

Wednesday - May 17, 2017

## Bucharest Stock Exchange

Local Indices	Last close	Day %	YTD %	YoY %
BET	8,454.74	-0.1%	19.3%	31.2%
BET-FI	32,379.63	-0.9%	9.0%	26.8%
BET-NG	744.58	0.4%	26.6%	39.6%
BET-BK	1,609.82	-0.1%	19.8%	36.0%
BET-XT	759.97	0.0%	18.1%	31.6%
BET-Plus	1,250.76	-0.2%	18.8%	30.9%
ROTX <sup>1</sup>	16,793.77	0.0%	18.7%	32.4%

Market Digest - BSE	Daily	30D avg	YTD avg
Turnover (in RONm)	142.9	24.1	38.1
Turnover (in EURm*)	31.4	5.3	8.4
Volume	59.5	24.1	35.2
Total market cap (in RON bn)	171.7	164.8	141.3
Total market cap (in EUR bn*)	37.7	36.2	31.1

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

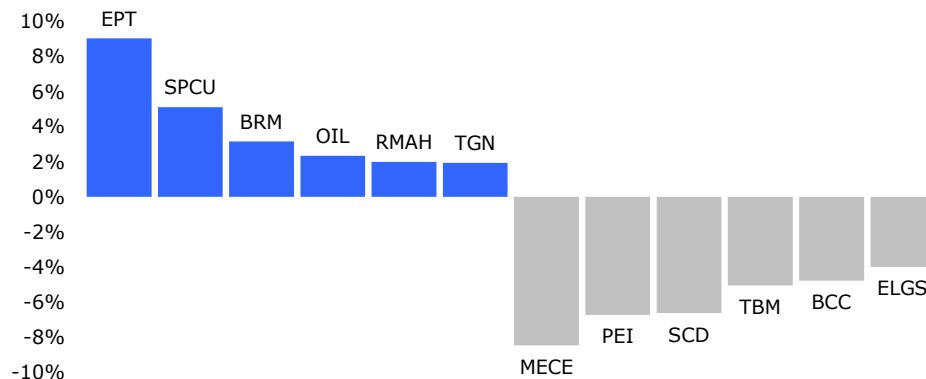
Market Valuation Data (BET)	FY15A	FY16A	FY17E
P/E (x)	11.1	11.7	14.2
EV/EBITDA (x)	3.3	-0.3	0.2
P/BV (x)	0.8	0.8	1.0
EPS growth	18.5%	18.5%	21.0%
Div. Yield	4.8%	5.6%	5.6%

## Corporate & Economic Events

24-May	Monetary Indicators Data
30-May	Construction permits for buildings data
31-May	Unemployment Data
07-June	Q1 17(P1) GDP Data
08-June	Construction of Dwellings Data (P)
14-June	Wholesale Turnover Data
14-June	Construction Works Data
15-June	SNG OGS
19-June	TGN OGS
27-June	Monetary Indicators Data
27-June	Employment and Unemployment Data
30-June	Construction permits for buildings data
03-July	Unemployment Data
07-July	Q1 17(P2) GDP Data
14-July	SNP Q2 17 Trading Update
14-July	Wholesale Turnover Data
25-July	Monetary Indicators Data

## Market comment

Liquidity pushed to EUR 31.4m due to trades with DIGI, which in the first trading day generated over half of the turnover. Deals occurred in BRD, TLV, SIF4 and SNG for accumulated value of EUR 5.4m.



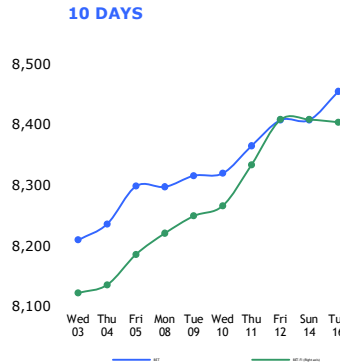
## World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	20,979.75	0.0%	6.2%	18.5%
S&P 500	2,400.67	-0.1%	7.2%	16.2%
Nasdaq	6,169.87	0.3%	14.6%	29.2%
FTSE 100	7,522.03	0.9%	5.3%	22.3%
DAX 30	12,804.53	0.0%	11.5%	28.7%
CAC 40	5,406.10	-0.2%	11.2%	25.4%
PX - Czech Rep.	1,027.12	0.6%	11.4%	16.4%
MICEX - Russia	1,992.94	-0.5%	-10.7%	4.1%
SOFIX	660.87	0.8%	12.7%	50.1%
ISE (XU100) - Turkey	96,161.50	0.6%	23.1%	24.9%
WSE - Poland	61,000.25	-1.3%	17.9%	30.3%
Nikkei 225 (Japan)	19,919.82	0.3%	4.2%	21.0%
Hang Seng	25,335.94	-0.1%	15.2%	27.4%

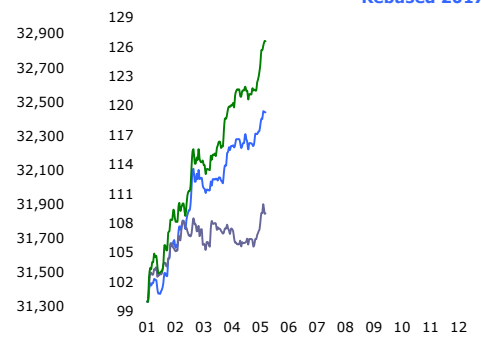
## FX/Commodities/Rates

EUR/RON	4.55	Libor (12M)	-0.1%
USD/RON	4.10	ROBID (ON)	0.3%
EUR/USD	1.11	ROBID (1M)	1.0%
Brent (\$/bbl - dated)	50.76	ROBOR (ON)	0.3%
Gold (\$/oz)	1,237.06	ROBOR (1M)	0.5%
Euribor (1M)	-0.37%	NBR rate	1.8%
Euribor (12M)	-0.13%	CPI (YoY) 04/2017	0.6%
Libor (1M)	-0.40%	GDP real Q1'17	5.7%

## 10 DAYS



## Rebased 2017



Most Traded	Turnover	Day %
DIGI	62,822,400	0.0%
BRD	20,299,780	0.6%
TLV	17,495,420	0.2%
SNG	7,523,469	0.6%
FP	7,387,470	-2.1%
SNP	7,282,943	1.4%
TGN	6,477,182	2.0%
EL	3,828,220	-2.1%
SIF4	2,400,415	0.0%
TRP	1,102,106	-3.4%

Best 6 performers	Turnover	Day %
EPT	5	9.0%
SPCU	740	5.1%
BRM	23	3.2%
OIL	685,228	2.3%
RMAH	9,300	2.0%
TGN	6,477,182	2.0%

Worst 6 performers	Turnover	Day %
MECE	1,893	-8.4%
PEI	5	-6.7%
SCD	149,844	-6.6%
TBM	572,915	-5.0%
BCC	225,894	-4.8%
ELGS	159,517	-4.0%

\* 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	0.34	19,004.1	4,177.7	21,834.8	11,108.0	1.36%	4.68%	28.54%	45.9%	14.2	18.3	0.6	0.7	3.1	3.9
BRD	BRD	12.48	8,697.3	1,912.0	1,631.9	821.3	0.65%	-3.26%	5.05%	28.3%	10.9	11.4	1.2	1.3	n/a	n/a
BANCA TRANSILVANIA	TLV	2.75	10,026.6	2,204.2	6,418.5	3,235.0	0.18%	-0.54%	15.30%	-0.4%	7.1	8.1	1.5	1.7	n/a	n/a
TRASGAZ S.N.T.G.N.	TGN	417.00	4,909.7	1,079.3	15.4	7.9	1.96%	8.88%	41.84%	55.0%	5.8	8.2	0.9	1.3	2.5	4.1
TRANSELECTRICA	TEL	32.40	2,375.0	522.1	33.6	19.0	-1.37%	-0.46%	10.96%	11.1%	7.5	8.3	0.7	0.8	2.8	3.2
SNGN ROMGAZ	SNG	32.70	12,603.3	2,770.6	229.9	125.2	0.62%	5.83%	30.80%	44.7%	9.4	12.3	1.0	1.3	4.6	6.5
SN NUCLEAR ELECTRICA	SNN	6.81	2,053.3	451.4	29.0	28.9	-1.87%	2.87%	41.73%	32.7%	13.3	18.8	0.2	0.3	2.2	3.1
BVB SA	BVB	35.00	268.6	59.0	6.5	3.4	0.86%	8.70%	20.69%	42.3%	28.3	34.1	2.3	2.7	48.9	72.8
ELECTRICA	EL	14.20	4,912.3	1,079.9	270.3	139.0	-2.07%	-0.54%	7.90%	17.0%	19.0	20.5	1.2	1.3	-22.3	-25.3
FONDUL PROPRIETATEA	FP	0.90	10,749.2	2,363.0	8,083.0	4,146.9	-2.07%	0.34%	12.96%	24.7%	15.0	18.8	0.7	0.9	n/a	n/a
SIF OLTENIA	SIF5	1.71	990.9	217.8	138.5	101.7	-0.35%	2.89%	4.79%	23.8%	9.3	9.8	0.7	0.7	n/a	n/a
SIF MOLDOVA	SIF2	0.88	912.6	200.6	214.5	136.8	-0.34%	3.66%	12.69%	30.2%	6.6	7.4	0.5	0.6	n/a	n/a
SIF TRANSILVANIA	SIF3	0.25	542.8	119.3	2,083.7	1,083.9	-1.00%	-0.40%	-0.60%	4.0%	7.9	7.9	0.6	0.6	n/a	n/a
SIF BANAT CRISANA	SIF1	1.95	1,068.1	234.8	56.2	31.4	-0.21%	4.06%	5.30%	38.0%	12.5	13.1	0.5	0.5	n/a	n/a
SIF MUNTENIA	SIF4	0.76	613.3	134.8	3,056.3	1,533.4	0.00%	6.15%	15.85%	41.8%	10.5	12.2	0.5	0.5	n/a	n/a

## Top News and Headlines

**BURSA DE VALORI BUCURESTI (BVB RO):** Dividend payment to start on 6 June – bvb.ro

**TRASGAZ (TGN RO):** Following the resignation of Mr. Petru Ion Vaduva for personal reasons, Mr. Ion Sterian was appointed interim General Manager – bvb.ro

**FONDUL PROPRIETATEA (FP RO), ELECTRICA (EL RO):** FP initiated a competitive process leading to potential disposals of the Fund's holdings in Electrica subsidiaries (i.e. SDEE Distributie Muntenia Nord S.A., SDEE Distributie Transilvania Sud S.A., SDEE Distributie Transilvania Nord S.A. and Electrica Furnizare S.A.) – bvb.ro

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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

Please observe relevant disclosures at the end of the report

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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- has received compensation for financial investment services from the company within the last 12 months;
- is a market maker or stabilizing manager of the company's securities;
- has one or more members in the board of directors or supervisory board of the company

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