

Wednesday - December 06, 2017

Bucharest Stock Exchange

Local Indices	Last close	Day %	YTD %	YoY %
BET	7,720.17	-0.8%	9.0%	11.6%
BET-FI	39,201.29	0.9%	31.9%	35.1%
BET-NG	658.29	-0.9%	11.9%	15.9%
BET-BK	1,649.86	-0.3%	22.7%	25.8%
BET-XT	733.47	-0.5%	14.0%	17.0%
BET-Plus	1,158.19	-0.8%	10.0%	12.6%
ROTX ¹	15,914.39	-0.9%	12.5%	15.6%

Market Digest - BSE	Daily	30D avg	YTD avg
Turnover (in RONm)	39.3	30.8	39.7
Turnover (in EURm*)	8.5	6.7	8.6
Volume	36.7	30.8	35.7
Total market cap (in RON bn)	163.4	164.4	146.0
Total market cap (in EUR bn*)	35.3	35.5	31.5

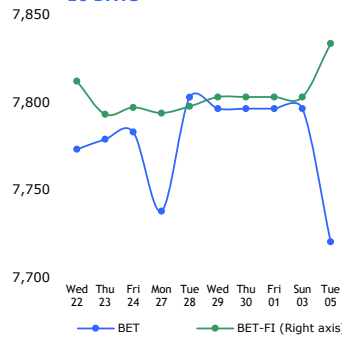
* turnover includes deal trades and is translated in last EURRON parity

Market Valuation Data (BET)	FY15A	FY16A	FY17E
P/E (x)	11.1	11.7	13.1
EV/EBITDA (x)	3.3	-0.3	0.6
P/BV (x)	0.8	0.8	0.9
EPS growth	18.5%	18.5%	11.8%
Div. Yield	4.8%	6.5%	6.5%

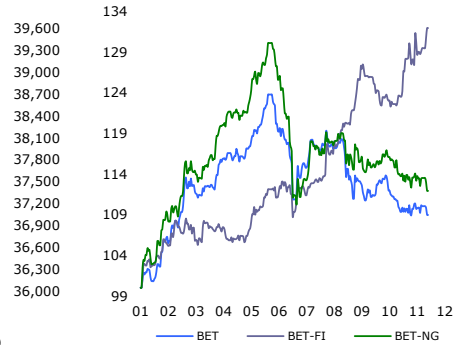
Corporate & Economic Events

08-December	Construction of Dwellings Data (P)
11-December	Foreign trade (estimated data)
12-December	Industrial new orders
12-December	Consumer Price Index
12-December	Industry turnover
13-December	Industrial production index
14-December	Balance of payments
14-December	Construction Works Data
20-December	2016 GDP Semifinale Data
22-December	Employment and Unemployment Data
27-December	Monetary Indicators Data

10 DAYS

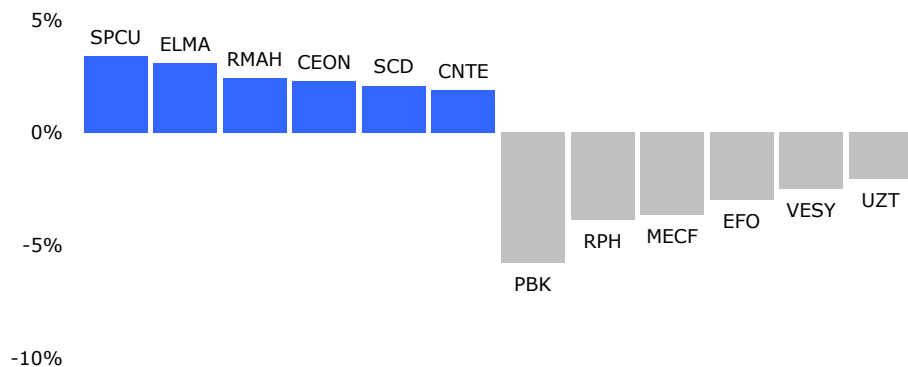


Rebased 2017



Market comment

BET down 0.8% on EUR 8.5m liquidity.



*as per Bloomberg data

World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	24,180.64	-0.5%	22.4%	25.8%
S&P 500	2,629.57	-0.4%	17.5%	19.3%
Nasdaq	6,762.21	-0.2%	25.6%	27.4%
FTSE 100	7,327.50	-0.2%	2.6%	8.6%
DAX 30	13,048.54	-0.1%	13.7%	22.1%
CAC 40	5,375.53	-0.3%	10.6%	17.5%
PX - Czech Rep.	1,060.89	-0.6%	15.1%	19.7%
MICEX - Russia	2,113.69	-0.3%	-5.3%	-2.1%
SOFIX	668.19	-0.2%	13.9%	19.0%
ISE (XU100) - Turkey	106,259.99	1.0%	36.0%	44.4%
WSE - Poland	62,507.04	0.3%	20.8%	25.9%
Nikkei 225 (Japan)	22,622.38	-0.4%	18.4%	23.8%
Hang Seng	28,842.80	-1.0%	31.1%	28.2%

FX/Commodities/Rates

EUR/RON	4.63	Libor (12M)	-0.3%
USD/RON	3.91	ROBID (ON)	1.9%
EUR/USD	1.18	ROBID (1M)	2.1%
Brent (\$/bbl - dated)	62.62	ROBOR (ON)	1.9%
Gold (\$/oz)	1,265.94	ROBOR (1M)	2.1%
Euribor (1M)	-0.37%	NBR rate	1.8%
Euribor (12M)	-0.19%	CPI (YoY) 10/2017	2.6%
Libor (1M)	-0.40%	GDP real Q3'17	8.6%

Most Traded

Symbol	Turnover	Day %
TLV	10,844,710	-1.2%
SIF5	5,464,383	1.4%
BRD	4,745,769	-1.5%
SIF3	3,182,705	0.6%
SIF2	2,791,419	1.5%
ARTE	2,302,995	1.1%
EL	2,280,682	-0.9%
SNP	1,367,473	-1.9%
TGN	1,201,748	-0.8%
SNG	1,121,906	-0.2%

Best 6 performers

Symbol	Turnover	Day %
SPCU	34	3.4%
ELMA	1,404	3.1%
RMAH	1,869	2.4%
CEON	313	2.3%
SCD	30,595	2.1%
CNTE	7,711	1.9%

Worst 6 performers

Symbol	Turnover	Day %
PBK	35,930	-5.8%
RPH	29,093	-3.9%
MECF	101	-3.7%
EFO	9,371	-3.0%
VESY	7	-2.5%
UZZ	1,434	-2.1%

* 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 (16A)	P/E (17E)	P/BV (16A)	P/BV (17E)	EV/EBITDA (16A)	EV/EBITDA (17E)
OMV Petrom	SNP	0.28	16,058.6	3,469.1	4,783.4	7,011.3	-1.90%	-1.22%	8.62%	19.6%	14.2	15.5	0.6	0.6	3.1	3.4
BRD	BRD	13.00	9,059.7	1,957.2	361.0	657.7	-1.52%	0.31%	9.43%	16.5%	10.9	11.9	1.2	1.4	n/a	n/a
BANCA TRANSILVANIA	TLV	2.12	9,182.1	1,983.6	5,099.1	4,976.5	-1.17%	-2.08%	-11.32%	-10.8%	7.1	7.4	1.5	1.5	n/a	n/a
TRANSGAZ S.N.T.G.N.	TGN	393.00	4,627.1	999.6	3.1	4.5	-0.76%	0.00%	33.67%	31.0%	5.8	7.8	0.9	1.2	2.5	3.8
TRANSELECTRICA	TEL	26.45	1,938.9	418.9	8.9	20.2	-0.94%	1.73%	-9.42%	-9.4%	7.5	6.8	0.7	0.6	2.8	2.5
SNGN ROMGAZ	SNG	31.55	12,160.1	2,626.9	35.4	81.7	-0.16%	-1.71%	26.20%	29.0%	9.4	11.9	1.0	1.3	4.6	6.2
SN NUCLEARELECTRICA	SNN	7.44	2,243.3	484.6	9.7	54.4	-0.13%	-0.67%	54.84%	51.8%	13.3	20.6	0.2	0.3	2.2	3.4
BVB SA	BVB	29.00	222.6	48.1	0.1	2.8	0.00%	0.69%	0.00%	0.3%	28.3	28.3	2.3	2.3	48.9	48.9
ELECTRICA	EL	11.34	3,923.0	847.5	201.1	168.5	-0.87%	-2.08%	-13.83%	-14.6%	19.0	16.4	1.2	1.0	-22.3	-17.0
FONDUL PROPRIETATEA	FP	0.85	10,749.2	2,322.2	1,056.2	2,178.0	0.12%	1.44%	6.42%	6.3%	15.0	18.8	0.7	0.9	n/a	n/a
SIF OLTENIA	SIF5	2.20	1,276.4	275.7	2,489.3	1,466.9	1.38%	2.80%	34.97%	38.9%	9.3	12.6	0.7	0.9	n/a	n/a
SIF MOLDOVA	SIF2	1.39	1,443.1	311.7	2,001.3	1,471.9	1.46%	2.96%	78.21%	80.8%	6.6	11.7	0.5	0.9	n/a	n/a
SIF TRANSILVANIA	SIF3	0.25	542.8	117.3	12,841.9	6,848.8	0.61%	0.81%	-0.60%	1.0%	7.9	7.9	0.6	0.6	n/a	n/a
SIF BANAT CRISANA	SIF1	2.64	1,449.0	313.0	34.0	34.4	0.96%	2.33%	42.86%	52.6%	12.5	17.8	0.5	0.7	n/a	n/a
SIF MUNTENIA	SIF4	1.02	819.1	177.0	174.0	107.3	1.50%	3.57%	54.73%	60.1%	10.5	16.3	0.5	0.7	n/a	n/a

Top News and Headlines

OMV PETROM (SNP RO), ROMGAZ (SNG RO): government withdraws draft law regarding royalties – a revised legislative package might be voted in Parliament in February next year, after a planned impact study is conducted – bursa.ro

Stock	Sector	EUR		Current price multiples			
		Total turnover YTD*	Monthly avg turnover	EV/EBITDA (x)	P/E (x)	P/BV (x)	P/S (x)
DIGI RO EQUITY	Telecommunications	79,359,824	15,871,965	5.9	65.8	18.1	1.0
COTE RO EQUITY	Energy	26,109,929	5,221,986	5.1	12.1	1.1	2.3
M RO EQUITY	Health Care	23,081,118	4,616,224	35.7	n/m	7.4	1.4
OIL RO EQUITY	Industrials	10,973,967	2,194,793	2.3	5.9	0.2	0.6
EBS RO EQUITY	Financials	9,629,972	1,925,994	n/a	n/m	1.0	n/a
TBM RO EQUITY	Industrials	5,870,351	1,174,070	4.3	10.1	2.4	1.3
TRP RO EQUITY	Materials	5,963,861	1,192,772	7.6	8.3	1.9	1.3
CEON RO EQUITY	Materials	4,546,914	909,383	5.8	8.5	0.7	0.8
ALR RO EQUITY	Materials	4,475,942	895,188	11.7	33.4	2.0	1.1
CMP RO EQUITY	Consumer Discretionary	4,337,467	867,493	3.3	4.2	0.6	0.3
IMP RO EQUITY	Real-Estate	3,594,642	718,928	10.6	10.0	0.8	2.0
ELGS RO EQUITY	Consumer Discretionary	3,402,457	680,491	5.9	6.7	1.5	0.6
IARV RO EQUITY	Industrials	3,254,763	650,953	4.9	14.2	1.6	1.1
ATB RO EQUITY	Health Care	2,014,218	402,844	6.9	12.3	0.9	1.1
BRK RO EQUITY	Financials	1,845,683	369,137	n/m	n/m	0.5	n/m
ROCE RO EQUITY	Materials	1,234,285	246,857	7.6	6.1	0.2	0.2
VNC RO EQUITY	Materials	1,215,614	243,123	5.8	9.9	1.2	0.9
SOCP RO EQUITY	Industrials	1,081,324	216,265	6.4	8.7	0.7	1.4
RMAH RO EQUITY	Consumer Staples	977,176	195,435	25.1	n/m	0.9	0.4
ARS RO EQUITY	Industrials	979,568	195,914	6.6	12.3	3.2	1.9
SCPS RO EQUITY	Consumer Discretionary	863,212	172,642	n/m	n/m	5.8	n/m
PREB RO EQUITY	Materials	937,008	187,402	1.5	5.3	0.5	0.5
SPCU RO EQUITY	Consumer Staples	773,740	154,748	13.9	36.0	0.9	1.2
OLT RO EQUITY	Materials	769,852	153,970	19.1	3.9	n/m	0.1
SCD RO EQUITY	Health Care	728,792	145,758	8.6	14.0	3.3	2.4
MECF RO EQUITY	Industrials	651,149	130,230	5.9	16.4	0.7	0.9
RRC RO EQUITY	Energy	608,266	121,653	5.0	34.2	1.8	0.3
ELMA RO EQUITY	Information Technology	524,941	104,988	6.7	26.2	0.3	0.5
STIB RO EQUITY	Materials	505,185	101,037	5.4	15.1	1.0	1.1
ALU RO EQUITY	Materials	640,838	128,168	7.1	23.2	0.6	0.5
RPH RO EQUITY	Consumer Staples	472,669	94,534	12.3	25.9	1.4	0.6
SNO RO EQUITY	Industrials	379,614	75,923	1.6	11.9	0.4	0.4
EFO RO EQUITY	Consumer Discretionary	362,337	72,467	4.3	12.6	0.2	1.6
STZ RO EQUITY	Materials	272,395	54,479	2.4	7.7	0.3	0.8
DAFR RO EQUITY	Energy	285,588	57,118	n/m	n/m	n/m	0.4
ART RO EQUITY	Materials	275,473	55,095	9.7	n/m	1.1	0.7
ALT RO EQUITY	Consumer Discretionary	218,614	43,723	11.0	n/m	0.5	0.3
BCM RO EQUITY	Consumer Discretionary	223,906	44,781	n/m	20.4	0.4	1.5
CNTE RO EQUITY	Consumer Discretionary	188,207	37,641	5.7	33.1	0.6	0.4
PTR RO EQUITY	Energy	195,454	39,091	n/m	n/m	0.9	3.6
ARM RO EQUITY	Industrials	127,875	25,575	n/m	n/m	n/m	0.4
COTR RO EQUITY	Industrials	85,579	17,116	7.5	5.3	0.3	1.2
ARTE RO EQUITY	Industrials	69,034	13,807	8.8	14.5	0.9	0.5
BRM RO EQUITY	Consumer Staples	44,930	8,986	5.7	14.7	1.0	0.9
UZT RO EQUITY	Energy	47,620	9,524	n/m	n/m	0.1	0.2
PPL RO EQUITY	Materials	194,655	38,931	3.4	25.8	0.7	0.7
CMF RO EQUITY	Industrials	41,579	8,316	5.0	12.2	0.7	0.3
ELJ RO EQUITY	Consumer Discretionary	38,752	7,750	3.1	5.4	0.5	0.5
MECE RO EQUITY	Consumer Staples	28,164	5,633	22.2	64.4	0.2	5.0
UAM RO EQUITY	Consumer Discretionary	20,761	4,152	2.3	6.8	0.4	0.3
ECT RO EQUITY	Industrials	16,866	3,373	n/m	n/m	0.1	0.9
EPT RO EQUITY	Industrials	17,545	3,509	n/m	n/m	n/m	0.2
BIO RO EQUITY	Health Care	10,461	2,092	n/m	0.0	0.0	0.0
COFI RO EQUITY	Construction	7,642	1,528	n/m	n/m	n/m	0.7
CBC RO EQUITY	Industrials	7,706	1,541	11.3	42.8	0.6	1.3
PREH RO EQUITY	Materials	6,744	1,349	10.2	38.0	0.2	0.7
CAOR RO EQUITY	Consumer Discretionary	4,088	818	7.5	19.1	0.7	3.5
ENP RO EQUITY	Consumer Staples	3,205	641	n/m	n/m	n/m	0.1
PEI RO EQUITY	Energy	2,441	488	n/m	n/m	0.0	3.3
RTRA RO EQUITY	Industrials	2,180	436	n/m	n/m	n/m	0.5

Source: BVB, IEBA TRUST, computed using 2016 reported data

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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- 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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