

Friday - May 19, 2017

## Bucharest Stock Exchange

Local Indices	Last close	Day %	YTD %	YoY %
BET	8,430.33	-0.3%	19.0%	31.0%
BET-FI	32,487.93	-0.2%	9.3%	27.6%
BET-NG	735.83	-0.4%	25.1%	39.0%
BET-BK	1,603.86	-0.3%	19.3%	36.2%
BET-XT	757.30	-0.3%	17.7%	31.6%
BET-Plus	1,247.44	-0.3%	18.5%	30.7%
ROTX <sup>1</sup>	16,788.55	-0.4%	18.7%	33.0%

### Market Digest - BSE

	Daily	30D avg	YTD avg
Turnover (in RONm)	61.6	27.2	38.4
Turnover (in EURm*)	13.5	6.0	8.4
Volume	32.2	27.2	35.2
Total market cap (in RON bn)	175.4	165.9	141.4
Total market cap (in EUR bn*)	38.4	36.3	31.0

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

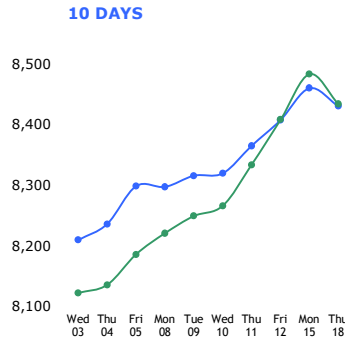
### Market Valuation Data (BET)

	FY15A	FY16A	FY17E
P/E (x)	11.1	11.7	14.1
EV/EBITDA (x)	3.3	-0.3	0.2
P/BV (x)	0.8	0.8	1.0
EPS growth	18.5%	18.5%	20.3%
Div. Yield	4.8%	5.7%	5.7%

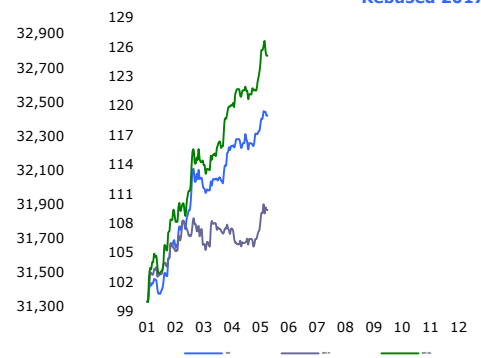
### Corporate & Economic Events

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

### 10 DAYS

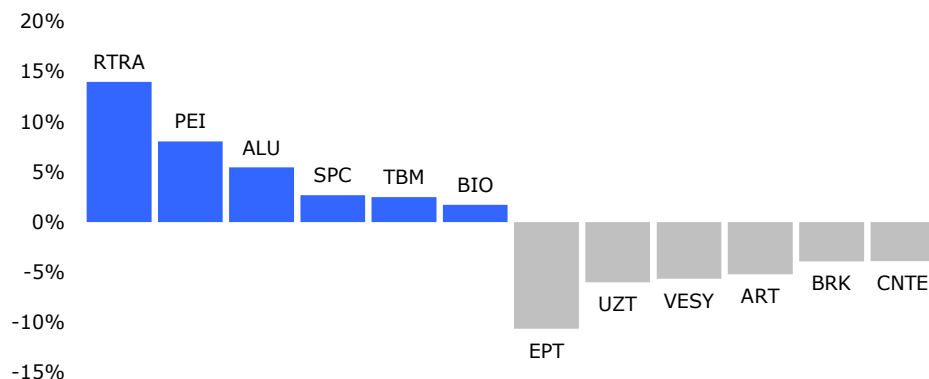


### Rebased 2017



### Market comment

BET closed down 0.3% on a EUR 13.5m liquidity. BRD and DIGI top traded in terms of value.



## World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	20,663.02	0.3%	4.6%	17.9%
S&P 500	2,365.72	0.4%	5.7%	15.5%
Nasdaq	6,055.13	0.7%	12.5%	27.8%
FTSE 100	7,436.42	-0.9%	4.1%	20.6%
DAX 30	12,590.06	-0.3%	9.7%	26.6%
CAC 40	5,289.73	-0.5%	8.8%	22.5%
PX - Czech Rep.	1,011.71	-0.9%	9.8%	15.8%
MICEX - Russia	1,967.66	-1.3%	-11.9%	2.6%
SOFIX	659.51	-0.4%	12.5%	50.7%
ISE (XU100) - Turkey	95,147.34	-0.6%	21.8%	23.2%
WSE - Poland	59,901.12	-0.4%	15.7%	28.5%
Nikkei 225 (Japan)	19,553.86	-1.3%	2.3%	17.5%
Hang Seng	25,136.52	-0.6%	14.3%	26.8%

### FX/Commodities/Rates

EUR/RON	4.57	Libor (12M)	-0.1%
USD/RON	4.11	ROBID (ON)	0.3%
EUR/USD	1.11	ROBID (1M)	1.0%
Brent (\$/bbl - dated)	51.95	ROBOR (ON)	0.3%
Gold (\$/oz)	1,247.14	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%

### Most Traded

	Turnover	Day %
BRD	21,457,500	-0.3%
DIGI	16,820,440	0.0%
SNP	5,240,016	-0.6%
FP	3,608,546	-0.9%
TGN	3,414,361	-0.5%
SNG	3,051,850	0.3%
CEO	1,779,754	1.2%
TLV	1,641,007	0.5%
SIF5	1,371,239	-0.1%
TEL	556,113	-1.4%

### Best 6 performers

	Turnover	Day %
RTRA	0	14.0%
PEI	158	8.1%
ALU	51,211	5.4%
SPC	2	2.7%
TBM	78,883	2.5%
BIO	290	1.7%

### Worst 6 performers

	Turnover	Day %
EPT	446	-10.7%
UZT	226	-6.0%
VESY	7	-5.7%
ART	11	-5.2%
BRK	25,695	-3.9%
CNTE	3,784	-3.9%

\* 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	0.33	18,862.5	4,129.7	15,762.9	8,071.1	-0.60%	3.42%	27.59%	45.7%	14.2	18.2	0.6	0.7	3.1	3.9
BRD	BRD	12.48	8,697.3	1,904.2	1,718.9	871.9	-0.32%	0.32%	5.05%	31.4%	10.9	11.4	1.2	1.3	n/a	n/a
BANCA TRANSILVANIA	TLV	2.76	10,063.1	2,203.2	598.4	1,315.4	0.55%	-0.18%	15.72%	0.4%	7.1	8.2	1.5	1.7	n/a	n/a
TRANSGAZ S.N.T.G.N.	TGN	405.00	4,768.4	1,044.0	8.4	5.7	-0.49%	4.11%	37.76%	51.1%	5.8	8.0	0.9	1.2	2.5	4.0
TRANSELECTRICA	TEL	31.75	2,327.4	509.6	17.5	8.8	-1.40%	-1.55%	8.73%	8.9%	7.5	8.2	0.7	0.7	2.8	3.1
SNGN ROMGAZ	SNG	32.50	12,526.2	2,742.5	94.2	57.1	0.31%	4.33%	30.00%	47.1%	9.4	12.2	1.0	1.3	4.6	6.4
SN NUCLEARELECTRICA	SNN	6.76	2,038.2	446.2	25.4	122.6	-0.29%	-1.17%	40.69%	31.5%	13.3	18.7	0.2	0.3	2.2	3.1
BVB SA	BVB	34.40	264.0	57.8	2.3	2.9	-0.86%	6.83%	18.62%	39.8%	28.3	33.5	2.3	2.7	48.9	70.4
ELECTRICA	EL	14.00	4,843.2	1,060.4	37.0	239.9	-0.57%	-0.18%	6.38%	16.3%	19.0	20.2	1.2	1.2	-22.3	-24.8
FONDUL PROPRIETATEA	FP	0.91	10,749.2	2,353.4	3,963.0	2,906.0	-0.87%	1.45%	14.47%	22.6%	15.0	18.8	0.7	0.9	n/a	n/a
SIF OLTENIA	SIF5	1.71	989.8	216.7	806.6	420.6	-0.12%	2.65%	4.66%	26.7%	9.3	9.8	0.7	0.7	n/a	n/a
SIF MOLDOVA	SIF2	0.88	911.5	199.6	68.1	51.0	0.23%	2.69%	12.56%	33.0%	6.6	7.4	0.5	0.6	n/a	n/a
SIF TRANSILVANIA	SIF3	0.25	540.6	118.4	1,528.9	871.9	-0.80%	-0.60%	-1.00%	8.3%	7.9	7.8	0.6	0.6	n/a	n/a
SIF BANAT CRISANA	SIF1	1.94	1,067.0	233.6	47.3	58.4	0.52%	3.29%	5.19%	38.9%	12.5	13.1	0.5	0.5	n/a	n/a
SIF MUNTENIA	SIF4	0.76	615.0	134.6	163.7	85.9	0.00%	5.54%	16.16%	41.1%	10.5	12.2	0.5	0.5	n/a	n/a

## Top News and Headlines

Ministry of Finance sold RON 500m in 3Y bonds at an avg. yield of 1.87% - zf.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: 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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- c) has received compensation for financial investment services from the company within the last 12 months;
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