

Friday - April 14, 2017

Bucharest Stock Exchange

Local Indices	Last close	Day %	YTD %	YoY %
BET	8,258.06	0.5%	16.6%	22.7%
BET-FI	31,500.40	0.0%	6.0%	13.0%
BET-NG	714.28	0.3%	21.4%	24.2%
BET-BK	1,536.65	0.0%	14.3%	21.3%
BET-XT	739.54	0.4%	14.9%	21.3%
BET-Plus	1,223.81	0.4%	16.3%	22.6%
ROTX ¹	16,152.87	0.3%	14.2%	22.0%

Market Digest - BSE	Daily	30D avg	YTD avg
Turnover (in RONm)	14.3	41.3	36.6
Turnover (in EURm*)	3.2	9.1	8.1
Volume	9.8	41.3	35.5
Total market cap (in RON bn)	161.9	160.7	140.4
Total market cap (in EUR bn*)	35.8	35.5	31.0

* turnover includes deal trades and is translated in last EURRON parity

Market Valuation Data (BET)	FY15A	FY16A	FY17E
P/E (x)	11.1	11.7	13.9
EV/EBITDA (x)	3.3	-0.3	0.0
P/BV (x)	0.8	0.8	1.0
EPS growth	18.5%	18.5%	18.8%
Div. Yield	4.8%	5.8%	5.8%

Corporate & Economic Events

18-April	Employment & Unemployment 2016 Data
20-April	BRD GSM
20-April	SIF1 EGSM and OGSM
24-April	SNN GSM
25-April	FP OGSM
25-April	SNP GSM
25-April	SNG GSM
26-April	SIF4 OGSM
26-April	Monetary Indicators Data
26-April	COTE GSM
26-April	TLV GSM
27-April	TLV Q1 17 Results
27-April	EL GSM
27-April	M GSM
27-April	TGN GSM
27-April	TEL GSM
28-April	SIF3 EGSM and OGSM

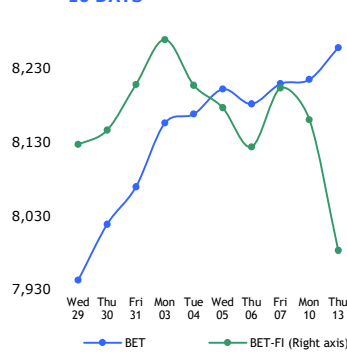
World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	20,453.25	-0.7%	3.5%	14.2%
S&P 500	2,328.95	-0.7%	4.0%	11.8%
Nasdaq	5,805.15	-0.5%	7.8%	17.3%
FTSE 100	7,327.59	-0.3%	2.6%	15.2%
DAX 30	12,109.00	-0.4%	5.5%	20.8%
CAC 40	5,071.10	-0.6%	4.3%	12.9%
PX - Czech Rep.	976.52	-0.7%	6.0%	9.0%
MICEX - Russia	1,944.70	-0.2%	-12.9%	0.6%
SOFIX	657.79	0.2%	12.2%	50.2%
ISE (XU100) - Turkey	89,870.68	-1.2%	15.0%	4.9%
WSE - Poland	58,695.36	0.5%	13.4%	22.0%
Nikkei 225 (Japan)	18,426.84	-0.7%	-3.6%	12.5%
Hang Seng	24,261.66	-0.2%	10.3%	14.7%

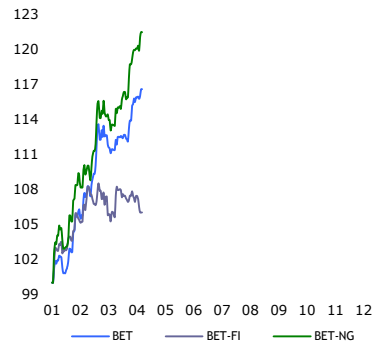
FX/Commodities/Rates

EUR/RON	4.52	Libor (12M)	-0.1%
USD/RON	4.26	ROBID (ON)	0.3%
EUR/USD	1.06	ROBID (1M)	1.0%
Brent (\$/bbl - dated)	54.70	ROBOR (ON)	0.3%
Gold (\$/oz)	1,287.88	ROBOR (1M)	0.4%
Euribor (1M)	-0.37%	NBR rate	1.8%
Euribor (12M)	-0.12%	CPI (YoY) 02/2017	0.2%
Libor (1M)	-0.39%	GDP real FY16	4.8%

10 DAYS

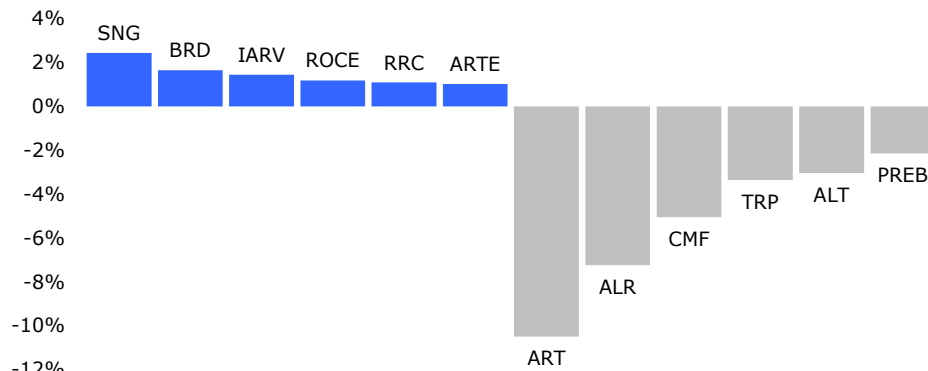


Rebased 2017



Market comment

Low liquidity amid quite trading.



Most Traded *	Turnover	Day %
TLV	3,433,460	0.5%
BRD	1,759,434	1.6%
SNG	1,532,837	2.4%
TGN	963,802	-1.3%
M	839,729	0.0%
COTE	718,522	0.0%
SNP	654,055	0.2%
FP	581,038	0.3%
SNN	523,921	-0.1%
SIF2	509,420	-0.2%

Best 6 performers	Turnover	Day %
SNG	1,532,837	2.4%
BRD	1,759,434	1.6%
IARV	151,203	1.4%
ROCE	1,393	1.2%
RRC	5,012	1.1%
ARTE	59	1.0%

Worst 6 performers	Turnover	Day %
ART	4,574	-10.5%
ALR	118,062	-7.2%
CMF	7,468	-5.1%
TRP	19,660	-3.4%
ALT	19	-3.0%
PREB	102,956	-2.2%

* turnover includes deal trades

Stock	BSE Ticker	Last price	Mkt Cap (m RON)	Mkt Cap (m EUR)	Volume (000)	30D Volume (000)	Day %	Weekly %	YTD %	YoY %	P/E (16E)	P/E (17E)	P/BV (16E)	P/BV (17E)	EV/EBITDA (16E)	EV/EBITDA (17E)
OMV Petrom	SNP	0.32	18,041.1	3,989.3	2,054.1	5,918.9	0.16%	4.60%	22.03%	33.5%	14.2	17.4	0.6	0.7	3.1	3.8
BRD	BRD	12.36	8,613.7	1,904.7	142.7	134.5	1.64%	-0.32%	4.04%	23.1%	10.9	11.3	1.2	1.3	n/a	n/a
BANCA TRANSILVANIA	TLV	2.78	10,136.0	2,241.3	1,238.6	1,052.3	0.54%	2.21%	16.56%	1.8%	7.1	8.2	1.5	1.7	n/a	n/a
TRANSGAZ S.N.T.G.N.	TGN	374.00	4,403.4	973.7	2.6	1.9	-1.32%	-1.32%	27.21%	30.8%	5.8	7.4	0.9	1.1	2.5	3.6
TRANSELECTRICA	TEL	32.80	2,404.3	531.7	2.1	31.1	-0.61%	-1.50%	12.33%	9.0%	7.5	8.4	0.7	0.8	2.8	3.2
SNGN ROMGAZ	SNG	31.50	12,140.8	2,684.6	49.4	93.1	2.44%	3.28%	26.00%	17.1%	9.4	11.8	1.0	1.3	4.6	6.2
SN NUCLEARELECTRICA	SNN	7.09	2,137.7	472.7	73.9	42.5	-0.14%	1.43%	47.55%	33.8%	13.3	19.6	0.2	0.3	2.2	3.3
BVB SA	BVB	31.50	241.7	53.5	6.6	12.8	-0.63%	2.27%	8.62%	19.8%	28.3	30.7	2.3	2.5	48.9	58.9
ELECTRICA	EL	14.36	4,967.7	1,098.5	34.1	85.8	-0.28%	2.21%	9.12%	17.3%	19.0	20.8	1.2	1.3	-22.3	-25.8
FONDUL PROPRIETATEA	FP	0.90	10,749.2	2,376.9	648.1	998.7	0.34%	-1.10%	12.58%	17.5%	15.0	18.8	0.7	0.9	n/a	n/a
SIF OLTENIA	SIF5	1.64	951.5	210.4	132.3	321.8	-0.61%	-3.19%	0.61%	6.1%	9.3	9.4	0.7	0.7	n/a	n/a
SIF MOLDOVA	SIF2	0.84	869.0	192.1	613.9	349.8	-0.24%	-2.67%	7.31%	13.3%	6.6	7.0	0.5	0.5	n/a	n/a
SIF TRANSILVANIA	SIF3	0.25	546.1	120.7	1,398.8	1,327.4	-0.20%	0.00%	0.00%	-5.1%	7.9	7.9	0.6	0.6	n/a	n/a
SIF BANAT CRISANA	SIF1	1.89	1,037.3	229.4	33.8	29.4	0.00%	-1.77%	2.27%	22.7%	12.5	12.7	0.5	0.5	n/a	n/a
SIF MUNTENIA	SIF4	0.71	569.8	126.0	451.3	258.2	0.57%	-0.84%	7.62%	16.1%	10.5	11.3	0.5	0.5	n/a	n/a

Top News and Headlines

FONDUL PROPRIETATEA (FP RO): March NAV at 1.1943/share, -2.2% MoM, +9% YoY; discount to last price at 25% - bvb.ro

SIF BANAT CRISANA (SIF1 RO): March NAV at 4.0813/share, +3.1% MoM, +24% YoY; discount to last price at 54% - bvb.ro

SIF OLTENIA (SIF5 RO): March NAV at 2.9810/share, +1.2% MoM, +15% YoY; discount to last price at 45% - bvb.ro

SIF MOLDOVA (SIF2 RO): March NAV at 1.6805/share, -1% MoM, +18% YoY; discount to last price at 50% - bvb.ro

SIF MUNTENIA (SIF4 RO): March NAV at 1.5150 /share, +0.1% MoM, +14% YoY; discount to last price at 53% - bvb.ro

NUCLEARELECTRICA (SNN RO): starting May 1st the mandate of Mrs. Daniela Lulache as CEO was extended for a 4-months period – bvb.ro

Ministry of Finance sold RON 600m in 5Y bonds at an average yield of 2.77 – economica.net

Jan-Feb current account posted a surplus of EUR 204m, compared with a deficit of EUR 139m in the same period the year before. FDI totalled EUR 655m, up by 85% YoY – bnro.ro

Construction works volumes decreased by 3.4% YoY in February – insse.ro

Jan-Feb wholesale turnover increased as gross series by 2.6% YoY – insse.ro

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: $\text{Target price} / \text{current price} - 1$

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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Please observe relevant disclosures at the end of the report

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