

Expected value crystallization seen as increasing source for higher cash distributions

NAV Update –

3M'17 Holdings&May reported NAV

BUY

Previous Rating: BUY

| | |
|-------------------------------|--------|
| TARGET PRICE 12M (RON) | 1.0000 |
| Previous Target price | 0.9900 |
| SHARE PRICE (RON) | 0.8720 |

| Performance | 1M | 6M | 12M | YTD |
|-------------------|----------------------------|------|-------|-------|
| Absolute (%) | -4.4% | 10% | 24% | 9.7% |
| Relative - BET(%) | -2.5% | 5.1% | -4.5% | -8.1% |
| RIC | | | | FP.BX |
| Bloomberg | | | | FP RO |
| Index listed | BET, BET-FI, BET-XT,BET-TR | | | |

| | |
|------------------------------|-----------------|
| Market Cap (RON m) | 8,784.59 |
| Market Cap (EUR m) | 1,921 |
| Shares Out (m) | 10,074.08 |
| 52 Week Range (RON) | 0.6750 / 0.9250 |
| % from 52 Week range | 29% / -5.72% |
| Avg daily volume 6M (shares) | 8,765,235 |

| Shareholders | (%) |
|----------------------------------|-------|
| The Bank of New York Mellon | 34.74 |
| Foreign Institutional Investors | 21.54 |
| Romanian Private Investors | 17.30 |
| Romanian Institutional Investors | 14.78 |

Pricing as of 23rd June

26 June 2017

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We see no changes in the portfolio for the year. 360-days running lock-up period for OMV Petrom and no IPOs for the year, will keep NAVPS below RON 1.4, in our view, but we expect significant change in 2018, once with Hidroelectrica listing, thinking that odds are favorable near end-Q1'18. Due to the market rally in March-May, share price reached a quite fair discount to reported NAVPS in the range of 20%-25%. Blue-chips in portfolio now at RON 2.95bn, o/w RON 2.2bn in SNP (73%), Hidroelectrica IPO to weight more than SNP in future NAV.

Electrica discussions may resume in the future. Recent SAPE issue (post-privatization claims of EUR 800m) could leave Electrica largely out of cash (FY'16 consolidated cash position at RON 2.76bn or USD 674m) to buy minority stakes from FP, should government win in court the amount, as we think a discount on carrying value would be outside of FP view upon holdings' true value. Last NAV value for Electrica minority stakes carried at RON 709m (USD 173m).

Annual distribution of RON 0.05/share to start on June 30 – all legal conditions have been fulfilled; a special distribution of RON 0.05/share was paid starting 27 March. Ongoing cash distributions and disposal of unlisted stakes makes room for either new investments either for some special cash distributions should Hidroelectrica be listed in 2018.

Memorandum to request SOEs a payout of minimum 90% and new Ordinance passed by Government allowing for special dividend payments from capitalized profits – Fondul lately tried to enforce these regulations with BRD and Hidroelectrica, yet unfavorable, while Nuclearelectrica did not approve distribution of dividends from retained earnings either, motivated by the large amount to finance a negative NPV profile estimated for the refurbishment of first reactor at Cernavoda.

IPO pipeline could be larger, should Hidroelectrica IPO be unlocked – we think that ports and airports would be another desirable and strategic advantage for NAVPS, but due to the political unstable environment, looks like these options are abandoned for the time being. Remaining portion of the unlisted portfolio side, is in our view, a good candidate for future divestiture, with cash distributed to investors and/or creation of new positions in listed side of the portfolio. 2017 official estimated dividend income from unlisted side of the portfolio at RON 341.5m.

Manchester Securities Corp., the investment vehicle owned by the US fund Elliot, reduced stake in FP to some 19.3% (our computations) following sale of some 40m shares on BVB and 5m GDRs on LSE during June 2017, as reported on BVB.

Q1'17 net profit of RON 293m. First quarter result pointed to RON 296m in net unrealized gain from equities at FV through P&L by OMV Petrom share price appreciation of some 16% over the period, RON 18.2m from reversal of impairment losses relating to receivables for the unpaid share capital of Ministry of Finance (following reduction in nominal value of shares from RON 0.85 to RON 0.57, registered on March 24), and some RON 6.3m from sale of entire stake in Oil Terminal and partial sale in Banca Transilvania (difference between proceeds on sale and carrying value plus previous net unrealized gain removed from equity upon asset derecognition).

Fondul Proprietatea NAVPS breakdown and major unlisted stakes monthly official valuation:

| NAV breakdown | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | Jul-16 | Aug-16 | Sep-16 | Oct-16 | Nov-16 | Dec-16 | Jan-17 | Feb-17 | Mar-17 | Apr-17 | May-17 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Listed shares | 3,999 | 3,925 | 4,026 | 3,015 | 3,015 | 3,148 | 3,342 | 3,396 | 3,247 | 2,225 | 2,248 | 2,487 | 2,602 | 2,825 | 2,869 | 2,884 | 3,126 |
| weight in NAV (%) | 38% | 35% | 35% | 26% | 26% | 27% | 28% | 28% | 29% | 20% | 20% | 22% | 23% | 24% | 27% | 27% | 28% |
| weight in unlisted (%) | 55% | 54% | 56% | 42% | 42% | 43% | 45% | 46% | 44% | 30% | 31% | 33% | 34% | 37% | 38% | 38% | 41% |
| Unlisted shares | 7,221 | 7,221 | 7,221 | 7,224 | 7,224 | 7,373 | 7,374 | 7,374 | 7,374 | 7,374 | 7,372 | 7,546 | 7,546 | 7,546 | 7,546 | 7,546 | 7,544 |
| other financial assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Account receivables | 28 | 28 | 30 | 354 | 354 | 523 | 306 | 307 | 306 | 126 | 20 | 20 | 11 | 13 | 15 | 10 | 458 |
| Bank deposits | 159 | 125 | 125 | 608 | 608 | 573 | 792 | 686 | 155 | 317 | 364 | 305 | 565 | 230 | 163 | 155 | 97 |
| Cash&bank deposits | 271 | 236 | 215 | 835 | 835 | 688 | 885 | 956 | 484 | 1,395 | 1,442 | 1,421 | 1,406 | 1,213 | 798 | 341 | 272 |
| Tbonds | 101 | 102 | 90 | 226 | 226 | 81 | 81 | 160 | 321 | 1,072 | 1,072 | 1,110 | 836 | 978 | 149 | 149 | 149 |
| Reserves & Retained Earnings | 1,387 | 1,288 | 1,571 | 1,520 | 1,520 | 2,484 | 2,672 | 2,720 | 2,036 | 1,884 | 1,875 | 2,259 | 2,963 | 3,179 | 4,944 | 4,947 | 5,614 |
| Account payable | 20 | 11 | 14 | 23 | 23 | 27 | 29 | 10 | 29 | 43 | 14 | 26 | 25 | 18 | 41 | 41 | 11 |
| other debt | 27 | 26 | 27 | 23 | 23 | 53 | 30 | 26 | 25 | 25 | 25 | 21 | 14 | 11 | 491 | 48 | 32 |
| Provisions | 10 | 12 | 12 | 12 | 12 | 12 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| NAV | 10,444 | 11,362 | 11,440 | 11,389 | 11,389 | 11,805 | 11,993 | 11,991 | 11,357 | 11,052 | 11,043 | 11,427 | 11,526 | 11,742 | 10,697 | 10,692 | 11,356 |
| NAV/share | 1.098 | 1.091 | 1.100 | 1.101 | 1.101 | 1.145 | 1.163 | 1.163 | 1.170 | 1.142 | 1.145 | 1.187 | 1.199 | 1.222 | 1.192 | 1.195 | 1.279 |
| EOp price | 0.730 | 0.740 | 0.771 | 0.748 | 0.736 | 0.726 | 0.775 | 0.794 | 0.803 | 0.806 | 0.786 | 0.795 | 0.854 | 0.910 | 0.888 | 0.900 | 0.912 |
| (%) discount to NAV | -33% | -32% | -30% | -32% | -33% | -37% | -33% | -32% | -31% | -29% | -31% | -33% | -29% | -26% | -26% | -25% | -29% |
| Companies in portfolio, o/w | 48 | 48 | 48 | 47 | 47 | 45 | 45 | 45 | 45 | 45 | 45 | 45 | 45 | 45 | 44 | 44 | 43 |
| Admitted to trading on regulated market | 8 | 8 | 8 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 6 | 6 | 5 |
| Admitted to trading on an Aero market | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Companies not admitted to trading | 34 | 34 | 34 | 34 | 34 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 |
| Hidroelectrica | 2,654 | 2,654 | 2,654 | 2,654 | 2,654 | 3,269 | 3,269 | 3,269 | 3,269 | 3,269 | 3,269 | 3,384 | 3,384 | 3,384 | 3,384 | 3,384 | 3,384 |
| weight in unlisted NAV portion (%) | 37% | 37% | 37% | 37% | 37% | 44% | 44% | 44% | 44% | 44% | 44% | 45% | 45% | 45% | 45% | 45% | 45% |
| weight in NAV (%) | 25% | 23% | 23% | 23% | 23% | 28% | 27% | 27% | 29% | 30% | 30% | 30% | 29% | 29% | 32% | 32% | 30% |
| vs. listed shares m-t-m value (%) | 66% | 68% | 66% | 88% | 88% | 104% | 98% | 96% | 101% | 147% | 145% | 136% | 130% | 120% | 118% | 117% | 108% |
| Enel Distributie Banat | 624 | 624 | 624 | 624 | 624 | 624 | 624 | 624 | 624 | 624 | 624 | 600 | 600 | 600 | 600 | 600 | 600 |
| E.ON Distributie Romania | 510 | 510 | 510 | 510 | 510 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Bucharest Airports (CNAB) | 498 | 498 | 498 | 498 | 498 | 632 | 632 | 632 | 632 | 632 | 632 | 761 | 761 | 761 | 761 | 761 | 761 |
| Enel Distributie Muntenia | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 449 | 449 | 449 | 449 | 449 | 449 |
| Engie Romania | 446 | 446 | 446 | 446 | 446 | 446 | 446 | 446 | 446 | 446 | 446 | 453 | 453 | 453 | 453 | 453 | 453 |
| Enel Distributie Dobrogea | 401 | 401 | 401 | 401 | 401 | 401 | 401 | 401 | 401 | 401 | 401 | 380 | 380 | 380 | 380 | 380 | 380 |
| Electrica Distributie Muntenia Nord SA | 254 | 254 | 254 | 254 | 254 | 254 | 254 | 254 | 254 | 254 | 254 | 255 | 255 | 255 | 255 | 255 | 255 |
| Electrica Distributie Transilvania Sud SA | 222 | 222 | 222 | 222 | 222 | 222 | 222 | 222 | 222 | 222 | 222 | 246 | 246 | 246 | 246 | 246 | 246 |
| Electrica Distributie Transilvania Nord SA | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 208 | 208 | 208 | 208 | 208 | 208 |
| Salrom | 177 | 177 | 177 | 177 | 177 | 177 | 177 | 177 | 177 | 177 | 177 | 181 | 181 | 181 | 181 | 181 | 181 |
| Constanta Port | 175 | 175 | 175 | 175 | 175 | 211 | 211 | 211 | 211 | 211 | 211 | 216 | 216 | 216 | 216 | 216 | 216 |
| Electrica Furnizare | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 168 | 168 | 168 | 168 | 168 | 168 |
| E.ON Energie Romania | 127 | 127 | 127 | 127 | 127 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Top 20 Holdings in NAV | 6,909 | 6,909 | 6,909 | 6,909 | 6,909 | 7,058 | 7,058 | 7,058 | 7,058 | 7,058 | 7,058 | 7,301 | 7,301 | 7,301 | 7,301 | 7,301 | 7,301 |
| weight in unlisted NAV portion (%) | 96% | 96% | 96% | 96% | 96% | 96% | 96% | 96% | 96% | 96% | 96% | 97% | 97% | 97% | 97% | 97% | 97% |
| weight in NAV (%) | 66% | 61% | 60% | 61% | 61% | 60% | 59% | 59% | 62% | 64% | 64% | 64% | 63% | 62% | 68% | 68% | 64% |
| vs. listed shares m-t-m value (x) | 1.73 | 1.76 | 1.72 | 2.29 | 2.29 | 2.24 | 2.11 | 2.08 | 2.17 | 3.17 | 3.14 | 2.94 | 2.81 | 2.58 | 2.54 | 2.53 | 2.34 |

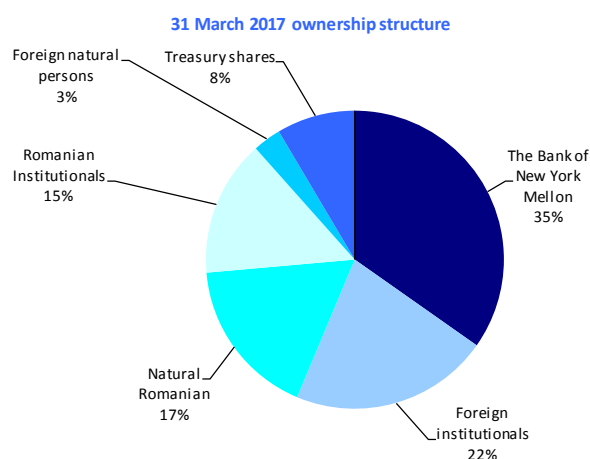
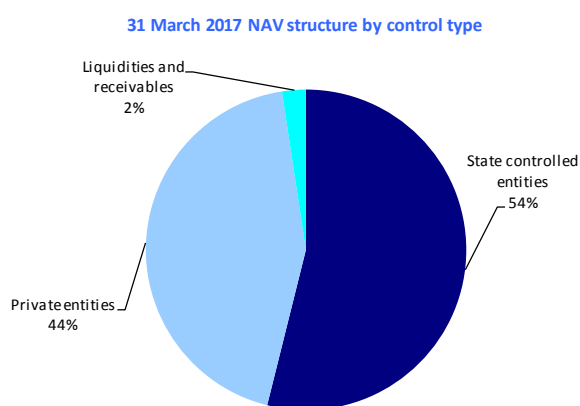
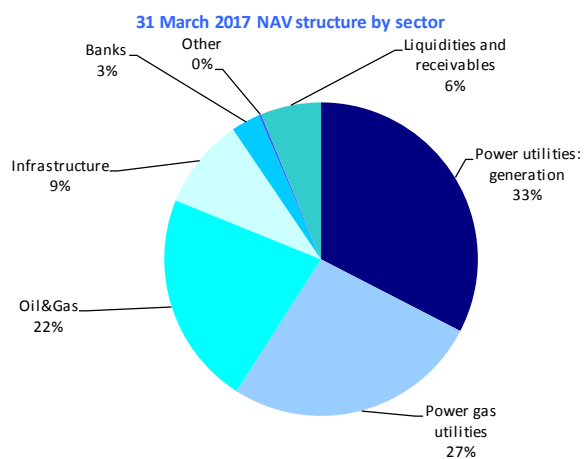
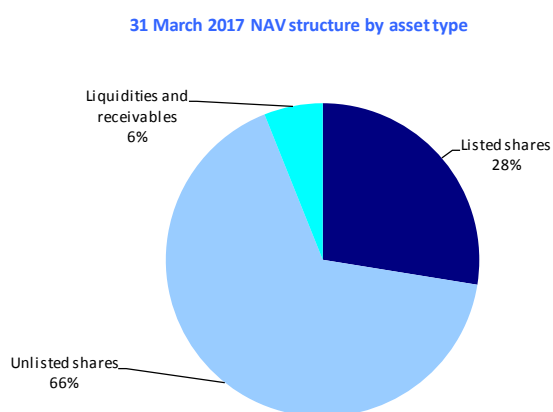
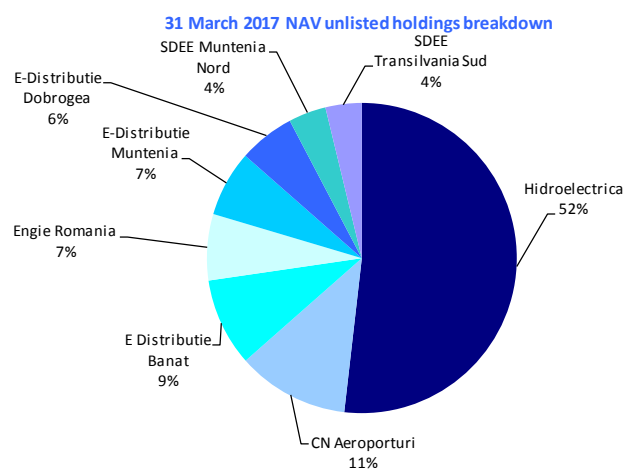
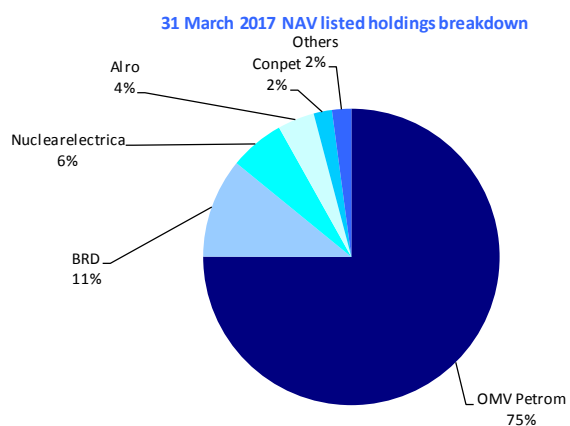
Source: Fondul Proprietatea, IEBATRUST

| RON m | Impact in NAV | Value of FP stake | | | | | |
|---|----------------------|-------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | | 2015 | | | 2016 | 2017 | |
| | | 30-Sep | 27-Nov | 31-Dec | 30-Aug | 30-Mar | 30-May |
| Electrica Distributie Muntenia Nord | 18.3 | 235.6 | 253.9 | 253.9 | 253.9 | 255.19 | 255.19 |
| Electrica Distributie Transilvania Nord | 14.3 | 201.6 | 215.6 | 215.6 | 215.9 | 208.29 | 208.29 |
| Electrica Distributie Transilvania Sud | 15.79 | 206.5 | 222.3 | 222.3 | 222.29 | 246.19 | 246.19 |
| Electrica Furnizare | 23.2 | 126.4 | 149.6 | 149.6 | 149.6 | 167.72 | 167.72 |
| Total | 72 | 770.1 | 841.4 | 841.4 | 841.69 | 877.39 | 877.39 |
| | Impact in NAV | 30-Sep | 27-Nov | 31-Dec | 30-Aug | 30-Mar | 30-May |
| Bucharest Airports (CNAB) | 263.2 | 332.3 | 332.3 | 497.8 | 632.5 | 761.0 | 761.0 |
| Romanian Post | -15.7 | 55.9 | 55.9 | 58.7 | 58.7 | 43.0 | 43.0 |
| Constanta Port | 40.9 | 132.6 | 132.6 | 175.1 | 211.0 | 216.0 | 216.0 |
| Plafar | 0.3 | 1.8 | 1.8 | 1.9 | 1.9 | 2.2 | 2.2 |
| Hidroelectrica | 729.89 | 2,178.09 | 2,178.10 | 2,654.10 | 3,268.99 | 3,383.99 | 3,383.99 |
| Salrom | 3.6 | 142.9 | 142.9 | 177.4 | 177.4 | 181.0 | 181.0 |
| CE Oltenia | -62.8 | 108.5 | 108.5 | 62.8 | 62.8 | 0.0 | 0.0 |
| Zirom | 2.2 | 39.3 | 39.3 | 23.3 | 23.3 | 25.5 | 25.5 |
| Constanta airport | 0.1 | 2.3 | 2.3 | 1.6 | 1.6 | 1.7 | 1.7 |
| Enel Distributie Banat | -24.1 | 640.5 | 640.5 | 624 | 624.0 | 599.9 | 599.9 |
| Enel Distributie Dobrogea | -21.0 | 396.9 | 396.9 | 401.2 | 402.0 | 380.2 | 380.2 |
| Enel Distributie Muntenia | -6.0 | 465.8 | 465.8 | 455.4 | 455.4 | 449.4 | 449.4 |
| GDF Suez Romania | 0.0 | 461.3 | 461.3 | 446.1 | 446.1 | 0.0 | 0.0 |
| E.ON Distributie Romania | 0.0 | 445.9 | 445.9 | 510.4 | 0.0 | 0.0 | 0.0 |
| E.ON Energie Romania | 0.0 | 133.9 | 133.9 | 126.5 | 0.0 | 0.0 | 0.0 |
| Enel Energie Muntenia | 6.3 | 65.1 | 65.1 | 64 | 64.0 | 70.3 | 70.3 |
| Enel Energie | -1.1 | 74.4 | 74.4 | 76.6 | 76.6 | 75.5 | 75.5 |
| Total | 916.0 | 5,677 | 5,677 | 6,357 | 6,506 | 6,190 | 6,190 |

Source: Fondul Proprietatea, IEBATRUST

May reported NAV detailed about some cumulated RON 1.63m drop in value of unlisted shares (the case of CN Administratia Porturilor Dunarii Maritime and CN Administratia Canalelor Navigabile) due to update of financials, as shareholders' equity of FY'15 adjusted with dividends declared per share was replaced with the value of shareholders' equity of FY'16 adjusted with dividends declared per share. Currently, the value of unlisted shares in the portfolio reached RON 7.54bn, out of which Hidroelectrica carries a weight of 45% at RON 3.38bn – value that is unchanged in the past six months. Still some 32 companies not admitted to trading that could create some additional value in NAV should they be listed or turned into cash. Hidroelectrica is largest company in NAV, with a weight of 30%.

March 2017 reported portfolio breakdown



Source: Fondul Proprietatea, IEBATRUST

FP Valuation Summary

FP's portfolio has a distinctive mix being comprised of all major Romanian energy companies (both public and private), utilities and transportation/infrastructure companies listed and non-listed entities.

For our base case scenario, we value FP using a sum-of-parts methodology employing almost (less conservative) a similar methodology to the official one. However, we also exercise a best case scenario incorporating different valuation methods for the companies in the portfolio. Our current NAVPS (base case) exercise incorporates:

- ◆ listed holdings – last closing price, considered in our numbers at June 23.
- ◆ for major unlisted companies – various scenarios were used, including some official Fund valuation numbers, were the case for the small unlisted holdings with less visibility upon reported numbers and irrelevant peer comparison upon their business models
- ◆ companies in insolvency or under litigation, priced at zero. In the end, we apply a discount of 20%, due to low visibility upon IPOs, the fund's holding nature and for the high weight of unlisted companies and low visibility of some holdings and their low marketability as well. We derive a fair value for Fondul Proprietatea of RON 11.19bn and a NAVPS of RON 1.00.

We also run a best case scenario, a NAVPS valuation exercise incorporating an optimistic and most probable scenario for the long-term including:

- ◆ listed holdings – last closing price, considered in our numbers at June 23, for listed stocks
- ◆ a relative valuation (average of EV/EBITDA and P/BV multiples) on major unlisted holdings, while
- ◆ for the rest unlisted small stakes holdings including (CE Oltenia due to restructuration process), we incorporate FP December reported values. Our best scenario exercise returns a fair value of RON 12.08bn and a NAVPS of RON 1.09.

Table. Official methodology versus IEBA's valuation approach

| | Official | IEBA | Alternative scenario |
|---|--|---|--|
| | The market capitalization of listed holdings at the date of statement | Last closing price | Last closing price |
| Listed holdings | No trades within last 30 days, then shareholder's equity or fair value | Last closing price | For the remaining smaller listed entities, we apply the maximum value between the latest Equity (i.e.2015/2016) and their market capitalization, either last valuation reported by the Fund as of March 2017 |
| Unlisted holdings | Shareholder's equity or fair value | Shareholder's equity or fair value, either last Fund official valuation for less visible entities | For the major unlisted holdings, we apply a relative valuation without any discounts (an optimistic scenario). The relative valuation incorporates the median value produced by applying peers' EV/EBITDA and P/BV multiples |
| Companies in liquidation / bankruptcy / negative equity | At zero | At zero | At zero |

Source: Fondul Proprietatea, IEBATRUST

Table. FY17E NAVPS

| Portfolio - RON m | No of companies | IEBA NAV 17E | % of total | Fair Value Based on EV/EBITDA (1) | % of total | Fair Value Based on P/BV (2) | % of total | Fair Value Based on Median (1)-(2) | % of total | Blended Value - IEBA NAV 17E & Fair Value Median |
|--------------------------------------|-----------------|---------------|--------------|-----------------------------------|-------------|------------------------------|-------------|------------------------------------|-------------|--|
| Listed in BVB holdings | 11 | 2,956 | 26% | 2,956 | 24% | 2,956 | 22% | 2,956 | 23% | 2,956 |
| OMV Petrom | | 2,156 | 19% | 2,156 | 18% | 2,156 | 16% | 2,156 | 17% | 2,156 |
| Nuclearelectrica | | 178 | 2% | 178 | 1% | 178 | 1% | 178 | 1% | 178 |
| BRD | | 358 | 3% | 358 | 3% | 358 | 3% | 358 | 3% | 358 |
| Banca Transilvania | | 18 | 0% | 18 | 0% | 18 | 0% | 18 | 0% | 18 |
| Alro | | 129 | 1% | 129 | 1% | 129 | 1% | 129 | 1% | 129 |
| Romaero | | 33 | 0% | 33 | 0% | 33 | 0% | 33 | 0% | 33 |
| Conpet | | 69 | 1% | 69 | 1% | 69 | 1% | 69 | 1% | 69 |
| Oil Terminal | | 0 | 0% | 0 | 0% | 0 | 0% | 0 | 0% | 0 |
| Non-listed companies | 32 | 7,546 | 67% | 8,656 | 70% | 10,056 | 73% | 9,343 | 72% | 8,445 |
| Hidroelectrica | 1 | 3,384 | 30% | 3,269 | 27% | 3,196 | 23% | 3,232 | 25% | 3,308 |
| CE Oltenia | 1 | 0 | 0% | 0 | 0% | 0 | 0% | 0 | 0% | 0 |
| Electricity Utilities | 10 | 2,453 | 22% | 3,638 | 30% | 4,277 | 31% | 3,958 | 30% | 3,205 |
| Airports | 3 | 766 | 7% | 845 | 7% | 1,873 | 14% | 1,359 | 10% | 1,063 |
| Gas Distribution | 1 | 453 | 4% | 480 | 4% | 336 | 2% | 408 | 3% | 431 |
| Posta Romana | 1 | 43 | 0% | 34 | 0% | 115 | 1% | 62 | 0% | 52 |
| Ports | 4 | 237 | 2% | 185 | 2% | 54 | 0% | 120 | 1% | 179 |
| Other | 11 | 209 | 2% | 205 | 2% | 205 | 1% | 205 | 2% | 207 |
| Total | 43 | 10,503 | 93.9% | 11,613 | 94% | 13,012 | 95% | 12,300 | 95% | 11,401 |
| (-) Provisions on the portfolio | | 0.86 | 0.0% | 1 | 0.0% | 1 | 0.0% | 0.86 | 0.0% | 0.86 |
| Other investments and receivables | | 458 | 4.1% | 458 | 3.7% | 458 | 3.3% | 458 | 3.5% | 458 |
| Cash | | 272 | 2.4% | 272 | 2% | 272 | 2.0% | 272 | 2.1% | 272 |
| (-) Debt (liabilities) | | 43 | 0.4% | 43 | 0.4% | 43 | 0.3% | 43 | 0.3% | 43 |
| NAV | | 11,188 | 100% | 12,298 | 100% | 13,698 | 100% | 12,985 | 100% | 12,087 |
| Per share** | | 1.260 | | 1.39 | | 1.54 | | 1.463 | | 1.362 |
| (+/-) Discount | | 20% | | 20% | | 20% | | 20% | | 20% |
| Shareholders' value | | 8,950 | | 9,839 | | 10,958 | | 10,388 | | 9,669 |
| Shareholders' value per share | | 1.008 | | 1.11 | | 1.23 | | 1.170 | | 1.089 |
| <i>Upside/downside (%)</i> | | <i>15%</i> | | | | | | <i>33%</i> | | <i>24%</i> |

* Balance sheet NAV ac. to official valuation method, incorporating m-t-m value for listed holdings.

** adjusted with the paid number of shares and treasury shares not cancelled yet (8,876,671,315)

Source: Fondul Proprietatea, IEBATRUST

Our recommendation

Given our NAVPS17E at RON 11.19bn, standing at the conservative side with higher potential for upward revisions and a discount of 20% due to high unlisted stakes in the portfolio, resulting to a shareholder's value per share of RON 1.00, we set our rating at BUY. We see FP as a value play and a long-term investment case.

Targeted NAVPS in the long run

Additionally, we run a NAVPS valuation exercise that incorporates an optimistic and a higher upside potential scenario including: i) June 23 market capitalization for listed stocks ii) for the remaining smaller listed entities, we apply the maximum value between the latest Equity (i.e. 2015/2016) and/or any other financial metric like EBITDA, and their market capitalization, either last valuation reported by the Fund as of March 2017, last official breakdown available for the statement of investments iii) for the major unlisted holdings, we apply a relative valuation with some specific discounts.

The relative valuation incorporates the median value produced by applying peers' EV/EBITDA and P/BV multiples. The stand alone P/BV relative multiples exercise produces much higher valuation for the entire portfolio than EV/EBITDA, boosting NAVPS to RON 1.17/share, significantly above our core NAVPS17E. For the rest unlisted holdings that carry very low visibility we used the last official reported value by the Fund, as of March 2017.

Table. Analytical valuation metrics in our best current scenario

| Relative and implied valuation (RON m) | EBITDA '15/16 | x Peers EV/EBITDA (17-18E) | Discount (%) | EV | - net Debt (E) '15/16 | Fair value (1) | FP Fair value | T.Equity (E) '15/16 | x Peers P/BV (17-18E) | Discount (%) | Fair value (2) | Median Fair value (1) & (2) | % of FP | IEBA Fair value (2017E) | Potential based on Relative (1) - (2) | Valuation method |
|---|---------------|----------------------------|--------------|----------|-----------------------|----------------|----------------|---------------------|-----------------------|--------------|----------------|-----------------------------|---------|-------------------------|---------------------------------------|--|
| Portfolio Valuation at different methodologies | | | | | | 10,503 | 11,592 | | | | 12,807 | | | 10,503 | 12,300 | |
| Listed in BVB holdings | | | | | | 2,956.4 | 2,956.4 | | | | 2,956.4 | | | 2,956.4 | 2,956.4 | |
| OMV Petrom | | | | | | 2,155.7 | 2,155.7 | | | | 2,155.7 | 13% | | 2,155.7 | 2,155.7 | Ref price/closing price |
| Nuclearelectrica | | | | | | 177.9 | 177.9 | | | | 177.9 | 9% | | 177.9 | 177.9 | Ref price/closing price |
| Alro | | | | | | 128.6 | 128.6 | | | | 128.6 | 10% | | 128.6 | 128.6 | Ref price/closing price |
| Romaero | | | | | | 32.8 | 32.8 | | | | 32.8 | 21% | | 32.8 | 32.8 | Ref price/closing price |
| BRD -GSG | | | | | | 357.7 | 357.7 | | | | 357.7 | 4% | | 357.7 | 357.7 | Ref price/closing price |
| Banca Transilvania | | | | | | 18.2 | 18.2 | | | | 18.2 | 0% | | 18.2 | 18.2 | Ref price/closing price |
| Other | | | | | | 85.5 | 85.5 | | | | 85.5 | | | 85.5 | 85.5 | Ref price/closing price |
| Un-Listed | | | | | | 7,546.1 | 8,635.2 | | | | 9,850.9 | | | 7,546.1 | 9,343.4 | |
| Electricity producers | | | | | | | | | | | | | | | | |
| Hidroelectrica | 2,166.0 | 7.2x | 0% | 15,027.2 | -1,367.0 | 16,394.2 | 3,269.0 | 17,884.5 | 1.2x | 25% | 16,026.5 | 16,210.4 | 19.9% | 3,384.0 | 3,232.3 | Fair value - DCF method |
| Complexul Energetic Ottenia | 645.0 | 6.3x | 0% | 4,085.9 | 2,275.0 | 0.0 | 0.0 | 5,398.0 | 1.5x | 25% | 0.0 | 0.0 | 21.6% | 0.0 | 0.0 | Official FP March 2017 NAV reported values |
| Gas | | | | | | | | | | | | | | | | |
| Engie Romania | 658.0 | 5.8x | 0% | 3,825.8 | -175.0 | 4,000.8 | 479.7 | 3,738.0 | 1.0x | 25% | 2,803.5 | 3,402.1 | 12.0% | 453.4 | 407.9 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Electricity distribution & supply | | | | | | | | | | | | | | | | |
| Electrica Distributie Muntenia Nord | 231.5 | 5.8x | 0% | 1,346.0 | -129.0 | 1,475.0 | 355.8 | 1,577.0 | 2.1x | 25% | 2,464.8 | 1,969.9 | 24.1% | 599.9 | 475.1 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Electrica Distributie Transilvania Sud | 291.1 | 5.8x | 0% | 1,692.5 | 39.0 | 1,653.5 | 398.3 | 1,426.0 | 2.1x | 25% | 2,228.8 | 1,941.1 | 24.1% | 449.4 | 467.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Electrica Distributie Transilvania Nord | 292.7 | 5.8x | 0% | 1,701.8 | 56.0 | 1,645.8 | 396.5 | 1,319.0 | 2.1x | 25% | 2,061.5 | 1,853.7 | 24.1% | 380.2 | 446.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Electrica Furnizare | 208.4 | 5.8x | 0% | 1,211.7 | -520.0 | 1,731.7 | 380.8 | 166.1 | 2.1x | 25% | 259.6 | 995.7 | 22.0% | 255.2 | 218.9 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| ENEL Distributie Dobrogea | 195.1 | 5.8x | 0% | 1,134.4 | -589.0 | 1,723.4 | 379.0 | 1,452.0 | 2.1x | 25% | 2,269.4 | 1,996.4 | 22.0% | 167.7 | 439.0 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| ENEL Distributie Banat | 238.7 | 5.8x | 0% | 1,387.9 | -1,190.0 | 2,577.9 | 567.1 | 2,120.0 | 2.1x | 25% | 3,313.5 | 2,945.7 | 22.0% | 208.3 | 648.0 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Enel Distributie Muntenia | 396.6 | 5.8x | 0% | 2,305.9 | -1,994.0 | 4,299.9 | 946.0 | 3,511.0 | 2.1x | 25% | 5,487.5 | 4,893.7 | 22.0% | 167.7 | 1,076.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Enel Energie Muntenia | 53.1 | 5.8x | 0% | 308.7 | -825.0 | 1,133.7 | 136.0 | 382.3 | 2.1x | 25% | 597.5 | 865.6 | 12.0% | 70.3 | 103.9 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Enel Energie | 49.8 | 5.8x | 0% | 289.5 | -367.0 | 656.6 | 78.8 | 452.4 | 2.1x | 25% | 707.1 | 681.9 | 12.0% | 75.5 | 81.8 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Post/Courier services | | | | | | | | | | | | | | | | |
| Posta Romana | 6.5 | 2.5x | 0% | 16.3 | -17.6 | 33.8 | 8.5 | 339.9 | 2.7x | 50% | 458.9 | 246.4 | 25.0% | 43.0 | 61.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 50% discount |
| Airports | | | | | | | | | | | | | | | | |
| CN Aeroporturi Bucuresti | 340.4 | 12.1x | 0% | 4,106.5 | 9.3 | 4,097.2 | 819.4 | 4,064.4 | 3.0x | 25% | 9,279.5 | 6,688.3 | 20.0% | 761.0 | 1,337.7 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Aeroportul Mihail Kogalniceanu | 0.3 | 12.1x | 0% | 3.6 | 0.1 | 3.5 | 0.7 | 18.4 | 3.0x | 25% | 42.0 | 22.8 | 20.0% | 1.7 | 4.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Aeroportul Timisoara Traian Vuia | 10.5 | 12.1x | 0% | 126.7 | 0.9 | 125.8 | 25.2 | 19.7 | 3.0x | 25% | 45.0 | 85.4 | 20.0% | 3.6 | 17.1 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Ports | | | | | | | | | | | | | | | | |
| Administratia Porturilor Constanta | 150.1 | 5.7x | 0% | 851.8 | 35.4 | 816.4 | 163.2 | 34.7 | 2.5x | 25% | 65.1 | 440.8 | 20.0% | 216.0 | 88.1 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Administratia Canalelor Navigabile | 12.9 | 5.7x | 0% | 73.2 | -17.8 | 91.0 | 18.2 | 85.4 | 2.5x | 25% | 160.3 | 125.7 | 20.0% | 17.3 | 25.1 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Administratia Porturilor Dunarii | 5.0 | 5.7x | 0% | 28.4 | -0.5 | 28.8 | 2.2 | 10.6 | 2.5x | 25% | 19.9 | 24.4 | 7.7% | 1.2 | 1.9 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Administratia Porturilor Dunarii Fluviale | 1.1 | 5.7x | 0% | 6.2 | -1.9 | 8.1 | 1.6 | 20.1 | 2.5x | 25% | 37.7 | 22.9 | 20.0% | 3.0 | 4.6 | Blend - Multiples/EV/EBITDA at par, P/BV with 25% discount |
| Other | | | | | | 204.9 | 209.3 | | | | 204.9 | 204.9 | | 209.3 | 204.9 | Official FP March 2017 NAV reported values |

Source: Fondul Proprietatea, IEBATRUST, Bloomberg

Relative valuation: Peers of major unlisted companies

| Airports | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|------------------|-------------|-----------------------|------------|------------|---------------|----------------|---------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | FLU AV Equity | FLUGHAFEN WIEN | AUSTRIA | 2,814 | 43% | 35% | 9.30 | 9.5 | 9.1 |
| FHZN SW Equity | FLUGHAFEN ZU-REG | SWITZERLAND | 6,698 | 27% | 41% | 13.00 | 13.3 | 12.7 | 3.07 | 3.1 | 3.0 | 0.67 | 0.7 | 0.7 |
| SAVE IM Equity | SAVE SPA | ITALY | 1,146 | 19% | 55% | 13.36 | 14.3 | 12.4 | 4.68 | 4.8 | 4.5 | 2.84 | 2.6 | 3.0 |
| Weighted median & applied multiples | | | | 31% | 41% | 12.06 | | | 3.04 | | | 0.94 | | |

| Ports | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|------------------|---------|-----------------------|-----------|------------|----------------|-----------------|---------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | HHFA GR EQUITY | HAMBURGER HAFEN | GERMANY | 1,444 | 12% | 43% | 6.21 | 6.3 | 6.1 |
| NMTP RM Equity | NOVOROSSIYSK | RUSSIA | 1,979 | 3% | 56% | 5.12 | 5.3 | 5.0 | 2.61 | 3.2 | 2.0 | 1.19 | 1.5 | 0.9 |
| GLPR LI Equity | GLOBAL-GDR REG S | CYPRUS | 474 | -6% | 25% | 6.36 | 6.6 | 6.1 | 2.04 | 2.3 | 1.8 | 3.36 | 3.7 | 3.0 |
| Weighted median & applied multiples | | | | 6% | 47% | 5.67 | | | 2.50 | | | 1.19 | | |

| Hydro and Alternative power produce | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|------------------|---------|-----------------------|------------|------------|----------------|---------|---------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | EOAN GR Equity | E.ON SE | GERMANY | 19,825 | 34% | 13% | 4.51 | 4.5 | 4.6 |
| EDF FP Equity | EDF | FRANCE | 27,282 | 11% | -7% | 3.46 | 3.6 | 3.3 | 0.73 | 0.7 | 0.7 | 2.99 | 3.1 | 2.9 |
| ELE SM Equity | ENDESA | SPAIN | 23,949 | 12% | 28% | 8.52 | 8.6 | 8.4 | 2.64 | 2.6 | 2.6 | 1.44 | 1.5 | 1.4 |
| ENA PW Equity | ENEA | POLAND | 1,381 | 40% | 27% | 4.75 | 5.1 | 4.4 | 0.42 | 0.4 | 0.4 | 2.32 | 2.6 | 2.1 |
| GAS SM Equity | GAS NATURAL SDG | SPAIN | 21,850 | 22% | 24% | 8.31 | 8.5 | 8.1 | 1.37 | 1.4 | 1.4 | 3.11 | 3.2 | 3.0 |
| PGE PW Equity | PGE SA | POLAND | 5,251 | 14% | -11% | 4.57 | 4.6 | 4.5 | 0.49 | 0.5 | 0.5 | 1.47 | 1.4 | 1.6 |
| VER AV Equity | VERBUND AG | AUSTRIA | 5,913 | 12% | 30% | 11.50 | 10.8 | 12.1 | 1.12 | 1.1 | 1.1 | 3.03 | 3.0 | 3.0 |
| ENEL IM Equity | ENEL SPA | ITALY | 49,878 | 17% | 24% | 6.59 | 6.7 | 6.5 | 1.35 | 1.4 | 1.3 | 2.41 | 2.5 | 2.3 |
| IBE SM Equity | IBERDROLA SA | SPAIN | 44,816 | 15% | 20% | 9.20 | 9.5 | 8.9 | 1.15 | 1.2 | 1.1 | 3.69 | 3.8 | 3.6 |
| PPC GA Equity | PUBLIC POWER COR | GREECE | 545 | 91% | 88% | 5.89 | 5.0 | 6.7 | 0.11 | 0.1 | 0.1 | 5.19 | 4.9 | 5.5 |
| RWE GR EQUITY | RWE AG | GERMANY | 11,854 | 66% | 49% | 4.34 | 4.3 | 4.4 | 2.12 | 2.2 | 2.0 | 3.05 | 3.0 | 3.1 |
| CPL6 BZ Equity | COPEL-PREF B | BRAZIL | 1,583 | -9% | -13% | 4.25 | 4.6 | 3.9 | 0.42 | 0.4 | 0.4 | 2.87 | 3.1 | 2.7 |
| CSMG3 BZ Equity | COPASA MG - ORD | BRAZIL | 1,288 | 3% | 39% | 4.31 | 4.5 | 4.1 | 0.72 | 0.7 | 0.7 | 1.40 | 1.6 | 1.2 |
| Weighted median & applied multiples | | | | 20% | 19% | 6.85 | | | 1.62 | | | 2.84 | | |

| Electricity producers | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|------------------|----------|-----------------------|------------|------------|----------------|----------------|---------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | MVV1 GR EQUITY | MVV ENERGIE AG | GERMANY | 1,522 | 9% | 15% | 7.57 | 7.7 | 7.4 |
| ELE SM EQUITY | ENDESA | SPAIN | 23,949 | 12% | 28% | 8.52 | 8.6 | 8.4 | 2.64 | 2.6 | 2.6 | 1.44 | 1.5 | 1.4 |
| EDF FP EQUITY | EDF | FRANCE | 27,282 | 11% | -7% | 3.46 | 3.6 | 3.3 | 0.73 | 0.7 | 0.7 | 2.99 | 3.1 | 2.9 |
| EDP PL EQUITY | EDP | PORTUGAL | 11,152 | 5% | 4% | 8.58 | 8.7 | 8.5 | 1.11 | 1.1 | 1.1 | 3.84 | 3.9 | 3.8 |
| PPC GA EQUITY | PUBLIC POWER COR | GREECE | 545 | 91% | 88% | 5.89 | 5.0 | 6.7 | 0.11 | 0.1 | 0.1 | 5.19 | 4.9 | 5.5 |
| DRX LN EQUITY | DRAX GROUP PLC | BRITAIN | 1,549 | -12% | 7% | 5.79 | 6.2 | 5.4 | 0.70 | 0.7 | 0.7 | 1.21 | 1.7 | 0.7 |
| EVN AV EQUITY | EVN AG | AUSTRIA | 2,314 | 15% | 25% | 6.34 | 6.1 | 6.6 | 0.86 | 0.9 | 0.8 | 1.91 | 1.9 | 1.9 |
| Weighted median & applied multiples | | | | 11% | 10% | 6.33 | | | 1.47 | | | 2.55 | | |

| Power supply & distribution | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|--------------|---------|-----------------------|------------|------------|----------------|---------|---------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | EOAN GR EQUITY | E.ON SE | GERMANY | 19,825 | 34% | 13% | 4.51 | 4.5 | 4.6 |
| ACE IM EQUITY | ACEA SPA | ITALY | 3,007 | 22% | 30% | 6.41 | 6.5 | 6.4 | 1.64 | 1.7 | 1.6 | 2.77 | 2.8 | 2.8 |
| IRE IM EQUITY | IREN SPA | ITALY | 2,731 | 38% | 46% | 6.85 | 6.9 | 6.8 | 1.25 | 1.3 | 1.2 | 2.87 | 2.9 | 2.8 |
| ENEL IM EQUITY | ENEL SPA | ITALY | 49,878 | 17% | 24% | 6.59 | 6.7 | 6.5 | 1.35 | 1.4 | 1.3 | 2.41 | 2.5 | 2.3 |
| RWE GR EQUITY | RWE AG | GERMANY | 11,854 | 66% | 49% | 4.34 | 4.3 | 4.4 | 2.12 | 2.2 | 2.0 | 3.05 | 3.0 | 3.1 |
| Weighted median & applied multiples | | | | 29% | 26% | 5.81 | | | 2.08 | | | 2.76 | | |

| Gas supply & distribution | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|--------------|---------|-----------------------|------------|------------|---------------|-----------------|-------|---------------|-----|-----|-----------------|-----|-----|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | GAS SM EQUITY | GAS NATURAL SDG | SPAIN | 21,850 | 22% | 24% | 8.31 | 8.5 | 8.1 |
| AYGAZ TI EQUITY | AYGAZ AS | TURKEY | 1,196 | 30% | 45% | 10.25 | 10.5 | 10.0 | 1.57 | 1.6 | 1.5 | 0.52 | 0.5 | 0.6 |
| CNA LN EQUITY | CENTRICA PLC | BRITAIN | 12,916 | -12% | -3% | 6.38 | 6.4 | 6.4 | 3.77 | 4.0 | 3.6 | 1.21 | 1.3 | 1.1 |
| Weighted median & applied multiples | | | | 10% | 15% | 7.68 | | | 2.24 | | | 2.34 | | |

| Gas producer | Company name | Country | Mkt Cap (in EUR m) | YTD % | 1 Year % | EV/EBITDA | | | P/BV | | | Net debt/EBITDA | | |
|--|-----------------|---------|-----------------------|-------------|-------------|---------------|---------------|---------|---------------|------|------|-----------------|------|------|
| | | | | | | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E | Median 17-18E | 17E | 18E |
| | | | | | | SIA LN EQUITY | SOCO INTL PLC | BRITAIN | 439 | -27% | -12% | 2.91 | 3.3 | 2.5 |
| PMO LN EQUITY | PREMIER OIL PLC | BRITAIN | 271 | -37% | -33% | 3.67 | 4.4 | 3.0 | 0.33 | 0.4 | 0.3 | 2.95 | 3.7 | 2.2 |
| ENQ LN EQUITY | ENQUEST PLC | BRITAIN | 393 | -29% | 7% | 3.43 | 4.5 | 2.4 | 0.43 | 0.5 | 0.4 | 2.53 | 3.7 | 1.4 |
| SIA LN EQUITY | SOCO INTL PLC | BRITAIN | 439 | -27% | -12% | 2.91 | 3.3 | 2.5 | 0.65 | 0.6 | 0.7 | -1.11 | -1.2 | -1.0 |
| Weighted median & applied multiples | | | | -29% | -11% | 3.17 | | | 0.54 | | | 0.53 | | |

Source: Fondul Proprietatea, IEBATRUST, Bloomberg

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.

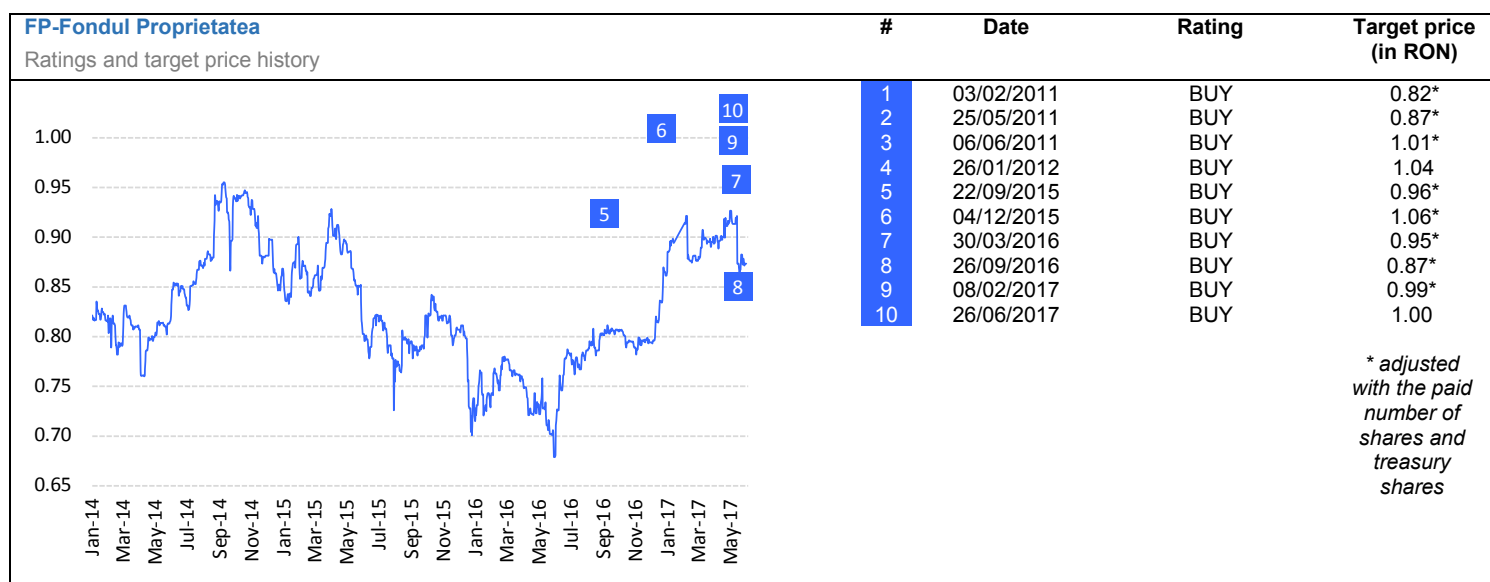
The range of recommendations for each stock consists of 4 elements: Buy (B), Accumulate (A), Hold (H), Reduce (R).

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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The following designations (a-e) next to a company covered in this publication highlight that one or more members of SSIF IEBA Trust:

- own more than 5% of the share capital of the company (as at the end of the month preceding this publication);
- managed or co-managed a public offering of the securities of the company in the last 12 months;
- 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

Analyst Certification

The analysts that have written this report certify that the views about the companies and securities contained in this report accurately reflect their personal views and that no part of their compensation was or will be directly or indirectly related to the specific recommendations or views in this report.

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