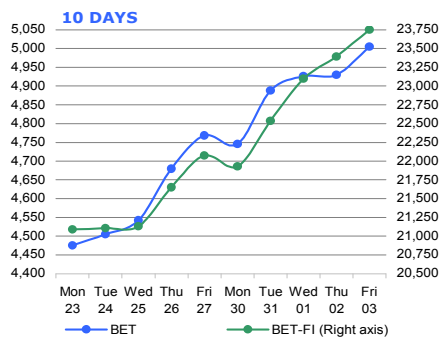
Local Indices	Last close	Day %	YTD %	YoY %
BET	5,004.48	1.52%	15.39%	-11.84%
BET - C	2,967.17	0.98%	13.19%	-10.83%
BET - FI	23,751.71	1.54%	22.80%	5.42%
ROTX ¹	9,668.69	1.25%	20.27%	-17.86%
BET - XT	474.32	1.56%	16.94%	-5.97%

¹ ROTX - Romanian Traded Index supported BSE and Wiener Borse

Market Digest - BSE	Daily	30D avg	YTD avg
Turnover (in RONm)	62.5	33.0	34.2
Turnover (in EURm*)	14.4	7.6	7.9
Volume (in shares)	109.0	63.7	65.7
Total market cap (in RON bn)	86.5	75.2	75.4
Total market cap (in EUR bn*)	19.9	17.3	17.4

* translated in last EURRON parity

Market Valuation Data (BET)	FY10A	FY11E	FY12E
P/E (x)	8.3	8.5	10.1
EV/EBITDA (x)	4.7	3.7	6.0
P/BV (x)	0.7	0.9	0.9
EPS growth	0.0%	-1.1%	-3.7%
Div. Yield	9.5%	6.7%	4.6%



Market Comment

The market edged higher by 1.5% supported by most major stocks while better-than-expected US jobs data supported a rally on both European and US markets. According to the US Labor Department, US companies hired the most workers in nine months (243,000 jobs added to nonfarm payrolls in January) and the nation's unemployment rate fell to the lowest level in almost three years at 8.3% compared to 8.5% in December. On the local market, BET and BET-FI closed 1.5% higher as BET-C rose 1%, on a turnover worth EUR 14.38m, out of which EUR 6.08m was traded by FP (+0.2%), while almost EUR 4.9m was traded by SIFs edging up to 2.5%. A 2.98% stake in Electromagnetica (ELMA) was traded on Deal market on Friday at an average price of 0.29 RON/share. Banking shares closed in a mixed picture with BRD down 0.1% as EBS and TLV advanced 1.3% and 3.4% respectively, while energy sector advanced with OMV Petrom (SNP) and Transelectrica (TEL) up 2.2%, as TGN gained 0.6%.

On weekly basis, the market advanced with BET up 5%, BET-C +4.1% as BET-FI jumped 7.6%, while the average daily trading value stood at EUR 12.6m, 15% higher compared to the previous week's EUR 11.06m average daily turnover. FP closed the five trading sessions on a weekly gain of 6.2%, BVB advanced 15%, while banking shares also continued to surge, EBS +7.5%, TLV up 6.2% and BRD +1.6%. Energy stocks closed on moderate gains with SNP surging 5.2% as TGN rose 2.1% and TEL gained 2.8%.

World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	12,862.23	1.2%	5.3%	6.6%
S&P 500	1,344.90	1.5%	6.9%	2.9%
Nasdaq	2,905.66	1.6%	11.5%	5.5%
FTSE 100	5,901.07	1.8%	5.9%	-1.4%
DAX 30	6,766.67	1.7%	14.7%	-5.9%
CAC 40	3,427.92	1.5%	8.5%	-15.1%
PX - Czech Rep.	1,009.80	1.1%	10.8%	-18.1%
MICEX - Russia	1,564.82	1.5%	11.6%	-10.6%
SOFIX	317.73	0.2%	-1.4%	-26.7%
ISE (XU100) - Turkey	60,147.96	0.2%	17.3%	-5.6%
WSE - Poland	41,732.30	0.3%	11.0%	-12.5%
Nikkei 225 (Japan)	8,831.93	-0.5%	4.5%	-15.3%
Hang Seng	20,756.98	0.1%	12.6%	-13.2%

FX/Commodities/Rates

EUR/RON	4.34	Libor (12M)	1.71%
USD/RON	3.30	ROBID (ON)	2.94%
EUR/USD	1.32	ROBID (1M)	4.47%
Brent (\$/bbl - dated)	114.28	ROBOR (ON)	3.44%
Gold (\$/oz)	1,726.25	ROBOR (1M)	4.97%
Euribor (1M)	0.68%	NBR rate	5.50%
Euribor (12M)	1.73%	CPI (YoY) 12/2011	3.14%
Libor (1M)	0.62%	GDP real 09/2011	4.40%

Major Corporate & Economic events

Date	Event
06.feb	NSI Monthly average earning
08.feb	NSI Turnover volume indices in industry
08.feb	NSI Index value of new orders in industry
09.feb	APC Q4'11&FY11 Prelim. Results
10.feb	TGN Ordinary SGA meeting
10.feb	BVB Q4'11&FY11 Prelim. Results
13.feb	UAM Q4'11&FY11 Prelim. Results
14.feb	ALU Q4'11&FY11 Prelim. Results
14.feb	AZO Q4'11&FY11 Prelim. Results
14.feb	BRD Q4'11&FY11 Prelim. Results

Most Traded	Turnover	Day %
FP	25,672,614	0.2
SIF5	5,111,773	2.5
SIF2	4,935,348	2.0
SIF3	4,355,659	1.6
BVB	4,075,428	3.3
SIF4	2,716,520	2.2
SIF1	1,562,046	2.1
BRD	1,527,200	-0.1
TLV	964,591	3.4
SNP	853,558	2.2
Best 6 performers	Closing	Day %
CBC	7.2550	15.0
ALT	0.0349	9.1
ALU	1.2000	8.6
ROCE	0.1890	8.0
CMF	1.9000	8.0
SPCU	0.2200	6.8
Worst 6 performers	Closing	Day %
UAM	0.3910	-15.0
RTRA	0.2200	-12.0
ARM	0.1200	-5.5
STK	37.9900	-3.8
PREH	1.4000	-3.5
COFI	0.0210	-3.2

BET and BET-FI constituents

Stock	BSE Ticker	Last price	Mkt Cap (m RON)	Mkt Cap (m EUR)	Volume (000)	30D Volume (000)	Day %	YTD %	YoY %	P/E (11E)	P/E (12E)	P/BV (11E)	P/BV (12E)	EV/EBITDA (11E)	EV/EBITDA (12E)
OMV Petrom	SNP	0.35	19,684	4,535	2,457	3,467	2.2%	19.8%	-5.8%	5.1	8.1	0.9	0.9	3.5	4.0
BRD	BRD	11.50	8,014	1,847	133	54	-0.1%	7.4%	-19.8%	9.1	8.2	1.2	1.1	n/a	n/a
BANCA TRANSILVANIA	TLV	1.04	1,836	423	940	877	3.4%	17.1%	-25.8%	9.0	7.7	0.8	0.7	n/a	n/a
TRANSGAZ S.N.T.G.N.	TGN	244.50	2,879	663	1	1	0.6%	9.5%	-10.2%	8.7	10.2	0.9	0.9	5.7	6.3
TRANSELECTRICA	TEL	19.00	1,393	321	7	4	2.2%	9.2%	-4.3%	6.7	11.2	0.6	0.6	4.3	5.2
BVB SA	BVB	34.50	265	61	119	17	3.3%	19.4%	19.4%	16.7	14.7	2.5	2.5	27.0	14.5
AZOMURES	AZO	1.50	790	182	340	164	2.1%	11.2%	219.4%	24.0	29.6	1.0	1.0	8.5	9.2
BIOFARM	BIO	0.20	223	51	566	340	2.3%	5.5%	-6.4%	14.5	13.9	1.4	1.3	8.1	6.4
BROKER S.S.I.F.	BRK	0.12	41	9	3,272	633	5.9%	13.7%	-58.3%	n/a	n/a	n/a	n/a	n/a	n/a
FONDUL PROPRIETATEA	FP	0.52	7,179	1,654	48,911	23,928	0.2%	22.0%	-18.0%	15.5	15.4	0.6	0.6	12.1	12.2
SIF OLTENIA	SIF5	1.31	760	175	3,928	1,947	2.5%	23.9%	-4.1%	9.1	8.4	1.0	0.9	n/a	n/a
SIF TRANSILVANIA	SIF3	0.66	721	166	6,631	4,095	1.6%	16.4%	24.5%	3.5	9.6	0.8	0.7	n/a	n/a
SIF MUNTENIA	SIF4	0.70	565	130	3,916	2,277	2.2%	22.6%	10.5%	8.6	9.4	0.4	0.4	n/a	n/a
SIF BANAT CRISANA	SIF1	1.07	587	135	1,465	1,352	2.1%	18.5%	5.5%	8.9	16.8	1.0	0.9	n/a	n/a
SIF MOLDOVA	SIF2	1.45	752	173	3,428	2,079	2.0%	34.2%	17.5%	3.9	10.0	1.1	1.0	n/a	n/a

Source: SSIF IEBA TRUST

Top news and headlines

IMF and EC revised downwards this year's growth estimate to 1.5-2% from 1.8% -2.3%, due to the recession expected in the euro area and worsening of conditions on the international markets. (Source: Mediafax)

Liberalization of the electricity tariffs for the population - delayed until 2017. According to Istvan Szekely, the chief of the European Commission (EC) mission in Romania, the period for the gradual liberalization of energy prices for the population was extended by two years and will take place during 2013-2017. (Source: Mediafax)

SIF MUNTENIA, ERSTE BANK (SIF4 RO, EBS RO): Erste acquires further 190.23m BCR shares from SIF Muntenia. According to a report issued by SIF4, it swapped 190.23m BCR shares with a 0.38% stake in Erste as part of the agreement signed last year. (Source: SIF Muntenia)

FONDUL PROPRIETATEA (FP RO): FP's paid share capital increased to RON 13.412bn. According to a report sent by Franklin Templeton, FP's paid capital increased by RON 4.98m following the compensation of the free shares received by the Fund from Hidroelectrica worth RON 4.9m following a share increase with the value of the land for which Hidroelectrica obtained property rights. The subscribed share capital remains unchanged at RON 13.77bn. (Source: Fondul Proprietatea)

RECOMMENDATION SYSTEM

SSIF IEBA TRUST uses a Relative recommendation system. Such system indicates that each stock is rated on a basis of the excess return, measured by the relative value of the target (calculated) price and the current price, over a 12 months period of time.

The range of recommendations for each stock consists of 4 elements: Buy (B), Accumulate (A), Hold (H), Reduce (R).

SSIF IEBA TRUST RATINGS

BUY	The stock is expected to generate potential excess return over 15%
ACCUMULATE	The stock is expected to generate potential excess return of 5 to 15%
HOLD	The stock is expected to generate potential excess return of -5% to 5%
REDUCE	The stock is expected to generate potential excess return below -5%

Excess return: Target price/current price – 1

For the cases of Initial Public Offering, the above-mentioned recommendation system is not applied. In such cases, the recommendation is based on the comparison between the price of the Offering, and the fair value estimated by SSIF IEBA TRUST.

Measures Definitions

IEBA Net Income	Adjusted Net Income for one-off items	
Net Cash Flow from operations	EBITDA (+/-) other provisions (+/-)(Increase)/Decrease in Working Capital	
FCF Equity	Net Cash Flow from operations (-) CAPEX	
Net debt	Total short-term and long-term bank debt (-) cash	
EV	Market Cap (avg historic or current) + book value of minorities + Net debt	
FCFPS	FCF Equity	Diluted no of shares
EPS (or IEBA)	Reported (or IEBA) Net Income	Diluted no of shares
BVPS	Total Equity	Year end no of shares
P/E (or IEBA)	Share Price (avg historic or current)	Reported (or IEBA) EPS
P/E IEBA at 52wks High	52 weeks High price (avg historic or current)	IEBA EPS / Diluted IEBA Earnings Per Share
P/BV	Share Price (avg historic or current)	BVPS
ROE	Reported Net Income	Average Total Equity
ROCE	Reported Net Income	Average (Total debt + Total Equity)
EV/EBITDA	EV (with avg historic or current)	Reported EBITDA
EV/EBITDA (x) at 52wks High	EV using 52 weeks High market cap (avg historic or current)	Reported EBITDA
EBITDA/Net financials	Reported EBITDA	Net financials: Net interest (+/-) Net financials
EV/CE (x)	EV (with avg historic or current)	CE: Total bank debt + Total Equity
FCF Yield	FCFPS	Share Price (avg historic or current)
Dividend Yield	DPS	Share Price (avg historic or current)
Dividend Payout	Dividend	Reported Net Income

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RESEARCH

Roxana Dascalu
roxana.dascalu@iebatrust.ro

Email:
research@iebatrust.ro

TRADING

Catalin Miron
catalin.miron@iebatrust.ro

George Nistor
george.nistor@iebatrust.ro

SSIF IEBA TRUST

18, Mircea Eliade Bvd, Part A,
District 1, Bucharest 012015,
Romania

Tel. : +4021 313 0102
Fax : +4021 313 1595