



Performanță
Transparență
Calitate

Performance
Transparency
Quality

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Q1 2019 Board Report



URS is a member of Registrar of Standards (Holdings) Ltd.



Dear shareholders,

We hereby present you the results recorded by SIF MOLDOVA in Q1 2019 and the objectives of the following period, in agreement with “2019 Activity Program” and “SIF MOLDOVA’s Investment Strategy and Policy” approved in the General Meeting of Shareholders.

Portfolio Structure

Relative to the total assets under management, the listed shares portfolio holds the main weight, of 73,8% (Q1 2018: 79%), while the unlisted shares ratio is 10,6% (Q1 2018: 6,8%), based on the reorientation of the investment policy.

We have maintained as main sectors in the portfolio structure: the financial sector 41,4% (Q1 2018: 45.8%) and energy sector 17,4% (Q1 2018: 18,7%), reported to total assets value.

The total value of managed assets reached 1.950 mil lei (Q1 2018: 2.075 mil lei), while the net asset value (NAV) has been of 1,83 lei (Q1 2018: 1,93 lei). The price of SIF2 share at the end of Q1 2019 has been of 1,2040 lei, which lead to a SIF2 price/NAV discount of 34%.

Financial Performance

The net result recorded in Q1 2019 has been of 1,7 mil lei, being comprised of the net profit and net gain from assets sale reflected in reported result, while investments in securities has been of 12,7 mil lei.

We have to underline **the occurrence of exceptional events, independent of the issuers’ or investors’ will, such as an unpredictable tax policy**, a relevant example being GEO 114/2018, **which caused the occurrence of severe turbulences in the economic environment and on the capital market, affecting the performance of issuers and titles in the portfolio, our performance and implicitly the performance of SIF2 share.**

In this context, **the investment strategy differentiated on managed assets portfolio proved to be the optimum approach.** Thus, we opted for:

- ✓ *Increase for the Majority Holdings portfolio – “private equity” type approach within existent majority holdings (real estate, agriculture, other sectors);*
- ✓ *Recalibration for the CORE portfolio – listed portfolio what provides liquidity to SIF Moldova assets, representing the main income generator;*
- ✓ *Restructure for the SELL portfolio – continuation of the restructure process for the SELL portfolio, reducing the number of holdings by 11 in comparison to Q1 2018 through full holdings sale.*

The focus on the “private equity” type approach for the implementation of certain investment projects, leads to the increase of managed assets profitability and insures the compensation of the risk generated by the high volatility of the listed titles in the portfolio, in the analyzed period.

A short presentation of the status and results of these project indicates the following:

“Baba Novac Residence” Real Estate Project (100% holding through Tesatoriile Reunite SA) – is running according to the set schedule, the building of the residential complex comprised of 6 blocks with 363 apartments and 436 parking spaces (above and underground). The sale pace is above that initially forecast, so that by the end of Q1 2019, 92% of the total number of apartments has been sold. Stages 2 and 3 of the complex will be completed in Q4 2019.



"Blueberry Farm" Project (100% holding through Agointens SA) – The production sold in 2018 has been of around 233 tons. We are currently extending the cultivated area to 67 ha, the aim being 84 ha by 2020 and 200 ha in the following 4 years.



"Veranda Mall" Project (37% indirect holding through Professional Imo Partners SA and Nord SA) – generated in Q1 2019 revenue of around 1,6 mil. euro, with an occupation degree of 92% and a number of around 1,8 million visitors. The extension project will be completed in Q2 2019 with the opening of a new multiplex cinema.



"Atria Urban Resort" Real Estate Project (50% holding through Straulesti Lac Alfa SA) – targets the setup, in 4 stages, of a residential center to include 1.339 apartments, on a land area of around 9 ha, located in the NW of Bucharest Municipality, in the vicinity of Colosseum Retail Park with easy access to Piata Victoriei and the north part of the capital city. At present, stage 1 (160 apartments) is under construction, completion deadline in Q2 2019, 35% of the apartments being already sold.



Iasi Real Estate Project (100% holding through Agroland Capital SA) – We have purchased assets belonging to IASITEX SA company, namely around 30.000 square meters of land and an administrative building (GF+8) with a built area of 4.600 square meters, located in the center of Iasi municipality. Our analysis and forecasts targeted both the quality and location of the purchased assets, and the potentially significant real estate development of Iasi Municipality, on the following segments: residential, office and commercial. We are currently running the process for the selection of the architectural solution of the real estate project.

We are confident that the coherent adhesion to the defining values- *transparency, quality, and performance* – significantly improves managerial performance for the final benefit of the shareholders.

Yours sincerely,
Costel Ceoceca – President of the Board

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NOTE:

*The structure of the report abides by the provisions of **Law 24/2017** and **FSA Regulation no. 5/2018**. For the comparability of information, SIF Moldova maintains the same structure of the periodical reports on the trimestral/ quarterly level. Additionally, the structure of the report abides by the provision of **FSA Regulation no 39/2015** regarding the approval of Accounting Regulation according to the International Financial Reporting Standards, applicable to certified entities, regulated and supervised by FSA.*

Quarterly report as per: Law no. 24/2017 regarding the issuers of financial instruments and market operations; FSA Regulation no. 5/2018 regarding the issuers of financial instruments and market operations

Report date: May 15, 2019

Issuer name: Societatea de Investitii Financiare MOLDOVA SA

Headquarters: Str. Pictor Aman nr.94 C, Bacau

Tel /fax/e-mail: 0234576740 / 0234570062 / sifm@sifm.ro

Fiscal code: 2816642

Trade Registry no.: J04/2400/92

LEI: 254900Y100025N04US14

Subscribed and paid-up capital: 101.317.917,6 lei

Number of issued shares: 1.013.179.176

Nominal value: 0,1 lei/share

Shareholding structure: 100% private

Free float: 100%

FSA Register no.: PJR07AFIAA/040002

Regulated market on which the issued securities are traded:

Bucharest stock exchange, Premium category

International identifiers: Bucharest Stock Exchange: SIF2; ISIN: ROSIFBACNOR0; Bloomberg: BBGID

BG000BMN5F5; Reuters: SIF2.BX

Field of Activity.

Legal framework - SIF MOLDOVA SA is classified in the Alternative INvestment Funds Manager (AIFM) category, certified by the Financial Supervision Authority under no. 20/23.01.2018 and functions abiding by the provisions of Law 24/2017 regarding the issuers of financial instruments and market operations and Law no. 31/1990 regarding companies.

Purpose – increase of managed assets value.

The main activity field of the company is financial investments.

Its activity object is:

- a) administration and management of financial instruments, derived financial instruments and other instruments qualified as such by the regulations of competent authorities;
- b) administration and management of equities/bonds and other rights derived from them in companies that are closed or not traded;
- c) risk management;
- d) other auxiliary and connected activities of collective management.

TYPE OF INVESTMENT COMPANY

SIF Moldova is an AIFM positioned mainly on Romanian market, as a closed fund with investments mainly in shares, with an average risk degree and liquidity investments in fixed rate instruments.

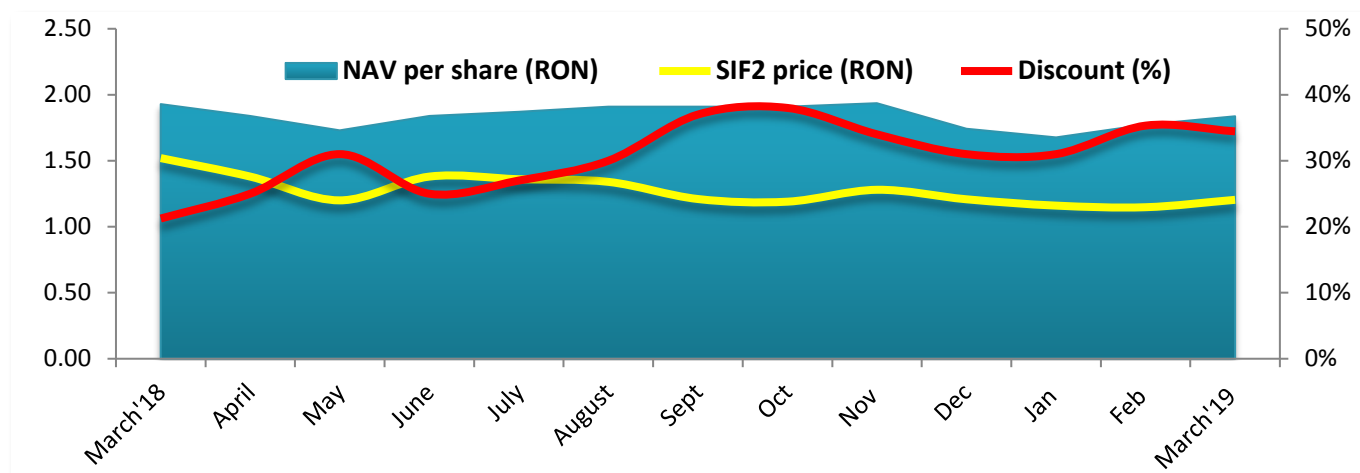
1 Activity Analysis.

1.1. Evolution. Objectives. Performance

Assets under management

Indicator	2017	Q1 2018	2018	Q1 2019	Q1 2019 / Q1 2018 %
Total assets (million lei)	1.912	2.075	1.845	1.950	-6
Net asset (million lei)	1.792	1.927	1.726	1.820	-6
NAV (lei)	1,79	1,93	1,74	1,83	-5
Market price (lei)	1,41	1,52	1,20	1,20	-21
Discount (%): Market price / NAV per share	22	21	31	34	+13pp

NAV per share / SIF2 price / Discount (YoY).

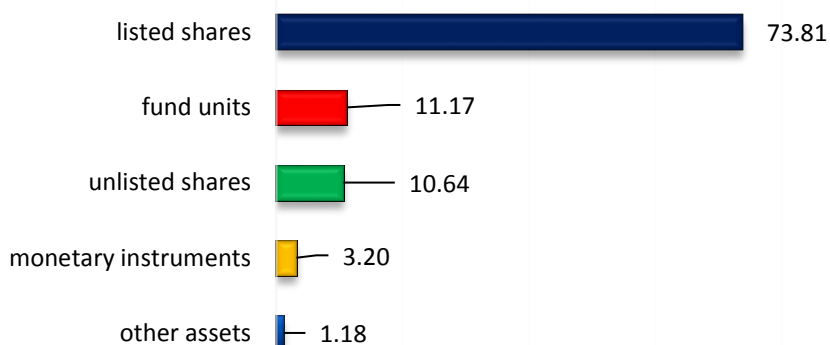


Portfolio structure

Assets Structure (% of total assets value)	2017	Q1 2018	2018	Q1 2019	Q12019/Q12018 pp
Shares, of which:	87,80	85,85	82,86	84,45	-1,40
- listed	79,39	79,00	71,74	73,81	-5,19
- unlisted	8,41	6,85	11,12	10,64	3,79
AOPC + OPCVM equity securities (fund units)	8,96	8,39	11,53	11,17	2,78
Monetary instruments (deposits, availabilities)	1,91	4,64	4,05	3,20	-1,44
Bonds (municipal, corporate)	1,33	0,37	1,56	1,18	0,81
Other assets					

Portfolio Structure – Q1 2019 (% of total assets value)

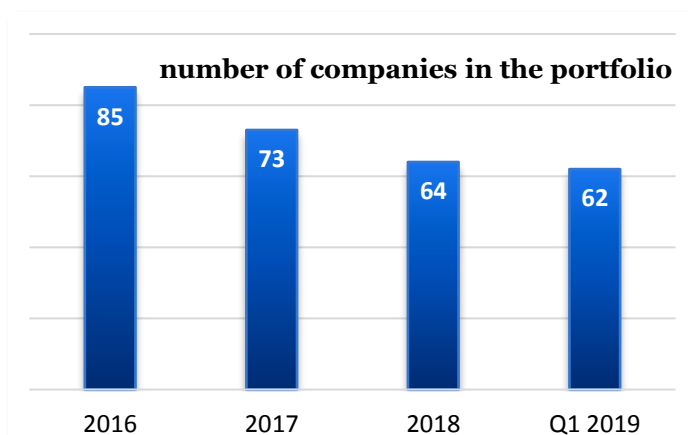
Objective:
Maintaining the main weight in shares, namely listed shares



Holdings

Objectives:

Decrease in the number of holdings and increase of exposure/issuer, so that we can directly positively influence the portfolio.

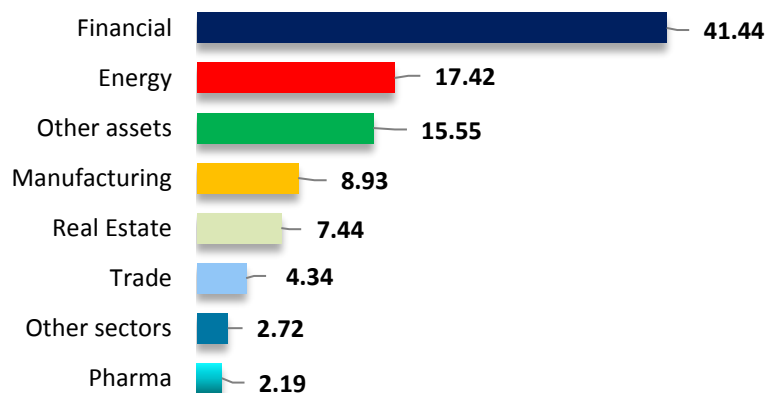


Evolution of sectorial exposure.

Sectorial exposure (% of total assets value)	2017	T1 2018	2018	Q1 2019	Q1 2019/Q1 2018pp
Financial	45,26	45,82	41,53	41,44	4,38
Energy	18,18	18,78	15,89	17,42	-1,36
Processing industry	9,59	9,06	9,50	8,93	-0,13
Real-estate	3,81	3,16	7,65	7,44	4,28
Trade	5,58	4,43	3,17	4,34	-0,09
Pharmaceutical industry	2,09	2,02	2,35	2,19	0,17
Agriculture	1,13	1,11	1,79	1,80	0,69
Other sectors	2,04	1,44	0,98	0,92	-0,52

Sectorial Exposure – Q1 2019 (% of total assets value).

Objective:
Maintaining the financial and energy sector with important weight in the portfolio



Top Companies/holdings in the portfolio – Q1 2019

TOP COMPANIES IN THE PORTFOLIO	% holding of issuer's share capital	> 1% of total assets value
BANCA TRANSILVANIA	7,29	37,37
OMV PETROM	0,68	7,06
AEROSTAR	15,05	5,88
ROMGAZ	0,85	5,43
TRANSGAZ	2,40	4,93
PROFESSIONAL IMO PARTNERS	31,42	3,59
TESATORIILE REUNITE	100	3,19
BIOFARM	13,52	2,19
SIF BANAT CRISANA	3,57	1,99
STRAULESTI LAC ALFA	50,00	1,97
AGROINTENS	100	1,79
AGROLAND CAPITAL	100	1,75
SIF TRANSILVANIA	4,98	1,39
MECANICA CEAHLAU	73,30	1,16
TOTAL		79,69

Comparative SIFs evolution Q1 2019/ Dec. 31, 2018

At the end of Q1 2019, SIF2 continues to register the lowest price discount in comparison to NAV (34.5%), increase in comparison to that registered on 31.12.2018 (30.6%). SIF Moldova's net asset on 29.03.2019, of 1,8 mld. lei, increased by around 6% ytd. SIF2 ranks first for market capitalization (1,22 mld. lei, with a value close to that recorded at the end of the previous year), being followed by SIF5 and SIF1. SIF2's net asset increased with 96 mil.lei in Q1 2019 in comparison to 31.12.2018, registering the highest advance of all SIFs.

million lei	SIF1	SIF2	SIF3	SIF4	SIF5
Net assets 29.03.2019	2.302	1.821	1.040	1.339	1.916
Net assets 31.12.2018	2.213	1.725	976	1.258	1.838
NAV evolution 19/18%	4,0	5,5	6,5	6,5	4,2
Liquidities 29.03.2019*	84	62	29	29	26
Liquidities 31.12.2018*	35	75	27	30	473
Liquidities evolution %	139,5	-16,6	6,6	-3,9	-94,5
Short-term financial investments 29.03.2019	1.472	1.457	886	978	1.723
Short-term financial investments 31.12.2018	1.482	1.342	801	859	1.303
Short-term financial investments %	-0,7	8,6	10,7	13,9	32,3
Net result 29.03.2019	7	2	23	0	8
Net result 30.03.2018	7	0	8	3	3
Net result evolution %	-8,7	493,0	179,8	-102,2	154,6
Capitalization 29.03.2019	1.087	1.220	543	510	1.215
Capitalization 31.12.2018	1.056	1.224	470	483	1.210
Capitalization evolution %	2,9	-0,3	15,6	5,7	0,5
NAV 29.03.2019	4,4488	1,8369	0,4808	1,6591	3,3027
Price 29.03.2019	2,1000	1,2040	0,2490	0,632	2,095
Price/NAV discount 29.03.2019	-52,8	-34,5	-48,3	-61,9	-36,6
Price/ NAV discount 31.12.2018	-52,3	-30,6	-52,4	-62,8	-34,2
dividend 2018	0	0,03	0,0121	0	0,15
DY%	0	2,49	4,87	0	7,16
no. of shares	517.460.724	1.013.179.176	2.184.286.664	807.036.515	580.165.714

*availabilities, deposits, state bonds

1.2.**Portfolios. Strategies. Results.**

SIF MOLDOVA has three portfolios defined: “CORE”, “SELL”, “MAJORITY HOLDINGS”.

The management of portfolio holdings has been made on the coordinates of the multiannual strategies and the 2018 Activity Program, namely:

- ✓ **Increase** for the **Majority Holdings Portfolio** - “private equity” type approach, within the real estate, agricultural and other sectors;
- ✓ **Recalibration** for the **CORE Portfolio**- listed portfolio that offers liquidity to SIF Moldova assets; representing the main revenue generator;
- ✓ **Restructure** for the **SELL Portfolio**- continuation of the restructure/sale of the “historic” portfolio.

1.2.1. “CORE” Portfolio

On 30th September 2018, CORE portfolio represented 71% of total assets value and included top BVB listed issuers, such as: TLV, TGN, SNG, SIFs, SNP, ARS, BIO, with a value of 1,387,6 mil lei, representing 113,7% of SIF2 market value (1,219,8 mil.lei). The figures also include NORD and PPLI issuers through which SIF Moldova has an indirect ownership in Veranda Mall, as well as in Straulesti Lac Alfa, which is the developer of the Atria Urban Resort project.

The adoption of GEO 114 in December 2018 generated turbulences on the capital market affecting the performance of issuers and titles in the portfolio and indirectly SIFs share performance.

GEO 19/2019 brought positive modifications to GEO 114/2018, the former’s provisions improving the business perspectives of issuers in the bank and energy sector. These modifications have had a positive impact on the performance of issuers in the portfolio and indirectly on the NAV performance of SIF2.

Evolution of CORE portfolio, depending on sectorial exposure:**1.2.1.1. Financial – bank sector**

The financial sector in Q1 2019 represented 41,44% of total assets in comparison to 45,82% in Q1 2018.

In agreement with SIF MOLDOVA’s investment strategy that foresees the continuation of investments in the financial –bank sector, we have made purchases on BANCA TRANSILVANIA due to the high yield offered (cash + free shares) and the bank’s development potential through organic development and purchases. On 31.03.2018 exposure on this issuer was of 37,37% of total SIF MOLDOVA’s assets value, similar to that on 31.12.2018, of 37,54%.

GEO 114/2018 negatively influenced TLV quotation at the beginning of the year, so that purchases were made at a discounting price of 1,72 lei/share. The new bank tax form in GEO 19/2019 brings back the negative effects of GEO OUG 114/2018 as well as positive effects since it foresees for 2019 as credit balance increase target a value of +8% and the decrease target of the interest margin is -8%. These modifications of GEO 114/2018 might have the effect of credit increase and interest might decrease, stimulating crediting even more, with positive effects on banks.

Holdings in SIFs represented 3,38% of total assets value on 31.03.2019.

1.2.1.2 Energy Sector

The weight of the energy sector in total assets in Q1 2019 represents 17,42%, in comparison to 18,78% in Q1 2018.

Gas, oil products and utilities manufacturers, namely de ROMGAZ, OMV PETROM and TRANSGAZ have registered very good results in 2018, supported by the price increase for gas, electric energy and other revenue categories. Although the provisions of GEO 114/2018 have had a negative impact on the price of energy companies at the beginning of 2019, the adoption of GEO 19/2019 a lowered the effects of the previous ordinance eliminating the capping of gas prices for industrial clients, while SNP sold around 80 to 90% of production in 2018, and Romgaz around 50-55% to industrial clients.

In Q1 2019 we bought TGN shares at an advantageous price and in the perspective of attractive dividends.

For these issuers, we think that there are premises for stable financial results, caused by the positive dynamics of the Oil & Gas markets and solid strategies, as well as predictable dividend policy that will continue to support share price.

The winter weather, above normal temperatures for the period, caused the decrease of European natural gas prices, a price that is to recover in H2 2019 due to the increase of the demand and storage activity.

OMV PETROM (SNP): The management of the company announced that the final investment decision in the Neptune Deep Project has been deferred since *“current legislative environment does not offer the premises needed to make an investment decision worth several billions. We are still eager to see the reserved in the Black Sea developed and we will continue the dialogue with authorities in order to understand the steps to be taken.”* On the Brent oil market, we expect a price of 80 USD/bbl on average term. We notice on the market that OPEC intervenes when prices drop under this level, decreasing production while US oil manufacturers start increasing production above this level. The increase catalysis for the average term quotation increase, sustained by the increasing world demand (especially in India and China), the improvement of the assets portfolio stimulating future production, as well as the predictable dividend policy announced by SNP that *“will offer shareholders the safety of a stable, predictable and attractive dividend in the coming years, including through the payment of an increasing dividend”*, all represent arguments in favor of maintaining exposure on this issuer.

ROMGAZ (SNG): From operational indicators published by Romgaz for Q1 2019 it results that hydrocarbon manufacture increased by 5,2% in Q1 2019. Since the prices of gas sold to industrial customers are no longer capped at 68 RON / MWh and in the first four months of this year the provisions of GEO 114/2018 and GEO 19/2019 have not been applied, we estimate that Romgaz can achieve a price higher than 75 RON/Mwh in 2019.

Very attractive financial indicators and the context of substantial dividend for 2018, as well as the sustainable ability to distribute dividends with high yields in the following years, justify our decision to keep our position in this issuer.

TRANSGAZ (TGN): The perspective analysis indicates the possibility of financial performance lowering in the following couple of years, following to the increase of CAPEX for BRUA Stage 1 and drop of EBITDA. We think that this situation will rectify once BRUA Stage 1 is completed and included in the regulated assets base in 2020. Following the completion of BRUA Stage 1, we expect an increase of regulated revenue and revenue from gas transportation. These arguments, with Transgaz as one of the main players on European gas markets, should contribute to the price. Transgaz has the ability to become a vector for the promotion of Romanian energetics industry in the region, supporting Romania's interests in Europe and the EU.

1.2.2. The “Majority Holdings” Portfolio. SIF MOLDOVA Group.

On 31.03.2019, the assets of the 7 subsidiaries of SIF MOLDOVA Group registered a value of 176,8 mil lei, representing 9,07% of total SIF MOLDOVA assets.

The members of the SIF MOLDOVA Group has been recertified by FSA- *Certificate no. 23/22.10.2018* (Current report on 23.10.2018):

No.	Subsidiary name	SIF MOLDOVA – mother company direct SIF MOLDOVA holding %	Company type (closed / listed)	Weight of total assets %
1	AGROINTENS SA Bucuresti	99,99	unlisted	1,79
2	AGROLAND CAPITAL SA Bacau	99,99	unlisted	1,75
3	ASSET INVEST Bacau	99,99	unlisted	0,15
4	CASA SA Bacau	99,32	unlisted	0,53
5	MECANICA CEAHLAU SA Piatra Neamt	73,30	BVB-REGS (MECF)	1,16
6	REGAL SA Galati	93,02	BVB-ATS (REGL)	0,50
7	TESATORIILE REUNITE SA Bucuresti	99,99	unlisted	3,19
Total				9,07

Rules applied in compliance with AIFM legislation

- ✓ Private equity type investments through which control is obtained on unlisted companies, is in agreement with the multiannual investment strategies and legal risk and prudential limits of SIF Moldova, without representing the main investment policy.
- ✓ SIF Moldova is a shareholder with a holding of over 99% in all unlisted shares. In the selection of monitoring of investments in unlisted companies, SIF Moldova applies a high level of diligence, its staff holding the proper competencies and vocational skills for the investment field specific activities: financial, legal, commercial and technical activities, negotiation, conclusion of agreements and contracts.
- ✓ These assets are evaluated in compliance with the evaluation policies and procedures, their value being reported on a monthly basis.

According to its *Investment Strategy and Policy* SIF MOLDOVA has an investment strategy to develop the Majority Holdings Portfolio, characterized by:

- a) implementation of projects in various sectors of activity and business development in the companies in SIF MOLDOVA’s historic portfolio.
- b) Investments in this portfolio represent a private-equity type approach, that involves the **development of existent majority holdings (real estate, agricultural machines, agribusiness), as well as new investments (real estate, agribusiness)** and offer average and long-term increase opportunities.

The private equity type approach involves an active involvement in entrepreneurial projects, which lead to the increase of managed assets profitability increase and offers the possibility to compensate for possible

involutions of SIF Moldova’s holdings in listed companies.

Some of the investments presented in the following paragraphs are in the increase/development period, while others are in the maturity stage of the business life cycle.

1.2.2.1. AGROINTENS SA – Blueberry farm project "Extension of BLUEBERRY FARM" (www.agrointens.ro)

Premises: The project targets the development of a business in the agro-business field through the purchase and setup of new blueberry farms plantations.

SIF MOLDOVA’s investment: 5,6 mil euro

Current Status:

- ✓ *Vistea Farm, Brasov district:*
 - agriculture and maintenance works for land preparation for 2019,
 - activities for the obtaining of approvals for the setup of the cold warehouse.
- ✓ *Mandra Farm, Brasov district:*
 - Agricultural and maintenance works for land preparation for 2019

✓ *Popesti Farm, Arges district:*

- Lucr agriculture and maintenance works for land preparation for 2019,
- In January 2019 we completed the purchase of an adjacent land of around 10 ha;
- Actions regarding the extension of the plantation.

Exit possibilities: investment recovery will be made through dividends, capital return and sale of investment in about 10 years' time.

Corporate events:

- ✓ *EGMS on 22.0.1.2019* – approved: the purchase of an area of around 10 ha of land adjacent to Popesti Farm.

Financial Results Q1 2019

Indicators – AGROINTENS (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	10.328	722	7
Total expenses	13.105	1.281	10
Net profit/loss	-2.777	-559	20

1.2.2.2. AGROLAND CAPITAL SA – Iasi Real Estate Project

Premises: The company has been setup for the purpose of capitalizing on investment opportunities from the agri-business – real estate field for the purpose of generating value for the shareholders. We have purchased assets belonging to Iasitex SA company, located in the central area of Iasi municipality, with significant real estate development potential, on all segments: residential, office and commercial:

- ✓ land of around 30.000 square meters;
- ✓ administrative building (GF+8) with a built area of 4.600 square meters.

Action Directions:

- ✓ approval of the feasibility study and opportunity
- ✓ starting of undertakings to demolish the buildings
- ✓ starting and contracting the works to obtain the zonal urban plan.

Financial Results Q1 2019

Indicators – AGROLAND CAPITAL (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	0	0	-
Total expenses	12	0,1	1
Net profit/loss	-12	-0,1	1

1.2.2.3. ASSET INVEST SA

The company has the following main action directions:

- ✓ Management of companies in its own portfolio, the objective being to liquidize these holdings.
 - current portfolio on 31.03.2019: 36 companies, of which 2 functional, 3 in insolvency, 1 in administrative liquidation, 1 in legal reorganization and 20 in judicial liquidation (bankruptcy).
- ✓ Liquidation of companies in the “SELL” Portfolio of SIF MOLDOVA – based on mandate contract
 - current portfolio on 31.03.2019: 41 companies, of which 27 functional, 12 in various insolvency/judicial liquidation stages, 2 in the procedures foreseen by Law no. 151/2014.
 - the activity Asset Invest SA has the object of identifying buyers, negotiating share sale and purchase contracts for the non-performing portfolio of SIF MOLDOVA.
- ✓ Representation in GMS/BD for the companies in its own portfolio, or the portfolio of SIF MOLDOVA.
 - Asset Invest SA exercises its manager quality as company. For this purpose, the company has appointed representatives, natural individuals and formalized its general representation framework.
- ✓ Monitoring the information and events regarding the companies in SIF MOLDOVA’s portfolio –based on service agreements.

Later corporate event:

✓ *EGMS on 04.04.2019* – the following was decided:

- revocation of EGMS resolution on 29.03.2018 published in OG no. 1503/19.04.2018, since the resolution was not enforced and produced no effects.
- share capital decrease for ASSET INVEST SA Bacau, from 3.833.142 lei, la to 3.033.142 lei, by returning part of shareholder SIF Moldova SA's contribution, that is the amount of 800.000 lei and corresponding annulment of 8.000.000 shares with a nominal value of 0,10 lei each.
- cession to Asset Invest SA of the share packages owned by SIF Moldova to a number of 13 companies, for a price of 1.952.517 lei (details under chapter 1.2.3.). Approval of the assessment contracts and reports drafted by Darian DRS, to set the cession price.

Financial Results Q1 2019

Indicators ASSET INVEST (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	816	280	34
Total expenses	740	157	21
Net profit	69	120	174

1.2.2.4. CASA SA

The company manages own real-estate assets and those of SIF Moldova. Its own real-estate property includes on 31.03.2019, a number of 12 buildings located in various municipalities (Suceava, Botosani, Piatra Neamt, Bacau, Iasi, Galati, Braila, Tulcea), with a useful area of about 5.425 square meters, of which around 3.326 square meters are rented. Additionally the company manages real estate assets belonging to SIF MOLDOVA an area of around 2.900 square meters, the rented area being of around 2.250 square meters.

Specific actions are taken to recover the asset: forestry land located in Ghelnita locality, Covasna district and connected debts.

The legal documents entered by SIF MOLDOVA with CASA SA subsidiary have been reported according to art. 82 Law no. 24.2017 *regarding the abidance by the legal framework of contracts entered by the company in Q1 2019 (Current report on 09.01.2019)*.

Financial Results Q1 2019

Indicators – CASA (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	3.579	415	12
Total expenses	3.502	524	15
Net profit/ loss	77	-109	-

1.2.2.5. MECANICA CEAHLAU SA

The company manufactures agricultural equipment for land process and distributes (i) Steyer tractors, (ii) Project herbicidation equipment and (iii) Stoll front loaders.

The sale procedure for the asset located in Piatra Neamt, Str. Aurel Vlaicu no. 34 is currently running.

Financial Results Q1 2019

Indicators – MECANICA CEAHLAU (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	36.600	3.415	9
Total expenses	33.800	3.030	9
Net profit	2.400	302	13

1.2.2.6. REGAL SA

The company manages own commercial spaces with a useful area of around 3.150 square meters and plans to continue selling properties without rental or development potential.

Corporate Events:

- ✓ *OGMS on 24.04.2019:* for financial year 2018 the distribution of cumulated dividends of 2,85 mil lei, representing a gross dividend of 2,38 lei/share was approved.
- ✓ *EGMS on 24.04.2019:* The sale of certain assets through public auction was approved for: "Restaurant Locomotiva", Restaurant Olt 3", garage land, all located in Galati.

Financial Results Q1 2019

Indicators – REGAL (thousand lei)	Budget 2019	Q1 2019	Q12019 / Budget 2019 (%)
Total revenue	1.418	132	9
Total expenses	1.216	184	15
Net profit	169	-52	-

1.2.2.7. TESATORIILE REUNITE SA**"BABA NOVAC RESIDENCE" Residential Real Estate Project**

(www.babanovac-residence.ro)

Project description: use of the company's land by building a residential complex. "BABA NOVAC RESIDENCE" real estate project is developed by Tesatoriile Reunite SA company.

Investment: SIF MOLDOVA participated to project financing through the increase of the share capital of Tesatoriile Reunite SA with the amount of 5,3 mil. euro. The co-financing of the project was provided through an investment bank credit of around 18 mil. euro from Raiffeisen Bank Romania.

Characteristics: 6 blocks of 363 apartments, 436 parking spaces of which 298 underground and 138 spaces above the ground. The selling value of the investment project is estimated to 34 mil euro.

Current status:

- ✓ The apartments corresponding to Stage 1 (121 units) have been completed and are in the stage of being received by the developer and delivered to the buyers.
- ✓ The selling pace is that forecast, so that 92% of apartments were sold in Q1 2019
- ✓ Stages 2 and 3 of the complex will be completed in Q4 2019

Later corporate event :

EGMS on 24.04.2019 approved the reconfiguration of Baba Novac Residence Project, based on the coordinates mentioned in the Justification Note presented in EGMS, following termination of the General Contracts Agreement for non-compliance with the contractual terms of execution. The company's management implements the necessary measures to implement the project in its parameters.

Exit possibilities: Investment recovery will be through the sale of the built apartments.

Tesatoriile Reunite SA is taking steps (studies on urbanism solutions) for a new residential investment project in Spataru Preda street, no. 5.

Financial Results Q1 2019

Indicators - Tesatoriile Reunite (thousand lei)	Budget 2019	Q1 2019	Q1 2019 / Budget 2019 (%)
Total revenue	52.981	5.926	11
Total expenses	39.833	6.198	16
Net profit/loss	10.240	-272	-

Mention: Majority Holdings Portfolio is also monitoring the following companies:

- ✓ Nord SA (18,14% holding of share capital) and Professional Imo Partners SA (31,42% holding of share capital) that directly/ indirectly participate to the implementation of **"Veranda Mall" Bucharest Project**
- ✓ Straulesti Lac Alfa SA (50% holding of share capital) implementing the project **"Atria Urban Resort" Bucharest.**

1.2.2.8. Real estate project - "VERANDA MALL" shopping center

(www.verandamall.ro)

Description: The investment project consisted in the construction of "VERANDA MALL" trade center from Bucharest and its operation through company Veranda Obor SA. The trade center is a proximity mall, located in a heavily populated area with commercial traffic, Obor-Colentina. "VERANDA MALL" opened on 27.10.2016.

Investment: Value of SIF Moldova's investment amounts to 14,3 mil euro. SIF MOLDOVA indirectly holds in Veranda Obor SA a shareholding of about 37% through Professional Imo Partners SA (PPLI) and Nord SA (NORD), BVB listed companies – ATS segment.

Project characteristics: GLE (built area) around 67.000 square meters; GLA (rentable area) around 27.000 square meters; tenant stores: 100; occupation degree: 98%.

Current status:

The extension of "Veranda Mall" Trade Center is currently being run, with completion in Q2 2019, around 6.300 square meters:

- ✓ Stage 1 – implementation of the gallery area on an area of around.300 square meters:
 - the new areas for the trade gallery are completed.
 - new tenants: World Class (fitness), BCR Offices, Decathlon (sports articles), Collin's (fashion)
 - negotiations are held to rent the other areas (Playground, Coffee, Retail and Restaurant)
- ✓ Stage 2 – implementation of the Cinema multiplex project, 12 halls:
 - Cinemax operator (Slovakia)

1.2.2.9. STRAULESTI LAC ALFA SA

"ATRIA URBAN RESORT" Residential real-estate project

(www.atriaresort.ro)

SIF MOLDOVA invests in "ATRIA URBAN RESORT" real estate project, developed through Straulesti Lac Alfa SA. The project targets the building of 1,381 apartments, in 4 stages, on a land area of around 9 ha, located in the NW part of Bucharest municipality, in the vicinity of Colosseum Retail Park with quick access to Piata Victoriei and the Northern part of the capital city.

Investment: SIF MOLDOVA is shareholder of Straulesti Lac Alfa SA, along with CityRing Property SRL and Mr. Liviu Lepadatu who also provides the management of the real estate project development. Total SIF MOLDOVA's investment, run on stages, will be of 8,3 mil euro, of which 6,3 mil. euro already paid dup. Project financing is provided both with own capital and bank loan, and the estimated project completion value is over 100 million euro.

Current status:

- ✓ Stage 1:
 - includes a number of 160 apartments (studios, two and three rooms) currently under construction
 - completion deadline: June 2019
 - number of preliminary contracts: 56 units (representing 35% apartment sales)
- ✓ Stage 2:
 - the documentation for AC2 construction permit has been submitted
 - land preparation works have begun.

Corporate event – EGMS on 26.02.2019 – The contracting of Globalteh Contractor SRL has been approved for the land preparation works needed for the construction of stage 2 of the residential project.

1.2.3. “SELL” Portfolio

In order to reach the investment objectives foreseen in the multiannual strategies and 2019 Activity Program, SIF MOLDOVA has continued to reduce the weight of SELL Portfolio

This portfolio is selected based on liquidity criteria, low performance and increase potential and represents 4,22% of total managed assets value on 31st March 2019, in comparison to 4,71% on 31.12.2018.

To the extent that the positions in this portfolio are sold, liquidities feed SIF MOLDOVA’s investment needs.

In Q1 2019 we have sold the holdings of SIF Moldova in the following companies:

- ✓ Alimentara Cluj – full holding sale for the amount of 3,98 million lei;
- ✓ Favil SA – partial collection of the amount for the withdrawal from the company, in compliance with the provisions of Law 151/2014.

Active participation to the General Meetings of the companies in the portfolio was insured through; the completion of the agenda with new items, requests to summon the general meetings, asking questions to the Boards of Directors, requests to complete the informative materials.

Events following the reporting date:

- ✓ Sale by Asset Invest SA, company in SIF Moldova Group, of the holdings in a number of 13 companies, 5 functional and 8 in insolvency/reorganization/ bankruptcy, namely: Atlas Braila, Humoreanca, Lactate Natura, Transtec, Vitimas, Agrocomplex Barlad, Piscicola Murighiol, Confectia Tg. Jiu, Contor Group, Vinia, Bumbacaria Romaneasca, Fortus and Rafo for a total price of 1,9 mil. lei. This operation is compliant with SIF Moldova’s strategy, approved by the shareholders, regarding the restructure of SELL portfolio, which includes historic holdings in closed companies or companies with low liquidity that have exhausted their growth potential. *(Current report 19.04.2019)*

1.2.4. Implementation of 2019 Investment Program

In Q1 2019, SIF MOLDOVA has analyzed and implemented investments in compliance with the directions and principles presented in 2019 Activity Program approved by the shareholders (OGMS on 18th April 2019), with a total value of 12,7 mil lei, representing 11,5% of the target set for 2019, of 111 mil lei.

2

Financial Position and Performance

The special purpose financial statements have been drafted by the Company in compliance with the recognition measurement and evaluation criteria of the International Financial Reporting Standards adopted by the European Union (“IFRS”), with the exception of IFRS 10 “Consolidated financial statements” and IAS 27 “Individual Financial Statements”, and Regulation 39/2015 for the approval of accounting regulations compliant with the international financial reporting standards applicable for entities certified, regulated and supervised by FSA. In the understanding of Regulation 39/2015, the International Financial Reporting Standards, hereinafter referred to as IFRS, represent the standards adopted according to the procedure foreseen by CE Regulation no. 1606/2002 of the European Parliament and Council on 19th July 2002 regarding the application of international accounting standards, with its later amendments and additions.

2.1. Overall result. Management expenses. Financial Position➤ **Individual statement of overall result:**

(lei)	2017	Q1 2018	2018	Q1 2019
Revenue				
Revenue from dividends	73.301.258	8.490	95.594.508	1.551.462
Revenue from interests	1.148.917	214.907	2.427.375	513.411
Other operational revenue	897.387	212.502	1.605.103	252.718
Other revenue	4.781.789	450.379	3.371.596	635.695
Profit from investments				
Net profit from asset sale	100.530.811	365.600	394.396	882
Net loss/ net profit from the re-evaluation of financial assets at fair value through profit or loss	40.549.007	5.557.672	(16.338.454)	4.772.386
Net profit from the re-evaluation of real-estate investments	314.328	-	-	-
Expenses				
(Losses)/Loss re-run from assets impairment	(152.475)	20.226	1.485.801	-
Expenses with the setup of provisions for risks and expenses	901.839	-	-	1.000.002
Other operational expenses	(34.737.537)	(6.019.567)	(33.407.766)	(6.233.471)
Expenses with the amortization of assets corresponding to use right	-	-	-	(98.701)
Other expenses	(2.219.881)	(2.940)	-	(2.388)
Operational profit	185.315.443	807.269	55.132.559	2.372.292
Expenses with the interest corresponding to the debt stemming from the leasing contract	-	-	-	(19.704)
Profit before taxation	185.315.443	807.269	55.132.559	2.372.292
Profit tax	(20.528.695)	(522.072)	(4.972.610)	(677.508)
Net profit of the financial year	164.786.748	285.197	50.159.949	1.694.784
Other overall result elements				
Gain/(Loss) corresponding to the transfer of financial assets evaluated at fair value through other elements of overall result, net of tax, recycled in reported result	-	7.970.833	43.201.285	(3.880)
Reserve increase/ (decrease) from the re-evaluation of tangible assets, net of deferred tax	(297.959)	14.381	52.666	7.613
Net gain from the re-evaluation of fair value evaluated assets through other elements of overall result / financial assets available for sale	125.984.478	64.072.301	12.845.408	63.168.625
Transfer of reserve to reported result / profit and loss following the sale of FVTOCI/FSA, net of tax	(84.313.578)	-	(43.201.285)	85.293
Reserve transfer to reported result following the adoption of IFRS9, net of tax	-	103.084.492	-	-
Other overall result elements	41.372.941	175.142.007	12.898.074	63.257.651
Total overall result of the period	206.159.689	175.427.204	63.058.023	64.952.435

Starting on January 1st 2018, SIF Moldova has adopted IFRS 9, from that date on assets have been reclassified taking into consideration the business model and the long-term objectives of the company. Thus the new classification influences the way in which transaction gains and losses are reflected, these are present in both the profit or loss account and in the Reported Result account.

➤ Management expenses

The monthly average percentage of management expenses represents 0,09 %, of total assets value

The monthly average of management expenses represents 0,09% of total assets value, being lower than the commissions paid to management companies by investment funds (0.10% - 0.40%).

Management Expenses Structure

Management Expenses (lei)	
1. Expenses with materials	69.496
2. Expenses with energy and water	91.968
3. Staff expenses, of which:	4.141.340
- wage rights and allowance	4.034.790
- expenses with insurance and social protection	103.770
- professional training expenses	2.780
4. Expenses with outsourced services	870.848

Management expenses include expenses that are directly connected to the current activity of the company. In these management expenses the weight is held by the *staff expenses* (wages, indemnities, social insurance, professional training), that is 80% of management expenses.

Expenses with outsourced services represent 16,83% of management expenses and mainly include expenses with maintenance and repairs, company monitoring, professional counseling, management of areas and archives, insurance, postal expenses and subscriptions, rents, royalties, concessions, protocol, travels and other expenses.

➤ Individual statement of financial position:

	(lei)	2017	Q1 2018	2018	Q1 2019
Assets					
Cash and cash equivalents		229.547	161.881	278.239	1.143.706
Bank deposits		36.387.265	96.157.495	74.536.926	61.250.340
Financial assets at fair value through the profit and loss account		204.732.623	299.501.445	341.800.429	346.551.642
Financial assets at fair value through other elements of overall result		1.611.822.537	1.664.007.669	1.441.126.064	1.528.403.960
Bonds at amortized costs		7.324.894	7.204.954	7.821.978	7.863.593
Real-estate investments		3.505.273	3.505.273	3.505.273	3.505.273
Intangible assets		21.294	17.931	26.723	31.117
Tangible assets		8.213.719	8.527.611	8.461.441	8.354.612
Assets representing use rights for support assets		-	-	-	1.167.568
Other financial assets at amortized cost		7.443.288	3.806.953	8.556.152	1.921.278
Other assets		467.703	347.361	192.852	221.011
Total assets		1.880.148.143	2.083.238.573	1.886.306.077	1.960.414.100
Liabilities					
Dividends to pay		33.087.963	32.778.055	34.768.768	34.463.674
Provisions for risks and expenses		2.565.455	2.565.455	2.565.455	1.565.453
Liabilities regarding deferred profit tax		79.144.662	102.019.972	69.143.317	80.529.216
Liabilities regarding current profit tax		5.033.350	10.468.041	1.669.219	601.248
Financial liabilities at amortized cost		1.299.173	1.280.246	12.140.530	11.883.361
Liabilities from leasing agreements		-	-	-	1.043.811
Other liabilities		17.409.795	17.091.856	16.540.039	15.755.806
Total liabilities		138.540.398	166.203.625	136.827.328	145.842.569
Equity					
Share capital		539.720.149	537.220.149	526.723.352	526.723.352
Reported result		573.485.823	661.895.214	717.946.800	719.778.050
Reserve from the re-evaluation of tangible assets		8.797.557	8.811.939	8.850.223	8.857.836
Reserves from the re-evaluation of financial assets evaluated at fair value through other overall result elements.		657.887.603	721.959.904	524.449.576	587.703.495
Own shares		(37.436.693)	(12.436.693)	(28.598.935)	(28.598.935)
Other equity elements		(846.694)	(415.565)	107.733	107.733
Total equity		1.741.607.745	1.917.034.948	1.749.478.749	1.814.571.531
Total liabilities and equity		1.880.148.143	2.083.238.573	1.886.306.077	1.960.414.100

2.2. Performance indicators

	2017	Q1 2018	2018	Q1 2019
Current liquidity indicator	5,17	2,50	6,70	6,53
Liability-clients rotation speed	6	6.56	2,29	6,73
Fixed assets rotation speed	0,14	0,00	0,06	0,00
Result per basic share (lei/share)	0,159	0,16	0,092	0,002

Specifications:

Current liquidity indicator = current assets/ current liabilities

Liability- clients rotation speed = average liability balance/ turnover x number of days in the reporting period.

Fixed assets rotation speed = revenue from current activity/fixed assets

Result per basic share (lei/share) = net profit/number of shares

2.3. 2019 Budget Achievement degree

	Forecast 2019	Achieved Q1 2019	(%)
	1	2	3 =2/1
Total Revenue	103.293.827	8.914.861	8,63
Financial revenue	90.919.468	8.661.950	9,53
• revenue from capital assets (dividends)	88.969.468	1.551.462	1,74
• revenue from receivables (bank interest + bonds)	1.950.000	513.411	26,33
• revenue from ceded financial investments	-	4.773.268	-
• other financial revenue	-	1.823.809	-
Revenue from current activity	12.374.359	252.911	2,04
• revenue from rents and associated activities	948.000	232.936	24,57
• revenue from provisions	10.064.545	-	0
• other revenue from current activity	1.361.814	19.975	1,47
Total expenses	(49.087.940)	(6.542.569)	13,33
Financial expenses	(817.000)	(14.678)	1,80
• transaction commission expenses	(750.000)	(42)	0,01
Current activity expenses	(48.270.940)	(6.527.891)	13,52
Gross profit	54.205.887	2.372.292	4,38
Taxable profit	7.779.522	4.358.917	56,03
Profit tax	(5.395.181)	(677.508)	12,56
Net profit	48.810.706	1.694.784	3,47
Net gain from FVTOCI transfer	29.892.732	(3.880)	-0,01
Net result	78.703.438	1.690.904	2,15

3

SIF 2 share on BVB

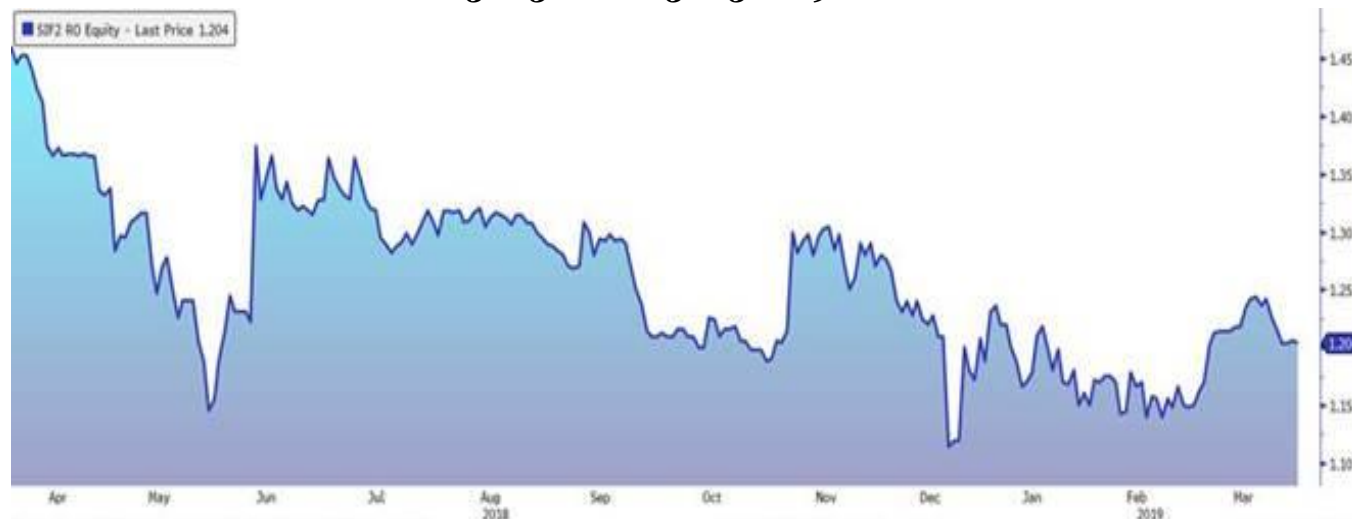
Number of shares: 1.013.179.176
 Nominal value: 0,1 lei
 Share capital: 101.317.917,6 lei
 Capitalization: 1.219.867.728 lei
 31.03.2019 (256 mil euro)

Price: 1,20 lei, EPS: 0,16 lei, PER:7,5; DIVY: 2,49%
 52 m: 1,05 lei; 52 M: 1,51 lei

The market on which SIF 2 shares are traded:
 Bucharest Stock Exchange, Premium category, since
 de 01.11.1999

The shares and shareholders records are kept
 according to the law by SC Depozitarul Central SA.

SIF2 share evolution between 31.03.2018 – 31.03.2019



(Sursa: Bloomberg Finance)

Yields: SIF 2 share, NAV SIF 2, BET-FI – Q1 2019

Related information in
**SIF Moldova Corporate
 Governance Code**

Ch.16. Evaluation of
 company performance and
 performance of SIF2 share

Yields at (%)	SIF2 share	BET FI	NAV per share SIF2
1 month	4,88	2,04	3,49
3 months	-0,33	3,27	5,52
6 months	-0,50	-2,53	-3,79
12 months	-20,79	-12,19	-4,97

Risk analysis (1Y, daily series): SIF 2 share / BET-FI

Indicator	SIF2 share	BET-FI
Volatility (%) [*]	26,29	14,87
Beta ^{**}	1,32	1

* Volatility (12M) = annualized volatility

** Beta = price sensitivity to market movements

4 Risk Management

SIF Moldova permanently sets and keeps operational the risk management position that is hierarchically and functionally independent from the activities that generate risk exposures and has access to all relevant information.

The risk management position is insured by the Risk Management Department which plays an important role in the defining of risk management policy, monitoring the abidance of the risks that the company is or could be subjected to the risk profile approved by the Board of Directors. SIF MOLDOVA has adopted proper and efficient measures, processes and techniques for the identification, management and monitoring of the risks the company is or could be subjected to, at any given time.

Staff of the risk management department:

1. Sonia Fechet- risk manager, department coordinator (FSA reg. no.:PFR13²FARA/040050)
2. Elena Rebei – risk manager (FSA reg. no. :PFR13²FARA/040049)

The objectives of the management structure within the risk management policy are the prudential management of risks so that they prevent the negative impact that internal and external factors may have on the company's activity, leading to the failure to reach set targets, to the occurrence of unplanned or uncontrolled risks, or the causing of negative effects. When setting the risk appetite and tolerance, SIF MOLDOVA takes all relevant risks it is subjected to through the nature of its activity into consideration, the main weight here being the **market risk**. The efficiency of the risk management system is evaluated by the Executive Management, Audit Committee and Board of directors on a half-yearly basis.

The main activities carried out between 01.01.2019-31.03.2019:

- annual revision of the Risk management policy and procedures
- evaluation of the company's risk profile;
- calculation of the risk indicators set according to risk management procedures and analysis of their abidance by the approved tolerance limits;
- risk analysis regarding the investments suggested by the risk management departments;
- daily monitoring of the abidance of the assets in the portfolio by prudential limits;
- follow-up of the fulfillment of measures set in the annual risk response plan and through the operation risk events reporting sheets;
- analysis of the classification of assets on risk classes, depending on their liquidity degree;
- analysis and calculation of risk measures for institutional reporting(Annex IV to R.231/2013)

4.1. Main risks SIF MOLDOVA is exposed to

In its activity, SIF MOLDOVA is exposed to various types of risks that are associated with securities portfolio (shares, bonds), especially financial instruments traded on the capital market portfolio, these being the most important types of risks it faces.

The main risks that SIF MOLDOVA is subjected to are:

1. **Market risk**, with subcategories: position/price risk, currency risk, interest rate risk
2. **Liquidity risk**, with subcategories: cash-flow risk, assets liquidity risk
3. **Issuer risk**, with subcategory: Concentration risk.
4. **Operational risk**, with subcategories: information technology (IT) connected risk; professional responsibility risk, compliance risk, model risk, risk associated to outsourced activities.
5. **Other risks**, with subcategories: credit/ counterparty risk, reputational risk, strategic risk, regulation risk, risk of conflict of interest occurrence, risk associated with the activities carried out by company subsidiaries.

4.2. SIF MOLDOVA's risk profile

The **risk profile** represents all exposures of SIF MOLDOVA to real and potential risks. Depending on the historic and current values of the risk indicators, the tolerance limits and risk appetite set by the Board of Directors, SIF MOLDOVA's risk profile is the following:

The global risk profile taken on by SIF Moldova is an average one, corresponding to an average risk appetite

Risk type	Risk level accepted	Risk level on 31.03.2019
Market risk	average	average
Issuer risk	average	low
liquidity risk	low	low
operational risk	average	average
Overall risk	Average	Average

On 31st March 2019, the risk indicators calculated for the relevant risks that SIF Moldova is or could be exposed to **abide by** the tolerance limits, risk appetite and risk profile approved by the Board of Directors of SIF Moldova.

4.3. Prudential limits system - abidance of assets in the portfolio by legal holding limits.

1. CNVM Regulation no. 15/2004, art. 188

a) Securities and instruments of the monetary market not admitted for trading - allowed limit: **20%** of total assets (closed shares, closed bonds, deposit certificates)

Asset type	Market value per asset category according to FSA Regulation no. 9/2014 (lei)	Weight of total SIF Moldova assets (%)
Shares held in closed-type issuers (incl. virtual shares and amounts to collect following the exit from a closed-company)	208.587.384	10,69
Closed bonds	7.769.289	0,40
TOTAL	216.356.673	11,09

b) Securities (shares and bonds) and monetary market instruments (government securities) registered or traded at Stock Exchange Market (on issuer level) – allowed limit: *10% of total assets, the limit can be increased up to a maximum of 40% provided that the total value of holdings over 10% per issuer does not exceed 80% of total assets. We mention that there is a single holding in this category, exposure on TLV issuer (37,37%), which abides by the maximum holding limit foreseen by CNVM/FSA Regulation no.15/2004, art.188, line b) which is closely monitored through daily holding monitoring mechanisms*

c) Financial investments issued by entities belonging to the same group – allowed limit 50% of total assets.

Group name	Market value per asset category as per FSA regulation no .9/2014 (lei)	Weight in total SIF Moldova assets (%)
BANCA TRANSILVANIA , of which:	737.919.432	37,84
• shares	728.657.000	37,37
• bonds	7.769.289	0,40
• bank deposits	1.493.143	0,08
ATLAS ASSET MANAGEMENT , of which:	92.513.813	4,74
• fund units	92.513.813	4,74
GLOBINVEST , of which:	69.396.657	3,56
• fund units	69.396.657	3,56
EXIMBANK , of which:	36.206.865	1,86
• bank deposits	33.319.965	1,71
• shares	2.886.900	0,15
STAR ASSET , of which:	19.152.097	0,98
• fund units	19.152.097	0,98

d) Financial instruments issued by entities belonging to the group that includes SAI (SIF Moldova) - allowed limit: 40% of total assets.

Name	Asset category market value as per FSA regulation no.9/2014 (lei)	Weight of total SIF Moldova assets (%)
AGROINTENS shares	34.872.349	1,79
AGROLAND CAPITAL shares	34.056.500	1,75
ASSET INVEST shares	2.929.100	0,15
CASA shares	10.281.700	0,53
MECANICA CEHLAU shares	22.685.637	1,16
REGAL shares	9.711.445	0,50
TESATORIILE REUNITE shares	62.302.375	3,19
TOTAL SIF MOLDOVA GROUP	176.839.106	9,07

e) Exposure to counterparty risk with derivative financial instruments traded outside regulated markets – not applicable.

f) Current accounts and cash value - allowed limit 10% of total assets. In net assets on 29.03.2019, the value of current accounts and cash is 1.140.389 lei, representing 0,06% of assets value.

g) Bank deposits started and held at the same bank – allowed limit: 30% of total assets

Bank name	Deposit value (FSA regulation no .9/2014) (lei)	weight in total SIF Moldova assets (%)
Eximbank	33.319.965	1,71
Unicredit Tiriac Bank	23.422.547	1,20
BRD-GSG	2.955.027	0,15
Banca Transilvania	1.493.143	0,08
Total deposits	61.190.683	3,14

h) Global exposure to derivative financial instruments - should not exceed the total value of net assets – not applicable.

i) Holdings in NON-UCITS – allowed limit: 50% of total assets.

NON-UCITS Name	asset category market value (FSA regulation no.9/2014) (lei)	weight in total SIF Moldova assets (%)
Fondul Privat Comercial	59.568.666	3,05
FIA Alchemist	42.052.680	2,16
Fond Privat de Investitii Optim Invest	36.807.685	1,89
FII DCP Investitii	29.081.698	1,49
FII Multicapital Invest	15.910.054	0,82
FIA Hermes	10.618.542	0,54
TOTAL AOPC (fund units)	194.039.325	9,95

2. ASF Norm no.14/08.11.2013, art.9, letter a)

Exposure obtained through direct and indirect investments in monetary market instruments such as promissory notes – allowed limits: 20% of total assets.

- ✓ *Direct investments* in monetary market instruments similar to promissory notes - **not applicable.**
- ✓ *Indirect investments* in monetary market instruments similar to promissory notes (PN) – *not applicable.*

3. Law no. 297/28.06.2004-updated, art. 150 line (1)

Shareholders of the depositary cannot hold more than **5% of the vote rights**, the exception being the market operators that can hold up to 75% of the vote rights with the approval CNVM/FSA.

Issuer name	No. of held shares	Total number of issuer's shares	Holding percentage in the issuer's share capital (%)
Depozitarul Central (Regisco)	7.396.029	252.919.526	2,92

Note: art. 150 is abolished according to art. 286 Law no. 216/2018 on the date the Central Depositary is re-authorized in compliance with EU Regulation no. 909/2014.

4. Law no. 297/28.06.2004-updated, art. 286^{^1} line (1)

Any individual may acquire with any title or may hold, along or along with individuals it acts in a concerted manner, shares issued by financial investment companies resulted from the transformation of private property funds, but not more than **5% of the financial investment companies' share capital.**

Name	no. of shares held	Total no. of issuer's shares	holding percentage in the issuer's share capital (%)
SIF Transilvania	108.777.386	2.184.286.664	4,98
SIF Banat Crisana	18.502.502	517.460.724	3,58

5. Law no. 126/11.06.2018, art. 136 line (5)

No shareholder of a market operator may hold, neither directly nor jointly with the persons it acts in concerted manner, more than **20% of total vote rights.**

Issuer name	No. of held shares	Total number of issuer's shares	Holdings percentage in the issuer's share capital (%)
Bursa de Valori Bucuresti	348.256	8.049.246	4,33

6. Holdings in the share capital of credit institutions – Banca Transilvania's Articles of Incorporation, art. 11 point b(b)

No shareholder may held 10% or more of the Bank's share capital, unless:

- (i) it has the approval of GSM and
- (ii) according to all formalities requested by the law.”

Issuer name	No. of held shares	Total number of issuer's shares	Holding percentage in the issuer's share capital (%)
Banca Transilvania	351.160.000	4.815.093.171	7,29

7. Abidance by Law no. 74/2015, art.2 line (2) - On 31st March 2019, the assets managed by SIF Moldova are reported according to “*Statement of SIF Moldova's Assets and Liabilities*”, have been of 1.950.055.889 lei. Their value expressed in euro is 409.434.763 and abides by the maximum threshold of 500.000.000 euro, without leverage effect use.

4.4. Crisis simulations

Stress testing and scenario analysis play an important role in the risk management framework. These involve a valuation of the asset value losses and an assessment of asset liquidity in different scenarios and their consequences on the company's risk profile. SIF Moldova performed the annual crisis simulation for the reference date of March 31, 2019 according to art. 15, paragraph 3, letter (b) and art. 16, paragraph 1, the second subparagraph of Law 74/2015 and according to the Internal Procedure - *Crisis simulations and scenario analysis*.

5

Internal Audit

The internal audit position is separate and independent from all functions and activities of SIF Moldova. The Internal Audit department is subordinated to the Board of Directors
FSA notified internal auditors: Virginia Sofian, Gabriela Stelea

Internal audit is an independent activity of objective assurance and counseling, with the purpose of adding value and improving the company's operations. It helps the company in fulfill its objectives through a systematic and methodical approach that evaluates and improves the efficiency of the risk management, control and governance processes.

The internal audit activity is carried out by the internal audit department.

Internal audit is subordinated to the Board of Directors and from an administrative point of view it is subordinated to the General Manager. Through its positioning in the organization chart, direct access is insured and activity reporting on the level of the Audit Committee and Board of Directors, as well as the independence required in order to carry out the internal audit activity, for the purpose of the objective evaluation of the efficiency of processes and operations and presentation of recommendations for their improvement.

Internal auditors report to directors, Audit committee and the Board of Directors regarding the purpose, authority and responsibility of the internal audit activity, as well as regarding the fulfillment degree of the audit plan.

The internal audit function:

- ✓ sets, implements and maintains an audit plan for the examination and evaluation of the adequacy and efficiency of internal control systems and mechanisms and procedures of SIF MOLDOVA.
- ✓ issues recommendations based on the results of the activities carried out
- ✓ verifies the abidance by issued recommendations
- ✓ reports aspects connected to internal audit.

The internal audit activity is carried out according to the procedures drafted to conduct the activity. Procedures are aligned to the requirements of the International Standards for professional practice of internal audits.

Internal audit activity is run based on the audit plan which is based on the evaluation of risk documentations in order to determine the priorities of these activities. The audit plan is in compliance with the company's objectives.

The internal audit activities plan and necessary resources are approved by the Audit Committee and approved by the Board of Directors. At the same time, significant modifications occurred at a later date, are also presented for approval. The plan is revised and adapted if necessary, as answer to the changes in business, risks, operations, programs, systems and controls of the company.

For each internal audit mission, a plan has been drafted to include the objectives of the mission, coverage, and calendar and resource assignment. For each mission the objectives are set, in order to identify the risks associated to the revised activity. The risks are evaluated, and the mission objectives reflect the results of this evaluation. Work programs are drafted and documented in order to fulfill the objectives of the mission.

The internal audit position directly reports its ascertainments and suggestions regarding the significant improvement of internal controls to the Audit Committee and the Board of Directors.

Internal audit is exercised under the following forms:

- ✓ performance (operational) audit – that has the objective of verifying the quality and adequate nature of systems and procedures, critical analysis of organizational structure, the evaluation of method adequacy, resources and achievement of results in relation to the objectives set;
- ✓ corporate governance system audit- has the objective of evaluating the way in which the management position is exercised in order to reach company objectives.
- ✓ financial audit – has the objective of verifying the accuracy of the accounting records and financial reports.

The activities run by internal audit in Q1 2019 targeted:

- ✓ corporate governance audit
- ✓ audit of the investment activity and management of the CORE and SELL portfolios
- ✓ strategic and annual planning of the internal audit activity
- ✓ follow-up of progresses registered in the implementation of internal audit recommendation, under monitoring on 31.12.2018
- ✓ run of the “stock option plan” program
- ✓ participation in the selection committee of financial auditor of SIF Moldova and companies in SIF Moldova group, for appointing by the General Meeting of Shareholders on 18.04.2019
- ✓ verification of certain compliance aspects, at the request of the Board of Directors or directors
- ✓ participation to the committees/ work groups appointed by the Board of Directors or directors for the implementation of some projects/ carrying out of some activities.

Following the insurance missions run, both the internal and external audits have presented recommendations to improve the processes, and the audited structures have drafted action plans to implement them.

There have been no cases of accepting a level of residual risk assessed as unacceptable for the company.

The objectives and purpose of the mission, the opinion/ conclusion of internal auditors, the recommendations and measure plan for the implementation of recommendation suggested or applied while running the audit mission have been included in the internal audit reports that have been presented to the Audit Committee and the Board of Directors.

Reports include the significant risks and aspects of control and management, as well as other issues requested by the Board of Directors, Audit Committee or directors.

Based on the conclusions and recommendations submitted by internal audit, the executive management of SIF Moldova has taken the proper measures for the management of identified risks.

Internal auditors follow the progresses registered in the implementation of recommendations and report to the management regarding the abidance by the terms set for implementation. At the same time, internal auditors monitor the setting of measures by the audited structures to finish recommendation implementation.

No situations were identified where the management decided not to take any measure to reduce the risks considered unacceptable for the company.

6

Compliance

SIF Moldova sets up and maintains a permanent and efficient compliance verification function that is independent and has the following responsibilities:

- a) periodically monitors and evaluates the adequacy and efficiency of measures, policies set according to applicable regulations and actions taken to remedy deficiencies regarding the company's abidance by its obligations.
- b) regularly monitors and verifies the application of legal provisions applicable to SIF Moldova's activity, internal regulations and procedures and acts according to its competencies in order to prevent and propose measures for the remedy of any infringement of the law, applicable regulation for the capital market or internal SIF Moldova regulations and procedures by its staff, follows-up the implementation of its suggestions and recommendations;
- c) counsels and assists relevant individuals responsible for the carrying out of the activity in order for SIF Moldova to abide by its obligations it has based on incidental capital market legislation.

The internal control activity has been mainly run through **permanent control**, with a **pro-active** nature, exercised through the continuous supervision and monitoring of activities subjected to internal control, in order to prevent the occurrence of legal and internal non-compliance, to increase the efficiency of the internal control function.

The main activities of the Compliance Department for 2018 are specific for SIF MOLDOVA's activity as AIFM (authorization no..20/23.01.2018), defined by art.51 Law 74/2015 and are approved by the Board of Directors, in the 2019 Annual investigations Plan.

These activities consist mainly of verifying the compliance with the following:

1. The conditions that have laid at the base of the **approval/authorization of the functioning conditions foreseen by art. 2, 4 and 6 - 10 of Law 74/2015** (FSA authorization no. 20 of 23.01.2018) and the later modifications
 - ✓ it was amended, by alignment to the FSA Regulation no. 1/2019 "Evaluation policies and procedures for individuals in the management structure and individuals holding key positions in SIF Moldova"
 - Conclusion: no non-compliances were identified*
2. **Prudential rules** foreseen by art. 12 - *no non-compliances identified;*
3. **Remuneration policies** foreseen by art. 13 - *the abidance by the remuneration policy on group level, including in the balance GMS of the subsidiaries have been verified*
 - Conclusion: no non-compliances identified*
4. The provisions of art. 14 on the identification, prevention, management and monitoring of situations mentioned under art. 30-37 of **EU Regulation no. 231/2013** generating **conflict of interests**
 - Conclusion: the potential conflict of interest situations identified in SIF Moldova/ SIF Moldova Group's activity have been managed according to the set rules (ex. abstain to participate to debates and/or express vote by certain managers in the case of certain items on the agenda of the Board meetings and no conflict of interest was registered.*
5. provisions of art. 18 lines (1), (3) - (9), (11) and (12) regarding the **evaluation of AIF assets**
 - ✓ the monthly net asset was endorsed, which includes the verification of the valuation of assets held by the SIF;

- ✓ SIF Moldova has fulfilled its legal obligation foreseen by art. 19 line (3) of Regulation no. 10/2015¹ regarding the annual analysis of asset valuation policy/procedures and it was ascertained that these are **compliant with legal provisions** in force (BSE Announcement of 01.03.2019)
Conclusion: no infringement of legal provisions were ascertained.
6. Provisions of art. 19 on the **delegation of the collective portfolio management activity or risk activity** – *not the case*;
7. Provisions of art. 20 lines (1)-(11) on the **agreement between the depository and the AIFM** – *not the case*
✓ it was answered to the BRD on the annual due diligence questionnaire, for the purpose of fulfilling the responsibilities of the Depository to evaluate the activity of the AIF managers for the year 2018 (20.02.2019)
8. To the **transparency and reporting** obligations foreseen by art. 21 and 23, namely those of transparency foreseen by art. 22
Conclusion: Full prior verification – no non-compliances identified
✓ all mandatory reports and public notifications, according to the good practices presented in the Corporate Governance Code have been approved by the Compliance Compartment Representative from the point of view of their abidance by the legal deadline and report content; the web page www.sifm.ro is constantly updated, in the Romanian and English language, once public information is released.
✓ new reports: half-yearly report - Annex 4 of EU Regulation: 231/2003
✓ it is aimed to fulfill the reporting obligations of the subsidiaries to the mother company and correlated with the financial reporting calendar of SIF Moldova to the BSE.
9. To the obligations of AIFM following **the obtaining of control on unlisted companies and certain issuers** foreseen by art. 25-29
Conclusion Full prior verification – no non-compliances identified
✓ notifications were sent to the FSA regarding the modification of the ownership thresholds; information was included in the annual report (both individual and consolidated) as well as in the annual (individual and consolidated) report of SIF Moldova regarding the activity of subsidiaries.
10. Abidance by EU Regulations (MAD, MAR) regarding the **market abuse** (privileged information, personal transactions)
Conclusion: No infringement of legal provisions were identified;
✓ privileged information on the convening of GMS on 18/19.04.2019 has been properly managed.
11. **Management of complaints regarding SIF's activity on the capital market** – *we have made the report as per FSA regulation no. 9/2015; no complaint was registered during the period.*
12. Abidance by legal and internal provisions in the organization and running of **SIF Moldova GMS of 18/19.04.2019** through the certification of the abidance by legal provisions and internal regulations for the organization of general meetings
Conclusion : Full verification- no non-compliances identified
✓ It was presented to the Board the report regarding “The abidance of SIF Moldova by legal and internal regulation concerning the preparation of EGMS and OGMS on 18/19.04.2019” (18.04.2019)

¹ **ART. 19** (3) In the application of the provisions of art. 70 of [\(EU\) Regulation no. 231/2013](#), the revision of the evaluation policies/procedures is made annually by AIFM on the date set according to internal rules and procedures and communicated to investors and FSA within 60 days from the end of each year.

- 13. The way internal procedures were abided** – The verification of the abidance by internal procedures regarded mainly at:
- ✓ internal compliance endorsement of the investment notes, work procedure, job description from the point of view of the abidance /reflection of legal provisions and internal regulations;
 - Special aspect: transfer of 13 companies to Asset Invest SA, an operation that falls into SIF's strategy regarding the restructure of the SELL portfolio, which includes historic holdings in closed companies or companies with low liquidity and exhausted growth potential.
 - ✓ endorsement of contract with the capital market institutions, unlisted shares share contracts, contracts with SIF Moldova's subsidiaries
 - ✓ reports presented to the Board on the status of the implementation of the resolutions of the Board of Directors and Management Committee on a quarterly basis
- Prior full verification – no non-compliances identified;*
- 14. Compliance of the investment of managed assets with the regulations of the capital market, internal rules and procedures and Memorandum of Association** – *no infringements of legal provisions or internal regulations were identified.*
- 15.** Abidance by internal procedures:
- a) **“Prevention and fight against money laundering and the financing of terrorism”** – *prior full verification of the sale contracts for closed companies*
 - b) **„Supervision of the application of international sanctions on the capital market”** – *notifications sent to the management structure, employees*
- 16. Informing** SIF Moldova, the management structure and employees regarding the **legal regime applicable to the capital market, including draft norms in public consultation.**

Compliance Department Staff:

1. Michaela Puscas- compliance officer, department coordinator (FSA reg. no.:PFR13¹RCCO/04003)
2. Catalin Nicolaescu – compliance officer (FSA reg.no.: PFR13¹RCCO/04004)

The detailed responsibilities of each individual employed in the department are set. In case one of the individuals is not present, his attributions and responsibilities are automatically taken on by the other authorized individual.

7

Legal assistance, consultancy and representation

The Legal Department, through the activity carried out contributed to the achievement of strategies for litigations and legal transactions and transactions outside the court where SIF Moldova is a party, offering assistance and dedicated support.

1. Litigations

The legal assistance and representation activity run in the reporting period focused on **the submission of the necessary defenses in the 254 litigations registered in the specific records**, of these a **number of 40 litigations have been finally solved**. For all litigations, we have drafted and issued the necessary documents and defenses to protect SIF MOLDOVA's interests

Most of the files started in 2019, where we are the plaintiff party, target actions to recover the recovery of claims of SIF Moldova from AAAS, through enforcements such as: follow-up of the amounts owed by third parties to AAAS, with this occasion garnishment documents were issued for the amounts owed by third parties to AAAS (e.g. Oltchim S.A.); tracking actions required to provide protection against loss of value and loss of use through the calculation of accessories and inflation rate update factor; tracking actions for the amounts available to AAAS in the Treasury, through the identification, garnishment and blocking of all AAAS accounts, and others.

In the procedures before and outside courts with object obtaining claims from various debtors, where legal assistance and advice was provided to us, SIF MOLDOVA registers a total collected amount of 2.791.390,40 lei (judicial transactions with Textila Oltul SA and Favil SA, enforcement of Comat SA) in the reporting period.

In the files where our company is the defendant, favorable solutions were obtained both for the files with various objects, and the enforcement challenges against AAAS. Starting with 2017, in the litigations with object enforcement challenges, the court bound AAAS to pay the legal costs incurred by SIF Moldova, these amounts being included in the foreclosure on AAAS.

The summary of the litigations status is the following: (details in Annex 3):

Litigations where SIF Moldova is plaintiff:

- ✓ 190 files of which: 157 files are litigations pending in various stages (of which 122 are against AAAS), and 33 files are solved.
- ✓ Value of pending litigations: 60.837.198,03 lei (claims and insolvency procedure).

Litigations where SIF Moldova is respondent:

- ✓ 64 files of which: 57 are litigations pending in different trial stages, and 7 files are solved.
- ✓ Value of pending litigations: 1.245.139,30 lei in files with object various claims; 27.665.245,94 lei – enforcement challenge in 46 files against AAAS București.

2. Legal assistance and advice

- At the end of Q1 2019, there is a significant number of legal notices registered – namely 243 notices – offered on contracts, addenda, decisions, setups/ceases of garnishments and others.
- The legal advice activity includes a number of 21 files on various projects run by the company and /or SIF Moldova Group.

8

Corporate Governance

8.1.

Relationship with investors. Dividend Policy.

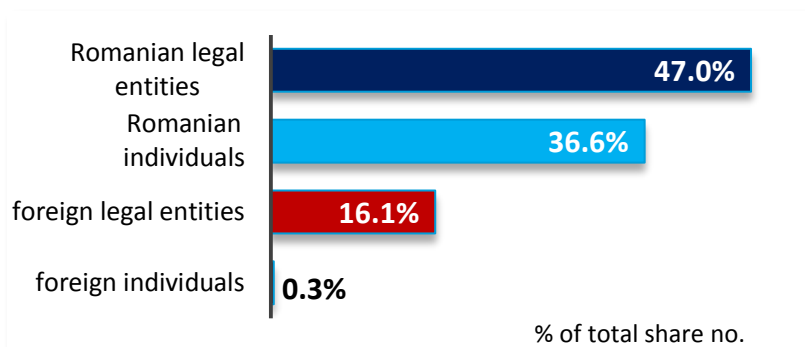
Related information in
SIF Moldova's
Corporate Governance Code
Ch.1.1..General Meeting of Shareholders
Ch.8. Shareholders' rights

In the reporting period we have abided by the transparency, information and obligation requirements through press releases, the publication of mandatory reports and the running of an ample correspondence with the shareholders. We have provided the shareholders/investors with additional data, some regular in nature (monthly newsletter), drafted in such a way so as to insure the up-to-date information on the company's performance.

Note – the details regarding each reporting category made in the reporting period are presented in annex no. 4.

According to the provisions of "Corporate Governance Code", the regular and relevant information have been disseminated simultaneously, both in the Romanian and English language. An important component of the relationship with the shareholders is the direct communication activity: written correspondence (letters, e-mails); phone conversations.

Shareholding structure - Q1 2019 – Number of shareholders: 5,75 million



Dividend payment:

Dividend Payment on 31.03.2019	2015 Dividend	2016 Dividend	2017 Dividend
	0,0450 lei/share	0,0440 lei/share	0,0500 lei/share
Total dividend to pay (lei)	46.250.883	43.875.980	49.555.697
Total paid (lei)	35.584.992	33.127.122	36.670.778
% payment	76,94	76,10	74,00

According to the resolutions of SIF Moldova's GMS on 18.04.2019:

- ✓ dividends for 2019, of **0,0304 lei/share**, will be made available starting on **30.05.2019** (*payment date*), for the shareholders entered in the shareholders' record on **10.05.2019**, *registration date*, together with dividends for 2015, 2016 and 2017;
- ✓ Dividends for 2015, not collected by 01.07.2019, will be outdated.

Dividend payment is made abiding by the provisions of Law no. 24/2017, art. 86 and FSA regulation no. 5/2018, art. 177, through the Central Depository, the participants and assigned payment agent, Banca Transilvania, as follows:

1. In case of a shareholder who has a **securities account** at an intermediary, participant to the compensation-settlement system and register of Central Depository, dividends are paid through bank transfer, to the participant's account, on payment date, 30.05.2019.
2. In case of shareholder **who does not have a securities account** opened at a participant, dividend payment is made in cash by the Central Depository through Banca Transilvania. For company shareholders payment is made by request, through bank transfer.

8.2.**Evaluation of the adequacy of individuals from the management structure and key functions, as per FSA Regulation no. 1/2019.**

In Q1 2019, with completion at the present date, the process of reassessment of the suitability of the persons in the management structure and of the key functions was carried out according to the FSA Regulation no. 1/2019.

The Nomination-Remuneration Committee, which is an Advisory Committee of the Board of Directors, presented the Report to the Board, which found the suitability of each and every person for the exercise of his / her functions.

8.3.**Human Resource Management**

On the executive level special attention is paid to human resource for the purpose of insuring continuous professional training programs in order to maintain the expertise gains over several years of specialization. In the continuous training programs we have included the staff working in the following fields: investment analysis, internal control, evaluation, audit, accounting, etc. The staff is periodically assessed both regarding performance and specific knowledge. The amount assigned in the reporting period for professional training and participation to seminars and conferences has been 19,8 thousand lei. The number of employees at the end of Q1 2019 is 34.

8.4.**Social Responsibility**

According to the Governance Code, SIF MOLDOVA permanently carries out activities regarding the company's social responsibility, directly supporting, or through specialized foundations/ associations, the under-privileged categories in the community it carries out its activity or supports scientific, cultural, sporting, medical, educational, environmental actions, local or national interest events. SIF MOLDOVA uses its tax facilities for sponsoring activities. The amount assigned for Q1 2019 has been 100 thousand lei.

9**Events following the reporting period****9.1. The Extraordinary General Meeting of Shareholders on 18.04.2019.****Adopted resolutions:****Resolution 1**

Approves the election of the Extraordinary General Meeting of Shareholders Secretariat comprised of the 3 individuals entered on the vote ballots, from the company's shareholders, in compliance with art. 129 line (2) Companies Law no. 31/1990: Nicolaescu George Catalin, Puscas Michaela, Sofian Virginia.

Resolution 2

Approves of the reduction of the share capital of Societatea de Investitii Financiare Moldova SA, based on art. 207 line (1) letter c) Law no. 31/1990, from 101.317.917,60 lei, to 100.217.917,60 lei, namely with the amount of 1.100.000 lei, following the annulment of a number of 11.000.000 own shares acquired by the company, in compliance with EGMS resolution no. 2 of 27.04.2018.

Following the reduction, the share capital of Societatea de Investiții Financiare Moldova SA shall be of 100.217.917,60 lei divided into 1.002.179.176 shares.

Approval of the modification of article 3 line (1) of the Memorandum of Association following the reduction of the share capital, to have the following content: "The share capital is 100.217.917,60 lei and it is divided into 1.002.179.176 shares."

Resolution 3

Approves of the running of an own-shares buy-back program for the purpose of reducing the share capital, with the following main characteristics:

- a) Program purpose: the company will buy-back shares for the purpose of reducing the share capital ,through the annulment of the shares, as well as in order to run “stock option plan” type programs for the distribution of shares towards the employees, administrators and managers of the Company.
- b) the maximum number of shares that can be bought back: maximum 20.300.000 shares (2,0036% of share capital), of which maximum 15.300.000 shares (1,5101% of share capital) will be bought back for the purpose of reducing the share capital, through share annulment, by annulling a maximum number of 5.000.000 shares (0,4935% of share capital) will be bought-back to be distributed towards employees, managers and directors of the company, in “stock option plan” type programs.
- c) minimum purchase price per share: the minimum purchase price will be the BVB market price at the time of the purchase.
- d) Maximum price per share: 2,2 lei.
- e) Program duration: maximum 12 months from the date the resolution is published in Romania’s Official Gazette, part IV
- f) The payment of the shares bought back will be made from the distributable portfolio or from the company’s available reserves, entered on the last approved financial statement, with the exception of the legal reserves entered on 2018 financial statements, according to the provisions of art. 103 index 1 Companies Law no. 31/1990.
- g) The purchase of shares will be made through public purchase offer to purchase a maximum number of 15.300.000 shares for the purpose of reducing the share capital and through market operation to obtain a maximum number of 5.000.000 shares for the purpose of running „stock option plan” type programs.

Approves the authorization of the Board of Directors and individually, of its members in order to implement the resolutions adopted regarding the share buy-back program. Maintains the mandate offered to the Board of Directors through GMS resolution no. 8 on 25.04.2016, published in Official Gazette 1861/16.05.2016, regarding the running of future „stock optional plan” programs.

Resolution 4

Approves the date of 10th May 2019 as registration date (ex-date 09th May 2019) for the shareholders affected by the effects of the resolutions adopted by the extraordinary general meeting of shareholders.

Resolution 5

Approves the authorization of the Board of Directors, and individual, of its members in order to implement the resolutions adopted by the Extraordinary General Meeting of Shareholders.

9.2. Ordinary General Meeting of Shareholders on 18.04.2019.

Adopted resolutions.

Resolution 1

Approves the election of the OGMS Secretariat, from among the company’s shareholders, as per art. 129, line (2) of Companies Law no. 31/1990: Nicolaescu George Catalin, Puscas Michaela, Sofian Virginia.

Resolution 2

Approves the financial statements drawn up according the International Standards for Financial Reporting (IFRS) for financial year 2018 and of the Report of the Board of Directors, accompanied by the Report of the Financial Auditor.

Resolution 3

Approves the consolidated financial statements drafted in compliance with International Reporting Standards (IFRS) for financial year 2018 and Consolidated Board of Directors Report, accompanied by the Report of Financial Auditor.

Resolution 4

Approves:

- a) the assignment of net profit of 2018 on destination, as follows:
 - ✓ Net result to be assigned: 50.159.949 lei
 - ✓ Dividends: 30.256.347 lei
 - ✓ Other reserves: 19.903.602 lei
- b) Gross dividend of 0,0304 lei/share.
- c) The costs corresponding to payments will be born from the net dividend value.
- d) Dividend payment is made through the Central Depository and payment agent Banca Transilvania.

e) Date 10th May 2019 as registration date (ex-date 09th May 2019) and date 30th May 2019 as dividend payment date.

Resolution 5

Approves the expiry of dividends for financial year 2015 set by OGMS on 25.04.2016, uncollected by 01.07.2019 and their registration according to applicable regulations.

Resolution 6

Approves the manager's discharge for financial year 2018.

Resolution 7

Approves the 2019 Activity Program in agreement with "SIF Moldova's Investment Strategy and Policy" and the Revenue and Expense Budget for 2019 .

- total revenue: 103.293.827 lei
- total expenses: 49.087.940 lei
- gross profit: 54.205.887 lei
- net profit: 48.810.706 lei

Resolution 8

Approves the appointing of KPMG Audit SRL as financial auditor and duration of the financial audit contract of 2 years (2019-2021), given the results of the secret vote and the provisions of SIF Moldova's Memorandum of Association.

Resolution 9

Approval of the date of 10th May 2019 as registration date (ex-date 09th May 2019) for the shareholders affected by the effects of resolutions adopted in the Ordinary General Meeting of Shareholders.

Resolution 10

Authorizes the Board of Directors and individually of its members to implement the resolutions of the Ordinary General meeting of Shareholders.

Current report of April 23, 2019 - The offering of the right/option to purchase SIF2 shares by the directors, managers and employees of the company, as part of the variable remuneration (Benefit Plan for 2018), in accordance with the Company's remuneration policy and AIFM provisions.

Following the OGMS Resolution no. 2 of April 18, 2019 regarding the approval of the individual financial statements (IFRS) for the financial year 2018, accompanied by the Financial Auditor's Report and in compliance with the Company's remuneration policy, the Board of Directors approved the "Rights/Options Granting Plan" ("Stock Option Plan"), as part of the "2018 Benefits Plan" by providing cash and shares.

The shares subject to this plan were bought-back by SIF Moldova, according to the programs approved by the EGMS Resolutions no. 4 of April 1, 2015, no. 4 of April 25, 2016 and no. 2 of April 27, 2018.

Entry into rights and assignment of shares will be made at the moment of fulfillment of the conditions of the "Rights / Options Granting Plan" and the exercise by each beneficiary of the right, after the 12-month period after the publication of the "Information Document", but no more than 15 months from the date of signing the "Agreement".

Current report of May 3, 2019 - Allocation of SIF2 shares in accordance with the "Share Allocation Plan" for 2017" and "Information document on the offering of options to acquire SIF Moldova shares by the management members and employees of SIF Moldova - Stock Option Plan" ("Information Document" - current report of May 7, 2018)

According to the "Remuneration Policy" and in compliance with the data and information from the "Information Document", we announce that at the end of the 12-month term following the signing of the "Offering Shares Agreements", the management members and employees exercise their right to receive a number of 4,131,180 SIF2 shares for the financial year 2017, representing 0.4077% of SIF Moldova share capital. The Company has initiated the steps to the Depozitarul Central regarding the transfer of the shares to the persons concerned.

Given that no changes have occurred in the “*Information document on offering options to acquire shares*” communicated on May 7, 2018, this report on the allocation of shares complements that report and represents the “*Information document on the allocation of shares*” within the meaning of the FSA Regulation no. 5/2018.

Annexes:

5. Annex 1 Net asset statement on 31.03.2019
 - Annex 1.1. Assets and liabilities statement of SIF MOLDOVA (FSA Reg. 15/2004 - A16)
 - Annex 1.2. Assets statement and detailed statements of SIF Moldova’s investments (FSA Reg. 15/2004 - A17)
6. Annex 2 Financial Statements on 31.03.2019 IFRS
7. Annex 3 Litigations Status – Q1 2019
8. Annex 4 Reports to BSE, FSA – Q1 2019

The Board of Directors’ Activity Report corresponding to Q1 2019 has been approved in the Board meeting of May 15, 2019.

Costel Ceoce
President of the Board

Claudiu Doros
CEO

CFO

Michaela Puscas
Compliance Officer



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Depozitar: BRD-GSG, Bucuresti
CIF: 2816642
Of. Reg. Com.: J04/2400/92
Nr. Registru ASF: PJR07/AFIAA/040002
Cod LEI: 254900Y100025N04US14

In accordance ASF Regulation no 9/2014

STATEMENT OF ASSETS AND LIABILITIES OF SIF MOLDOVA

Date of calculation 29/03/2019 - Monthly, balanta IFRS

		LEI	% total assets
1	NON-CURRENT ASSETS OF WHICH:	428.795.658,22	21,989
1.1	Intangible assets	31.117,00	0,002
1.2	Tangible assets	13.027.453,00	0,668
1.3	Financial assets, of which:	415.737.088,22	21,319
1.3.1	Listed shares, of which:	6.312.485,93	0,324
1.3.1.1	shares listed but never traded	0,00	0,000
1.3.1.2	shares listed but never traded in the last 30 days	6.312.485,93	0,324
1.3.2	Unlisted shares (closed), of witch:	207.414.816,77	10,636
1.3.2.1	Unlisted shares (closed)	205.844.912,73	10,556
1.3.2.2	untraded SICAR shares	1.569.904,04	0,081
1.3.3	Government securities	0,00	0,000
1.3.4	Certificates of deposit	0,00	0,000
1.3.5	Bank deposits	0,00	0,000
1.3.6	Unlisted bonds, of which:	7.769.288,78	0,398
1.3.6.1	Municipal bonds	0,00	0,000
1.3.6.2	Corporate bonds	7.769.288,78	0,398
1.3.7	Listed but never traded in the last 30 trading days, of which:	91.712,75	0,005
1.3.7.1	Municipal bonds	91.712,75	0,005
1.3.7.2	Corporate bonds	0,00	0,000
1.3.8	Newly issued securities	0,00	0,000
1.3.9	UCITS and non-UCITS equity securities	194.039.324,99	9,950
1.3.9.1	Not-traded fund units (non-UCITS)	194.039.324,99	9,950
1.3.9.2	Not-traded shares (non-UCITS)	0,00	0,000
1.3.9.3	ETF	0,00	0,000
1.3.10	Total other financial assets, of which:	109.459,00	0,006
1.3.10.1	Loans granted to group entities, associated entities and jointly controlled entities	0,00	0,000

		LEI	% total assets
1.3.10.2	Other financial assets (bail + guarantees administrators)	109.459,00	0,006
2	CURRENT ASSETS, OF WHICH:	1.521.041.319,12	78,000
2.1	Inventories	7.099,00	0,000
2.2	Claims, of which:	686.261,00	0,035
2.2.1.	Trade bills receivable	0,00	0,000
2.2.2.	Other claims	686.261,00	0,035
2.3	Cash availability	1.140.388,90	0,058
2.3.1	amounts in current accounts and in the financial investments services company accounts	1.140.388,90	0,058
2.3.2	amounts under settlement	0,00	0,000
2.3.3	amounts in transit	0,00	0,000
2.4	Short-term financial investments, of which:	1.456.841.289,09	74,708
2.4.1	Listed shares, of which:	1.367.123.928,15	70,107
2.4.1.1	listed on BVB	1.271.651.609,18	65,211
2.4.1.2	listed on foreign markets	0,00	0,000
2.4.1.3	listed on ATS	95.472.318,97	4,896
2.4.2	Unlisted shares (unlisted but traded on BVB)	0,00	0,000
2.4.3	Traded bonds, of which:	0,00	0,000
2.4.3.1	Municipal bonds	0,00	0,000
2.4.3.2	Corporate bonds	0,00	0,000
2.4.4	UCITS and non-UCITS equity securities	89.717.360,94	4,601
2.4.4.1	Traded fund units (non-UCITS)	0,00	0,000
2.4.4.2	Non-traded fund units (UCITS)	23.830.926,32	1,222
2.4.4.3	Traded shares (non-UCITS)	65.886.434,62	3,379
2.4.4.4	ETF	0,00	0,000
2.4.5	Dividends or other receivables, of which:	0,00	0,000
2.4.5.1	Preference/allocation rights	0,00	0,000
2.4.5.2	dividends due from listed issuers	0,00	0,000
2.4.5.3	bonus shares	0,00	0,000
2.4.5.4	shares distributed with cash contribution	0,00	0,000
2.4.5.5	amounts due from capital decreases	0,00	0,000
2.5	Newly issued securities	0,00	0,000
2.6	Government securities	0,00	0,000
2.7	Bank deposits	61.190.682,69	3,138
2.8	Certificates of deposit	0,00	0,000

		LEI	% total assets
2.9	Other assets	1.175.598,44	0,060
2.9.1	Amounts to be cashed as a result of withdrawal from companies	1.172.567,44	0,060
2.9.2	Other current assets	3.031,00	0,000
3	DERIVATIVES	0,00	0,000
4	ACCRUED EXPENSES	218.912,00	0,011
5	TOTAL ASSETS	1.950.055.889,34	100,000
6	TOTAL LIABILITIES, of which:	129.434.887,00	
6.1	Loans from bond issue	0,00	
6.2	Amounts due to credit institutions	0,00	
6.3	Advance payments received from clients	0,00	
6.4	Trade creditors	547.539,00	
6.5	Trade bills payable	0,00	
6.6	Amounts due to group entities	1.380.000,00	
6.7	Amounts due to associated entities and jointly controlled entities	9.320.000,00	
6.8	Other liabilities, of which:	118.187.348,00	
6.8.1	Dividends due to the shareholders	34.463.674,00	
6.8.2	Amounts subscribed and not paid to the share capital increases of the issuers	0,00	
6.8.3	Other debts	83.723.674,00	
6.9	Debts from financial leasing operations	0,00	
6.10	Debts resulting from derivative operations	0,00	
7	PROVISIONS FOR LIABILITIES AND EXPENSES	16.401.456,00	
8	DEFERRED INCOME, of which:	6.227,00	
8.1	Subventions for investments	0,00	
8.2	Deferred Income	6.227,00	
8.3	Deferred income related to the assets received by transfer from clients	0,00	
9	EQUITY CAPITAL, of which:	1.814.571.531,00	
9.1	Share capital	101.317.918,00	
9.2	Premiums related to capital	0,00	
9.3	Revaluation differences	9.713.543,00	
9.4	Reserves	762.052.642,00	
9.5	Reported result	379.240.125,00	
9.6	Result of the year	1.694.784,00	
9.7	Profit distribution	0,00	

		LEI	% total assets
9.8	Own shares	28.491.201,00	
9.9	Reported result due to the adoption of IAS 29 for the first time	423.209.502,00	
9.10	Share capital adjustments	425.405.435,00	
9.11	Other equity elements	586.847.787,00	
10	TOTAL LIABILITIES	1.960.414.101,00	
11	NET ASSETS	1.820.614.775,34	
12	NUMBER OF ISSUED OUTSTANDING SHARES *	991.113.939	
13	NET ASSET VALUE PER SHARE	1,8369	
14	NUMBER OF COMPANIES IN THE PORTFOLIO, of which:	62	
14.1	Companies admitted to trading on a regulated market	14	
14.2	Companies admitted to trading on an alternative trading system	18	
14.3	Not admitted companies to trading (closed companies)	30	
15	Companies for which no financial information was collected	1	

* According to article 123 paragraph (3) of FSA Regulation 9/2014, regarding the NAV/share calculation, this position represents: 'The number of issued outstanding shares at that date, excluding the own shares bought back by the company'

Prepared
SIF MOLDOVA

CEO
Claudiu DOROS

CFO
Decebal DUMITRESCU

Assets Assessment Office
Gabriela PETER

Compliance Officer
Catalin NICOLAESCU

Depository Certification
BRD – Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Gabriela-Roxana VORONCA

ANNEX – according to Article 122 paragraph (8) of ASF Regulation no. 9/2014

SIF Moldova portfolio assets which were assessed by valuation methods in accordance with International Valuation Standards, on 29.03.2019							
No	Issuer	Fiscal Code	Symbol	Number of shares held	No/Evaluation Report date	Value	
						RON / share	total
Shares listed and not traded in the last 30 trading days							
1	MARTENS GALATI	1627270	MABE	72.203	875 / 31.07.2018	4,7796	345.100,00
2	SPIT BUCOVINA SUCEAVA	728129	SPTU	1.162.275	1521 / 31.12.2018	1,1804	1.372.000,00
3	TRANSTEC TECUCI	1632935	TRCS	286.699	1522 / 31.12.2018	1,1303	324.067,00
Unlisted shares (closed)							
1	AGROINTENS SA BUCURESTI	33857839		2.612.161	145 / 31.01.2019	13,3500	34.872.349,35
2	AGROLAND CAPITAL SA BACAU	33857820		3.812.000	1530 / 31.12.2018	8,9340	34.056.500,00
3	ALIMENCO PASCANI	6101101		53.857	1443 / 18.12.2018	25,6977	1.384.000,00
4	ASSET INVEST BACAU Bacau	32267040		38.330.420	1524 / 31.12.2018	0,0764	2.929.100,00
5	BUCOVINA-TEX RADAUTI	2692358		77.820	1523 / 31.12.2018	18,0433	1.404.130,00
6	CASA SA BACAU BACAU	8376788		4.658.462	1525 / 31.12.2018	2,2071	10.281.700,00
7	DYONISOS COTESTI	7467373		772.824	773 / 05.07.2018	0,6220	480.700,00
8	EXIMBANK BUCURESTI	361560		414.740	1442 / 18.12.2018	6,9607	2.886.900,00
9	HUMOREANCA GURA HUMORULUI	736075		11.320	151 / 31.01.2019	39,0000	441.480,00
10	PARTMEN BACAU	11334812		75.748	149 / 31.01.2019	23,9584	1.814.800,00
11	RULMENTI BIRLAD	2808089		2.408.645	1527 / 31.12.2018	1,7372	4.184.280,00
12	STRAULESTI LAC ALFA S.A. BUCURESTI	36160878		3.880.307	146 / 31.01.2019	9,9171	38.481.213,00
13	TESATORIILE REUNITE BUCURESTI	425818		10.833.277	147 / 31.01.2019	5,7510	62.302.375,00
14	VASCAR VASLUI	829522		327.591	150 / 31.01.2019	5,8539	1.917.700,00

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The assets of SIF Moldova in compliance with ASF Regulation no 9/2014 - Annex 17
Date: 29/03/2019 - Monthly

Item	Currency	The beginning of the reporting period (31/12/2018)				The end of the reporting period (29/03/2019)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
A. Grand total assets	RON	106,922	100,000	0,00	1.844.757.883,69	107,110	100,000	0,00	1.950.055.889,34	105.298.005,65
I. Total assets	RON	106,309	99,427	0,00	1.834.190.937,59	106,512	99,442	0,00	1.939.165.957,95	104.975.020,36
	EUR	0,611	0,571	2.259.950,60	10.540.183,61	0,597	0,558	2.283.717,94	10.876.891,80	336.708,19
	USD	0,002	0,001	6.569,74	26.762,49	0,001	0,001	3.072,91	13.039,59	-13.722,90
1. Securities and money market instruments, of which:	RON	73,171	68,434	0,00	1.262.444.908,20	75,443	70,435	0,00	1.373.528.126,83	111.083.218,63
1.1. securities and money market instruments admitted or traded on a Romanian regulated market, of which:	RON	73,171	68,434	0,00	1.262.444.908,20	75,443	70,435	0,00	1.373.528.126,83	111.083.218,63
1.1.1. shares and similar securities (mentioning each category)	RON	73,166	68,429	0,00	1.262.350.164,56	75,438	70,431	0,00	1.373.436.414,08	111.086.249,52
1.1.1.a. admitted on BVB	RON	69,037	64,568	0,00	1.191.117.785,24	69,847	65,211	0,00	1.271.651.609,18	80.533.823,94
1.1.1.b. preference/allocation rights	RON			0,00				0,00		0,00
1.1.1.b.1. not traded	RON			0,00				0,00		0,00
1.1.1.b.2. traded	RON			0,00				0,00		0,00
1.1.1.c. unlisted but traded through BVB system	RON			0,00				0,00		0,00
1.1.1.d. admitted but never traded	RON			0,00				0,00		0,00
1.1.1.e. admitted but not traded in the last 30 days	RON	0,268	0,251	0,00	4.621.673,52	0,347	0,324	0,00	6.312.485,93	1.690.812,41
1.1.1.f. listed on BVB - in litigation	RON			0,00				0,00		0,00
1.1.1.g. admitted on ATS	RON	3,861	3,611	0,00	66.610.705,80	5,244	4,896	0,00	95.472.318,97	28.861.613,17
1.1.2. bonds (by categories of issuers)	RON	0,005	0,005	0,00	94.743,64	0,005	0,005	0,00	91.712,75	-3.030,89
1.1.2.a. municipal bonds	RON	0,005	0,005	0,00	94.743,64	0,005	0,005	0,00	91.712,75	-3.030,89
1.1.2.b. localities bonds	RON			0,00				0,00		0,00

Item	Currency	The beginning of the reporting period (31/12/2018)				The end of the reporting period (29/03/2019)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
1.1.2.c. corporate bonds	RON			0,00				0,00		0,00
1.1.2.d. government bonds	RON			0,00				0,00		0,00
1.1.3. other receivables (by issuer type and issuer category)	RON			0,00				0,00		0,00
1.1.4. other securities	RON			0,00				0,00		0,00
1.1.5. money market instruments (by categories);	RON			0,00				0,00		0,00
1.1.5.a. government securities	RON			0,00				0,00		0,00
1.2. securities and money market instruments admitted or traded on a regulated market, within a member state	RON			0,00				0,00		0,00
1.3. securities and money market instruments admitted in the official quotation of a stock market, within a non-member state, or negotiated on another regulated market within a non-member state	RON			0,00				0,00		0,00
2. newly issued securities	RON			0,00				0,00		0,00
3. other securities and money market instruments, mentioned in art. 187, paragraph a), of which:	RON	11,802	11,038	0,00	203.626.278,97	11,306	10,556	0,00	205.844.912,73	2.218.633,76
	EUR	0,537	0,502	1.986.436,89	9.264.543,01	0,513	0,479	1.960.861,85	9.339.192,82	74.649,81
3.1. securities (by categories and types of issuers)	RON	11,802	11,038	0,00	203.626.278,97	11,306	10,556	0,00	205.844.912,73	2.218.633,76
	EUR	0,537	0,502	1.986.436,89	9.264.543,01	0,513	0,479	1.960.861,85	9.339.192,82	74.649,81
3.1.1. Shares	RON	11,802	11,038	0,00	203.626.278,97	11,306	10,556	0,00	205.844.912,73	2.218.633,76
	EUR	0,089	0,083	329.617,88	1.537.304,83	0,086	0,081	329.617,88	1.569.904,04	32.599,21
3.1.2. Bonds	RON			0,00				0,00		0,00
	EUR	0,448	0,419	1.656.819,01	7.727.238,18	0,427	0,398	1.631.243,97	7.769.288,78	42.050,60
3.1.2.a. corporate bonds	RON			0,00				0,00		0,00
	EUR	0,448	0,419	1.656.819,01	7.727.238,18	0,427	0,398	1.631.243,97	7.769.288,78	42.050,60
3.1.2.b. municipal bonds	RON			0,00				0,00		0,00
3.1.2.c. localities bonds	RON			0,00				0,00		0,00
3.1.2.d. government bonds	RON			0,00				0,00		0,00
3.2. money market instruments (by categories)	RON			0,00				0,00		0,00
3.2.1. certificates of deposit	RON			0,00				0,00		0,00
4. Bank deposits, of which:	RON	4,246	3,971	0,00	73.255.974,10	3,279	3,061	0,00	59.697.539,51	-13.558.434,59
	EUR	0,071	0,067	263.501,15	1.228.943,02	0,082	0,077	313.501,13	1.493.143,18	264.200,16

Item	Currency	The beginning of the reporting period (31/12/2018)				The end of the reporting period (29/03/2019)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
4.1. bank deposits in Romanian credit institutions;	RON	4,246	3,971	0,00	73.255.974,10	3,279	3,061	0,00	59.697.539,51	-13.558.434,59
	EUR	0,071	0,067	263.501,15	1.228.943,02	0,082	0,077	313.501,13	1.493.143,18	264.200,16
4.2. bank deposits in member state credit institutions;	RON			0,00				0,00		0,00
4.3. bank deposits in non-member state credit institutions;	RON			0,00				0,00		0,00
5. Derivatives traded on a regulated market:	RON			0,00				0,00		0,00
5.1. Derivatives traded on a Romanian regulated market, by categories;	RON			0,00				0,00		0,00
5.1.1. Futures	RON			0,00				0,00		0,00
5.1.2. Options	RON			0,00				0,00		0,00
5.2. Derivatives traded on a member state regulated market, by categories	RON			0,00				0,00		0,00
5.3. Derivatives traded on a non-member state regulated market, by categories	RON			0,00				0,00		0,00
5.4. Derivatives traded outside the regulated markets, by categories	RON			0,00				0,00		0,00
6. Cash and current accounts	RON	0,012	0,011	0,00	204.774,75	0,059	0,056	0,00	1.082.793,51	878.018,76
	EUR	0,003	0,003	10.012,56	46.697,58	0,002	0,002	9.354,96	44.555,80	-2.141,78
	USD	0,002	0,001	6.569,74	26.762,49	0,001	0,001	3.072,91	13.039,59	-13.722,90
7. Money market instruments, others than those traded on a regulated market, in accordance with art. 101 (1) letter g) of Law 297/2004.	RON			0,00				0,00		0,00
8. UCITS and non UCITS equity securities, of which:	RON	15,873	14,846	0,00	273.864.551,13	15,586	14,551	0,00	283.756.685,93	9.892.134,80
8.1. UCITS securities	RON	1,321	1,235	0,00	22.787.366,02	1,309	1,222	0,00	23.830.926,32	1.043.560,30
8.1.1. Fund units	RON	1,321	1,235	0,00	22.787.366,02	1,309	1,222	0,00	23.830.926,32	1.043.560,30
8.1.2. ETFs	RON			0,00				0,00		0,00
8.2. non UCITS securities	RON	14,552	13,610	0,00	251.077.185,11	14,277	13,329	0,00	259.925.759,61	8.848.574,50
8.2.1. Shares / Fund units	RON	14,552	13,610	0,00	251.077.185,11	14,277	13,329	0,00	259.925.759,61	8.848.574,50
8.2.2. ETFs	RON			0,00				0,00		0,00
9. Other assets (amounts in transit, receivables from distributors, brokerage houses, tangible and intangible assets, claims, etc)	RON	1,205	1,127	0,00	20.794.450,44	0,838	0,782	0,00	15.255.899,44	-5.538.551,00

Prepared
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DETAILED STATEMENT OF INVESTMENTS

Securities admitted or traded on a Romanian regulated market Date: 29/03/2019 Monthly

No	Issuer	Symbol	Last trading session	Owned shares	Nominal value / share	Market value / share	Total value	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
ADMITTED COMPANIES TO ATS										
1	CEPROHART	CPHA	26.03.2019	84.385	2,5000	8,6000	725.711,00	30,252	0,037	0,040
2	LACTATE NATURA	INBO	21.03.2019	147.847	2,5000	2,2000	325.263,40	5,986	0,017	0,018
3	NORD S.A. Bucuresti	NORD	22.03.2019	1.660.348	2,5000	7,0000	11.622.436,00	18,139	0,596	0,638
4	PROFESSIONAL IMO PARTNERS S.A.	PPLI	28.03.2019	24.307.608	1,0000	2,8800	70.005.911,04	31,420	3,590	3,845
5	REGAL	REGL	29.03.2019	1.116.258	0,1000	8,7000	9.711.444,60	93,022	0,498	0,533
6	SANTIERUL NAVAL CONSTANTA	SNC	28.03.2019	1.300.836	2,5000	1,4000	1.821.170,40	2,001	0,093	0,100
7	STOFE	STOF	25.03.2019	322.224	2,5000	1,4900	480.113,76	16,226	0,025	0,026
8	TRANSILANA	TRSK	19.03.2019	7.352.083	0,1000	0,0550	404.364,57	15,080	0,021	0,022
9	URB RULMENTI	URUL	08.03.2019	1.790.020	2,5000	0,2100	375.904,20	15,874	0,019	0,021
TOTAL ADMITTED COMPANIES TO ATS							95.472.318,97		4,896	5,244
ADMITTED COMPANIES TO BVB										
1	AEROSTAR	ARS	29.03.2019	22.919.887	0,3200	5,0000	114.599.435,00	15,051	5,877	6,295
2	ALRO S.A.	ALR	29.03.2019	3.333.333	0,5000	2,2600	7.533.332,58	0,467	0,386	0,414
3	BANCA TRANSILVANIA	TLV	29.03.2019	351.160.000	1,0000	2,0750	728.657.000,00	7,293	37,366	40,023
4	BIOFARM	BIO	29.03.2019	133.270.532	0,1000	0,3200	42.646.570,24	13,525	2,187	2,342
5	BURSA DE VALORI BUCURESTI	BVB	29.03.2019	348.256	10,0000	21,9000	7.626.806,40	4,327	0,391	0,419

No	Issuer	Symbol	Last trading session	Owned shares	Nominal value / share	Market value / share	Total value	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
6	CASA DE BUCOVINA CLUB DE MUNTE	BCM	29.03.2019	10.304.334	0,1000	0,0665	685.238,21	6,158	0,035	0,038
7	COMPA	CMP	29.03.2019	7.405.361	0,1000	0,7500	5.554.020,75	3,384	0,285	0,305
8	DIGI COMMUNICATION N.V.	DIGI	29.03.2019	75.000	0,0100	25,3500	1.901.250,00	0,011	0,097	0,104
9	MECANICA CEAHLAU	MECF	22.03.2019	175.857.653	0,1000	0,1290	22.685.637,24	73,302	1,163	1,246
10	OMV PETROM	SNP	29.03.2019	385.809.115	0,1000	0,3570	137.733.854,06	0,681	7,063	7,565
11	SNGN ROMGAZ SA	SNG	29.03.2019	3.275.402	1,0000	32,3500	105.959.254,70	0,850	5,434	5,820
12	SNTGN TRANSGAZ	TGN	29.03.2019	283.390	10,0000	339,0000	96.069.210,00	2,407	4,926	5,277
TOTAL ADMITTED COMPANIES TO BVB							1.271.651.609,18		65,211	69,847
ADMITTED BUT NOT TRADED COMPANIES IN THE LAST 30 DAYS										
1	ADMET	ADMY	25.04.2018	125.400	2,5000	9,9208	1.244.066,48	23,842	0,064	0,068
2	ARMAX GAZ	ARAX	30.06.2017	157.778	10,0000	0,0000	0,00	2,569	0,000	0,000
3	ATLAS GALATI	ATLK	13.01.2014	17.036.782	0,1000	0,0000	0,00	33,995	0,000	0,000
4	ELEROM	ELER	20.08.2018	23.357	13,0000	51,5214	1.203.385,03	8,930	0,062	0,066
5	FAM	FAMZ	06.02.2019	108.237	6,3000	15,6214	1.690.812,41	23,356	0,087	0,093
6	MARTENS	MABE	27.09.2018	72.203	2,5000	4,7796	345.100,00	7,743	0,018	0,019
7	SPIT BUCOVINA	SPTU	20.12.2017	1.162.275	1,0000	1,1804	1.372.000,00	19,547	0,070	0,075
8	TRANSTEC	TRCS	24.03.2017	286.699	2,5000	1,1303	324.067,00	41,031	0,017	0,018
9	VITIMAS	VITK	12.11.2018	10.497	2,5000	12,6755	133.055,01	1,477	0,007	0,007
TOTAL ADMITTED BUT NOT TRADED COMPANIES IN THE LAST 30 DAYS							6.312.485,93		0,324	0,347
TOTAL ADMITTED COMPANIES				30			1.373.436.414,08		70,431	75,438

Preemptive rights traded										
No	Issuer	Symbol	Last trading session	No of rights held	Nominal value / share	Market value / share	Total value	Percentage in the total assets of SIF	Percentage in the net assets of SIF	

1	2	3	4	5	6	7	8 = 5 * 7	9	10
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Preemptive rights which have not been traded							
No	Issuer	No of rights held	Nominal value / share	Theoretical value of the preemptive right	Total theoretical value	Percentage in the total assets of SIF Moldova	Percentage in the net assets of SIF Moldova
1	2	3	4	5	6 = 3 * 5	7	8
1	IASITEX	611.269	10,2400	0,0000	0,00	0,000	0,000
TOTALDREPTURI DE PREFERINTA NETRANZACTIONATE					0,00	0,000	0,000

Virtual shares										
No	Issuer	Symbol	Last trading session	Source	No of shares	Nominal value / share	Market value / share	Total value	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9 = 6 * 8	10	11

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Securities Department
Manager, Claudia IONESCU

Certified, Gabriela-Roxana VORONCA

DETAILED STATEMENT OF INVESTMENTS

Instruments mentioned in Article 187, point a)

Date: 29/03/2019 Monthly

No.	Issue	No of shares held	Date of acquisition	Average price of acquisition	Nominal value/share	Share value	Total value	Total value (RON)	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9	10	11	12
CLOSED COMPANIES											
EUR											
1	CATALYST ROMANIA SCA SICAR AA	259,000	31.12.2012	4.481,0232	1.000,0000	1.272,6559	329.617,88	1.569.904,04	2,183	0,081	0,086
TOTAL EUR							329.617,88	1.569.904,04	2,18	0,081	0,086
RON											
2	AGRICOLA INTERNATIONAL BC	6.639.150,000	2000	0,1000	0,1000	0,5372	3.566.724,92	3.566.724,92	1,990	0,183	0,196
3	AGROCOMPLEX BIRLAD VS	67.343,000	1993	2,5000	2,5000	0,0000	0,00	0,00	7,188	0,000	0,000
4	AGROINTENS SA B1	2.612.161,000	20.12.2016	10,0000	10,0000	13,3500	34.872.349,35	34.872.349,35	100,000	1,788	1,915
5	AGROLAND CAPITAL SA BC	3.812.000,000	20.12.2016	10,0000	10,0000	8,9340	34.056.500,00	34.056.500,00	100,000	1,746	1,871
6	ALIMENCO IS	53.857,000	1994	2,5000	2,5000	25,6977	1.384.000,00	1.384.000,00	28,465	0,071	0,076
7	ASSET INVEST BACAU BC	38.330.420,000	24.10.2013	0,1000	0,1000	0,0764	2.929.100,00	2.929.100,00	99,997	0,150	0,161
8	ATLAS BRAILA BR	22.337,000	1993	2,5000	2,5000	23,0997	515.978,77	515.978,77	14,985	0,026	0,028
9	BRIKSTON CONSTRUCTION SOLUTIONS(CERAMICA IS	225,000	2005	0,9626	0,5000	0,9270	208,56	208,56	0,000	0,000	0,000
10	BUCOVINA VEHICLES SA SV	2,000	31.05.2012	20.000,0000	20.000,0000	19.998,7991	39.997,60	39.997,60	0,009	0,002	0,002
11	BUCOVINA-TEX SV	77.820,000	1993	2,5000	2,5000	18,0433	1.404.130,00	1.404.130,00	28,488	0,072	0,077
12	BUMBACARIA ROMANEASCA IF	597.125,000	1993	1,0000	1,0000	0,0000	0,00	0,00	48,686	0,000	0,000

13	CASA ROMANA DE COMPENSATIE SB	852.039,000	2006	1,1990	0,1000	0,0000	0,00	0,00	7,879	0,000	0,000
14	CASA SA BACAU BC	4.658.462,000	1999	2,5212	2,5000	2,2071	10.281.700,00	10.281.700,00	99,319	0,527	0,565
15	CONFECTIA TG.JIU GJ	75.938,000	1993	2,5046	2,5000	0,0000	0,00	0,00	31,609	0,000	0,000
16	CONTOR GROUP AR	1.918.873,000	2008	0,3249	0,1000	0,0000	0,00	0,00	0,990	0,000	0,000
17	DEPOZITARUL CENTRAL(REGISCO) BU	7.396.029,000	1997	0,1341	0,1000	0,1222	903.467,81	903.467,81	2,924	0,046	0,050
18	DYONISOS VN	772.824,000	1995	0,1000	0,1000	0,6220	480.700,00	480.700,00	5,075	0,025	0,026
19	EXIMBANK BU	414.740,000	1993	6,0000	6,0000	6,9607	2.886.900,00	2.886.900,00	0,311	0,148	0,159
20	FORTUS IS	5.153.925,000	1993	2,5000	2,5000	0,0000	0,00	0,00	13,565	0,000	0,000
21	HUMOREANCA SV	11.320,000	1993	3,5000	3,5000	39,0000	441.480,00	441.480,00	23,808	0,023	0,024
22	PARTMEN BC	75.748,000	1999	2,5000	2,5000	23,9584	1.814.800,00	1.814.800,00	26,592	0,093	0,100
23	PISCICOLA MURIGHIOL B1	253.026,000	1993	2,5000	2,5000	0,0000	0,00	0,00	30,000	0,000	0,000
24	RAFO BC	835.250,000	1993	0,2608	0,2600	0,0000	0,00	0,00	0,095	0,000	0,000
25	RULMENTI VS	2.408.645,000	1993	2,7514	2,7500	1,7372	4.184.280,00	4.184.280,00	6,005	0,215	0,230
26	STRAULESTI LAC ALFA S.A. B1	3.880.307,000	26.04.2018	9,9959	10,0000	9,9171	38.481.213,00	38.481.213,00	50,000	1,973	2,114
27	TESATORIILE REUNITE BU	10.833.277,000	1993	3,4205	2,5000	5,7510	62.302.375,00	62.302.375,00	100,000	3,195	3,422
28	VASCAR VS	327.591,000	1993	2,5000	2,5000	5,8539	1.917.700,00	1.917.700,00	21,450	0,098	0,105
29	VASTEX VS	147.105,000	1993	2,7613	2,5000	22,9857	3.381.307,72	3.381.307,72	13,935	0,173	0,186
30	VINIA IS	11.634,000	1993	2,5000	2,5000	0,0000	0,00	0,00	0,163	0,000	0,000
TOTAL RON							205.844.912,73	205.844.912,73	863,53	10,554	11,307
TOTAL CLOSED COMPANIES								207.414.816,77		10,635	11,393

(shares held due to the share capital increase with counterperformance in cash, at which it has not been operated yet the share capital increase at the Trade Register, assessed in accordance with Article 119, paragraph 10 of ASF Regulation No. 9 / 2014)

No	Issuer	Source	No of shares	Nominal value / share	Subscripti on price / share	Subscription value	Remaining amount to be subscribed	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7 = 4 * 6	8	9	10

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SIF MOLDOVA

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DETAILED STATEMENT OF INVESTMENTS
Bonds or other tradable debt securities issued or guaranteed by the local public administration authorities

No.	Issuer	Symbol	No. of Bonds	Date of acquisition	Maturity date	Acquisition price	Bond value	Daily increase	Accrued interest	Present value	Present value (RON)	Percentage in the total assets of SIF	Percentage in the net assets of SIF	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	
Bonds listed and not traded in the last 30 trading days														
Municipal Bonds														
RON														
1	PRIMARIA BACAU	BAC26B	2.000	03.09.2009	31.10.2026	100,00	45,57	10,05	572,75	91.712,75	91.712,75	0,005	0,005	
TOTAL RON			2.000							572,75	91.712,75	91.712,75	0,005	0,005
Total Municipal Bonds			2.000									91.712,75	0,005	0,005
TOTAL Bonds listed and not traded in the last 30 trading days			2.000									91.712,75	0,005	0,005
TOTAL			2.000									91.712,75	0,005	0,005

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DETAILED STATEMENT OF INVESTMENTS
Bonds or other tradable debt securities issued by companies

No.	Issuer	Symbol	No. of Bonds	Date of acquisition	Maturity date	Acquisition price	Bond value	Daily increase	Accrued interest	Present value	Present value (RON)	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9	10	11	12	13	14
Unlisted bonds													
Corporative Bonds													
EUR													
1	BANCA TRANSILVANIA		2.685.541	22.05.2013	22.05.2020	0,60	0,60	269,18	19.919,37	1.631.243,97	7.769.288,78	0,398	0,427
TOTAL EUR			2.685.541						19.919,37	1.631.243,97	7.769.288,78	0,398	0,427
Total Corporative Bonds			2.685.541								7.769.288,78	0,398	0,427
TOTAL Unlisted bonds			2.685.541								7.769.288,78	0,398	0,427
TOTAL			2.685.541								7.769.288,78	0,398	0,427

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DETAILED STATEMENT OF INVESTMENTS Bank deposits Date: 29/03/2019 Monthly

Filing date	Maturity date	Currency	Initial value		Daily interest		Accrued interest		Present value		Percentage in the total assets of SIF	Percentage in the net assets of SIF
			Foreign currency	RON	Foreign currency	RON	Foreign currency	RON	Foreign currency	RON		
BANCA TRANSILVANIA												
10.03.2019	10.04.2019	EUR	98.500,00	469.135,80	0,03	0,13	0,55	2,61	98.500,55	469.138,41	0,02	0,03
20.03.2019	20.04.2019	EUR	165.000,00	785.862,00	0,05	0,22	0,46	2,18	165.000,46	785.864,18	0,04	0,04
21.03.2019	21.04.2019	EUR	50.000,00	238.140,00	0,01	0,07	0,13	0,60	50.000,13	238.140,60	0,01	0,01
Total BANCA TRANSILVANIA				1.493.137,80		0,41		5,38		1.493.143,18	0,08	0,08
BRD												
29.03.2019	01.04.2019	RON		2.954.904,20		123,12		123,12	2.955.027,32	2.955.027,32	0,15	0,16
Total BRD				2.954.904,20		123,12		123,12		2.955.027,32	0,15	0,16
EXIMBANK												
07.03.2019	08.04.2019	RON		6.000.000,00		416,67		9.583,33	6.009.583,33	6.009.583,33	0,31	0,33
07.03.2019	08.04.2019	RON		4.300.000,00		298,61		6.868,06	4.306.868,06	4.306.868,06	0,22	0,24
28.03.2019	02.05.2019	RON		4.000.000,00		305,56		611,11	4.000.611,11	4.000.611,11	0,21	0,22
28.03.2019	02.05.2019	RON		8.000.000,00		611,11		1.222,22	8.001.222,22	8.001.222,22	0,41	0,44
28.03.2019	02.05.2019	RON		6.000.000,00		458,33		916,67	6.000.916,67	6.000.916,67	0,31	0,33

Filing date	Maturity date	Currency	Initial value		Daily interest		Accrued interest		Present value		Percentage in the total assets of SIF	Percentage in the net assets of SIF
			Foreign currency	RON	Foreign currency	RON	Foreign currency	RON	Foreign currency	RON		
28.03.2019	02.05.2019	RON		5.000.000,00		381,94		763,89	5.000.763,89	5.000.763,89	0,26	0,27
Total EXIMBANK				33.300.000,00		2.472,22		19.965,28		33.319.965,28	1,71	1,83
UNICREDIT TIRIAC BANK												
11.03.2019	11.04.2019	RON		4.700.000,00		306,81		5.829,31	4.705.829,31	4.705.829,31	0,24	0,26
11.03.2019	11.04.2019	RON		5.000.000,00		326,39		6.201,39	5.006.201,39	5.006.201,39	0,26	0,27
13.03.2019	12.04.2019	RON		4.055.000,00		230,91		3.925,47	4.058.925,47	4.058.925,47	0,21	0,22
18.03.2019	18.04.2019	RON		4.645.000,00		264,51		3.174,08	4.648.174,08	4.648.174,08	0,24	0,26
18.03.2019	18.04.2019	RON		5.000.000,00		284,72		3.416,67	5.003.416,67	5.003.416,67	0,26	0,27
Total UNICREDIT TIRIAC BANK				23.400.000,00		1.413,33		22.546,91		23.422.546,91	1,20	1,29
GRAND TOTAL				61.148.042,00		4.009,09		42.640,69		61.190.682,69	3,14	3,36

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DETAILED STATEMENT OF INVESTMENTS

UCITS / Non UCITS listed DATE: 29/03/2019 Monthly

No.	Issuer	Symbol	Last trading session	No of securities held	Nominal value/ security	Security value	Total value	Percentage in the total no of fund units in circulation	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
SECURITIES ADMITTED BVB - REGS										
SHARES BVB - REGS										
1	SIF BANAT CRISANA	SIF1	29.03.2019	18.502.502	0,1000	2,1000	38.855.254,20	3,576	1,993	2,134
2	SIF TRANSILVANIA	SIF3	29.03.2019	108.777.386	0,1000	0,2485	27.031.180,42	4,980	1,386	1,485
TOTAL SHARES BVB - REGS							65.886.434,62		3,379	3,619
TOTAL UCITS							65.886.434,62		3,379	3,619

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DETAILED STATEMENT OF INVESTMENTS

UCITS / Non UCITS unlisted DATE: 29/03/2019 Monthly

No.	Issuer	Last trading session	No of securities held	NAV	Security value	Total value	Percentage in the total no of fund units in circulation	Percentage in the total assets of SIF	Percentage in the net assets of SIF
				lei	lei	lei	%	%	%
1	2	3	4	5	6	7 = 3 * 4	8	9	10
Securities denominated in RON									
1	FDI NAPOCA		7.265.417,54000000	0,5202		3.779.470,20	32,669	0,194	0,208
2	FDI Piscator Equity Plus		75.473,72150000	142,5780		10.760.892,26	51,242	0,552	0,591
3	FDI STAR FOCUS		159.783,58000000	6,1096		976.213,76	17,745	0,050	0,054
4	FDI STAR NEXT		364.421,84000000	6,2176		2.265.829,23	20,361	0,116	0,125
5	FIA ALCHEMIST		498,41250000	84.373,2454		42.052.680,17	49,724	2,157	2,310
6	FIA DCP INVESTITII		4.161,46230000	6.988,3364		29.081.698,47	40,696	1,491	1,597
7	FIA HERMES		70,95840000	149.644,6090		10.618.542,02	49,448	0,545	0,583
8	FII MULTICAPITAL INVEST		6.788,00000000	2.343,8500		15.910.053,80	40,649	0,816	0,874
9	FONDUL PRIVAT COMERCIAL		141.903,00000000	419,7844		59.568.665,71	48,074	3,055	3,272
10	Fond Deschis de Investitii Transilvania		97.116,34000000	49,0933		4.767.761,61	16,814	0,245	0,262
11	Fondul Inchis de Investitii OPTIM Invest		3.885,04000000	9.474,2100		36.807.684,82	27,503	1,888	2,022
12	TehnoGlobinvest		1.071,77000000	1.194,9945		1.280.759,26	16,099	0,066	0,070
TOTAL SECURITIES						217.870.251,31		11,173	11,967

No.	Issuer	Last trading session	No of securities held	NAV	Security value	Exchange rate BNR/RON	Total value	Percentage in the total no of fund units in circulation	Percentage in the total assets of SIF	Percentage in the net assets of SIF
				valuta	valuta	lei	lei	%	%	%
1	2	3	4	5	6	7	8=4*5*7	9	10	11
Securities denominated in foreign currencies										

Prepared
SIF MOLDOVA

CEO
Claudiu DOROS

CFO
Decebal DUMITRESCU

Assets Assessment Office
Gabriela PETER

Compliance Officer
Catalin NICOLAESCU

Depositary Certification
BRD – Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Gabriela-Roxana VORONCA

Net asset value per share as of 29/03/2019

Item	Current period	Period of the previous year	Differences
1	2	3	4
NET ASSETS	1.820.614.775,34	1.927.582.754,8400	-106.967.979,5000
NUMBER OF ISSUED OUTSTANDING SHARES *	991.113.939	997.179.176	-6.065.237
NET ASSET VALUE PER SHARE	1,8369	1,9330	-0,0961

NAV and NAV/share evolution in the last 3 years

	30.12.2016	29.12.2017	31.12.2018
NET ASSETS	1585572859.06	1792691575.72	1725332012.69
NET ASSET VALUE PER SHARE	1.5473	1.7978	1.7408

Prepared
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Depository Certification
BRD – Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Gabriela-Roxana VORONCA



SIF MOLDOVA SA

**SPECIAL PURPOSE FINANCIAL INFORMATION
FOR THE 3 MONTHS' PERIOD CONCLUDED ON
31st MARCH 2019
UNAUDITED**

**DRAFTED IN COMPLIANCE WITH THE INTERNATIONAL
FINANCIAL REPORTING STANDARDS ADOPTED BY THE
EUROPEAN UNION („IFRS”) AND THE REGULATION OF
FINANCIAL SUPERVISION AUTHORITY (FSA) NO. 39/2015
FOR THE APPROVAL OF ACCOUNTING REGULATIONS
COMPLIANT WITH INTERNATIONAL FINANCIAL
REPORTING STANDARDS, APPLICABLE TO ENTITIES
AUTHORIZED, REGULATED AND SUPERVISED BY FSA IN
THE FIELD OF FINANCIAL INSTRUMENTS AND
INVESTMENTS, WITH ITS LATER AMENDMENTS AND
ADDITIONS**

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INDIVIDUAL STATEMENT OF FINANCIAL POSITION	7
EQUITY MODIFICATIONS STATEMENT	8 – 9
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SIF MOLDOVA S.A.
INDIVIDUAL STATEMENT OF OVERALL RESULT
FOR THE 3 MONTHS' PERIOD CONCLUDED ON 31ST MARCH 2019
(All amounts are presented in lei if not otherwise specified)

<i>In LEI</i>	<i>Note</i>	31st March 2019	31st March 2018
Revenue			
Gross revenue from dividends	6	1,551,462	8,490
Revenue from interest	7	513,411	214,907
Other operational revenue	8 a)	252,718	212,502
Other net revenue	8 b)	635,695	450,379
Gain from investments			
Net gain from assets sale	9	882	365,600
Net gain from the re-evaluation of financial assets at fair value through the profit or loss account	10	4,772,386	5,557,672
Expenses			
Losses / losses re-reun from assets impairment	11	-	20,226
Re-run/(set-up) of provisions for risks and expenses	11 a)	1,000,002	-
Other operational expenses	12	(6,233,471)	(6,019,567)
Expenses with the amortizaion of assets corresponding to use right	18 b)	(98,701)	-
Other expenses		(2,388)	(2,940)
Operational profit		2,391,996	807,269
Expenses with the interest corresponding to a debt stemming from a leasing contract.		(19,704)	-
Profit before taxation		2,372,292	807,269
Profit tax	13	(677,508)	(522,072)
Net profit of the financial year		1,694,784	285,197
Other overall result elements			
<i>Gain /(loss) correponding to the cease of financial assets evaluated at fair value through other elements of overall result, net of tax, recycled in reported result</i>	16e)	(3,880)	7,970,833
Increase/(decrease) of reserve from the re-evaluation of tangible assets, net of deferred tax		7,613	14,381
Net gain from the re-evaluation of financial assets assigned at fair value through other elements of overall result	16e)	63,168,625	64,072,301
Transfer of reserve to reproted result following the sale of FVTOCI, net of tax	16e)	85,293	-
Transfer of reserve to reported result follownig the adoption of IFRS9, net of tax		-	103,084,492
Other overall result elements		63,257,651	175,142,007
Total overall result of the period		64,952,435	175,427,204

The individual financial statements have been approved by the Board of Directors on 15th May 2019 and have been signed on its behalf by:

Claudiu Doros
 CEO

 CFO

SIF MOLDOVA S.A.
INDIVIDUAL STATEMENT OF FINANCIAL POSITION
FOR THE 3 MONTHS' PERIOD CONCLUDED ON 31st MARCH 2019
(all amounts are presented in Lei if not otherwise specified)

<i>In LEI</i>	<i>Note</i>	31st March 2019	31st December 2018
Assets			
Cash and cash equivalents	<i>14</i>	1,143,706	278,239
Bank deposits	<i>15</i>	61,250,340	74,536,926
Financial assets evaluated at fair value through the profit or loss account	<i>16 a</i>	346,551,642	341,800,429
Financial assets assigned at fair value through other overall result elements	<i>16 b</i>	1,528,403,960	1,441,126,064
Bonds at amortized cost	<i>16 c</i>	7,863,593	7,821,978
Real-estate investments	<i>17</i>	3,505,273	3,505,273
Intangible assets	<i>18 a</i>	31,117	26,723
Tangible assets	<i>18 a</i>	8,354,612	8,461,441
Assets representing use right of support assets	<i>18 b</i>	1,167,568	-
Other financial assets at amortized cost	<i>19 a</i>	1,921,278	8,556,152
Other assets	<i>19 b</i>	221,011	192,852
Total assets		1,960,414,100	1,886,306,077
Liabilities			
Dividends to pay	<i>20</i>	34,463,674	34,768,768
Provisions for risks and expenses	<i>21</i>	1,565,453	2,565,455
Liabilities regarding deferred profit tax	<i>22</i>	80,529,216	69,143,317
Liabilities regarding current profit tax	<i>23 b</i>	601,248	1,669,219
Financial liabilities at amortized cost	<i>23 a</i>	11,883,361	12,140,530
Liabilities from leasing contracts	<i>18 b</i>	1,043,811	-
Other liabilities	<i>23 b</i>	15,755,806	16,540,039
Total Liabilities		145,842,569	136,827,328
Equity			
Share capital	<i>24</i>	526,723,352	526,723,352
Reported result		719,778,050	717,946,800
Reserves from the re-evaluation of tangible assets		8,857,836	8,850,223
Reservres from the re-evaluation of financial assets assigned at fair value through other overall result elements		587,703,495	524,449,576
wn shares	<i>24</i>	(28,598,935)	(28,598,935)
Other equity elements		107,733	107,733
Total equity		1,814,571,531	1,749,478,749
Total liabilities and equity		1,960,414,100	1,886,306,077

The individual financial statements have been approved by the Board of Directors on 15th May 2019 and have been signed on its behalf by:

Claudiu Doros
CEO

CFO

SIF MOLDOVA S.A.
EQUITY MODIFICATION STATEMENT
FOR THE FINANCIAL PERIOD CONCLUDED ON 31st DECEMBER 2018
(all amounts are presented in lei if not otherwise specified)

<i>In LEI</i>	Share capital	Reserves from the re-evaluation of tangible assets	Reserves from the re-evaluation of financial assets assigned at fair value through other overall result elements	Reported result	Own shares	Other equity elements	Total
Balance on 1st January 2019	526,723,352	8,850,223	524,449,576	717,946,800	(28,598,935)	107,733	1,749,478,749
Impact of the adoption of IFRS 16	-	-	-	140,346	-	-	140,346
Balance on 1st January 2019, re-approached	526,723,352	8,850,223	524,449,576	718,087,145	(28,598,935)	107,733	1,749,619,095
Overall result							
<i>Profit of the financial year</i>	-	-	-	1,694,784	-	-	1,694,784
<i>Other overall result elements</i>							
Reserve increase from the re-evaluation of tangible assets	-	7,613	-	-	-	-	7,613
Re-evaluation of fair value through other overall result elements, net of deferred tax	-	-	63,168,625	112,416	-	-	63,281,041
(Gain)/Loss corresponding to the transfer to reported result, following the sale of financial assets	-	-	85,293	(116,296)	-	-	(31,003)
Total overall result of the period	-	7,613	63,253,918	1,690,904	-	-	64,952,435
Transactions with shareholders, directly recognized in equity							
Share capital decrease	-	-	-	-	-	-	-
Own bought-back shares	-	-	-	-	-	-	-
Own assigned shares	-	-	-	-	-	-	-
Dividends out-dated according to the law	-	-	-	-	-	-	-
Dividends to pay for i 2018	-	-	-	-	-	-	-
Total transactions with shareholders, directly recognized in equity	-	-	-	-	-	-	-
Balance on March 31, 2019	526,723,352	8,857,836	587,703,495	719,778,050	(28,598,935)	107,733	1,814,571,531

The individual financial statements have been approved by the Board of Directors on 13th May 2019 and have been signed on its behalf by:

Claudiu Doros
CEO

CFO

The attached explanatory notes are integral part of the financial statements

SIF MOLDOVA S.A.
EQUITY MODIFICATION STATEMENT
FOR THE FINANCIAL YEAR CONCLUDED ON 31st DECEMBER 2017
(all amounts are presented in lei if not otherwise specified)

<i>In LEI</i>	Share capital	Reserves from the re-valuation of tangible assets	Reserves from the re-valuation of financial assets assigned at fair value through other overall result elements	Reported result	Own shares	Other equity elements	Total
<i>Balance on 1st January 2018</i>	539,720,149	8,797,557	657,887,603	573,485,823	(37,436,693)	(846,694)	1,741,607,745
Modifications following the adoption of IFRS 9 (See explanatory note 3 (a))	-	-	(103,082,150)	103,082,150	-	-	-
Balance on 1st January 2018, re-approached	539,720,149	8,797,557	554,805,453	676,567,973	(37,436,693)	(846,694)	1,741,607,745
<i>Overall result</i>							
Profit of the financial year	-	-	-	50,159,949	-	-	50,159,949
Other overall result elements							
Reserve increase from the re-valuation of tangible assets	-	52,666	-	-	-	-	52,666
Reserve transfer from the re-valuation to reported result following the sale of tangible assets	-	-	-	-	-	-	-
Re-valuation of financial assets assigned at fair value through other overall result elements, net of deferred tax	-	-	12,845,408	-	-	-	12,845,408
Correction of errors from previous years	-	-	-	-	-	-	-
Total rezultat global aferent perioadei	-	52,666	(30,355,876)	93,361,233	-	-	63,058,023
Transactions with shareholders directly recognized in equity							
Share capital decrease	(12,996,797)	-	-	(12,434,333)	25,000,000	431,130	-
Own bought-back shares	-	-	-	-	(19,998,000)	(283,759)	(20,281,759)
Own assigned shares	-	-	-	(398,920)	3,835,758	807,056	4,243,895
Other transfers	-	-	-	-	-	-	-
Dividends outdated according to the law	-	-	-	10,406,543	-	-	10,406,543
Dividends to pay for 2017	-	-	-	(49,555,697)	-	-	(49,555,697)
Total transactions with shareholders, directly recognized in equity	(2,996,797)	-	-	(51,982,407)	8,837,757	954,427	(55,187,019)
Balance on 31st December 2018	526,723,352	8,850,223	524,449,576	717,946,800	(28,598,935)	107,733	1,749,478,749

The individual financial statements have been approved by the Board of Directors on 15th May 2019 and have been signed on its behalf by:

Claudiu Doros
CEO

CFO

The attached explanatory notes are integral part of the financial statements

SIF MOLDOVA S.A.
CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR CONCLUDED ON 31st DECEMBER 2018
(all amounts are presented in lei if not otherwise specified)

<i>In LEI</i>	31st March 2019	31st March 2018
Exploitation activities		
Profit before taxation	2,372,292	807,267
Adjustments		
Re-runs from the impairment of financial assets	-	-
Net gain from the sale of tangible assets	-	-
Net gain/loss corresponding to financial assets at fair value through profit or loss	(4,773,268)	365,600
Adjustments corresponding to FVTOCI financial assets	-	(17,191,160)
Revenue from dividends	(1,551,462)	(8,490)
Revenue from interest	(513,411)	(214,907)
Expenses / (re-run) from provisions for risks and expenses	(1,000,002)	(32,007)
Re-runs of other provisions	-	20,779
Loss from the re-evaluation of real-estate investments	-	-
Net gain from currency rate differences	(192,002)	-
Other adjustments	840,034	-
Modifications of assets and liabilities corresponding to the exploitation activity		
Purchase of financial assets at fair value through the profit or loss account	-	(15,005,383)
Sale of financial assets at fair value through the profit or loss account	22,055	15,485,118
Purchase of financial assets at fair value through other elements of overall result	(12,746,762)	(817,319)
Sale of financial assets at fair value through other overall result elements	-	69,397,207
Collections of investments held to maturity	2,940	2,940
Modificaitons of deposits set up with a maturity over 3 months	-	-
Modifications of other assets	7,369,047	3,719,786
Modification of other liabilities	(2,109,373)	8,659,144
Collected dividends	1,475,202	8,490
Collected interest	466,501	349,785
Paid profit tax	(1,669,219)	(5,033,350)
Net cash resulted from exploitation activity	(12,007,428)	60,513,500
Investment activities		
Payments for purchase of tangible assets	(4,394)	(501,029)
Colleciton from the sale of intangible and real estate investments	-	-
Net cash used in investment activities	(4,394)	(501,029)
Financing activities		
Paid dividends	(305,094)	(309,908)
Payments for the principal of the debt stemming from the leasing contract	(84,500)	-
Payments representing the interest of the debt stemming from a leasing contract	(19,704)	-
Own bought-back shares	-	-
Net cash used in financing activities	(409,298)	(309,908)
Net cash and cash equivalents increase	(12,421,119)	59,702,563
Cash and cash equivalents on 1st January	74,815,165	36,616,812
Cash and cash equivalents on 31st March	62,394,046	96,319,375

The individual financial statements have been approved by the Board of Directors on 15th May 2019 and have been signed on its behalf by:

Claudiu Doros
CEO

CFO

The attached explanatory notes are integral part of the financial statements

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE FINANCIAL INFORMATION FOR THE
3 MONTHS' PERIOD CONCLUDED ON 31st MARCH 2019
(all amounts are presented in lei if not otherwise specified)

REPORTING ENTITY

SIF Moldova SA („**the Company** “or **SIF Moldova**) Bucharest Stock Exchange index “**SIF2**” is a collective placement entity operating in Romania according to the provisions of Law 31/1990 regarding Companies and Law 297/2004 regarding capital market with its later amendments and additions, authorized as alternative investment funds manager(AIFM) through *Certificate no. 20/23.01.2018 issued by FSA.*

The company is the successor of Fondul Proprietății Private II Moldova, reorganized and transformed according to the provisions of Law no. 133/1996 and it is headquartered in Pictor Aman Str. no. 94C, Bacau municipality, Bacau district, Romania. SIF Moldova also operates through its agencies in Iași and Bucharest localities.

In the reporting period EGMS on 27.04.2018 approved the change of the company name from Societatea de Investiții Financiare Moldova S.A. to First Romanian Capital Invest S.A.. This resolution cannot be implemented because of the final position of FSA who invokes the fact that a provision of Law no. 133/1996 for the transformation of Private Property Funds is still in force stipulating that FPP II Moldova will be named „Societatea de Investiții Financiare Moldova S.A.”.

According to the Memorandum of Association, the main object of activity of the Company is:

- the administration and management of financial instruments, derivatives and other instruments classified as such by the regulations of the National Committee for Securities (CNVM), whose attributions and prerogatives have been transferred by the Financial Supervision Authority (F.S.A);
- the administration and management of shares/bonds and other rights resulting from these in untraded or closed companies;
- other auxiliary and related activities, according to applicable regulations.

The company is self-managed.

The shares of the Company have been listed on Bucharest Stock Exchange, 1st category, with the indicative SIF2, since November 1st, 1999.

The shares and shareholders' records are kept according to the law S.C. Depozitarul Central S.A. București.

The assets deposit services are provided by BRD – Société Générale S.A. – a company authorized by the National Committee for Securities, whose attributions and prerogatives have been taken over by the Financial Supervision Authority (F.S.A);

DRAFTING GROUNDS

(a) Statement of Compliance

The special purpose financial statements are drafted by the Company in compliance with the acknowledgement, measurement and evaluation criteria of the International Financial Reporting Standards adopted by the European Union (“IFRS”), The company has drafted the present individual financial statements to meet the requirements of Norm 39/2015 for the approval of Accounting regulations in agreement with the International Financial Reporting Standards, applicable to authorized entities, regulated and supervised by the Financial Supervision Authority in the field of Financial Instruments and Investments (A.S.F.)

According to Norm 39/2015, the International Financial Reporting Standards, hereinafter referred to as IFRS, represent the standards adopted according to the provisions foresee in (CE) Regulation no.1606/2002 of the European Parliament and Council on 19th July 2002 regarding the application of international accounting standards, with its later amendments and additions

The individual financial statements for the financial year concluded on 31st December 2018 include the individual statement of financial position, individual statement of overall result, individual statement of cash flows, individual statement of equity modifications and explanatory notes.

Comparative financial information is presented on 31st December for the individual statement of financial position and for the individual statement of equity modification and on 31st March 2018 for the overall result statement.

The company did not draft the consolidated financial statements on 31st March 2019 and 31st March 2018.

The accounting records of the Company are kept in lei (national currency symbol „RON”).

(b) Financial Statements Presentations

The individual financial statements in compliance with IAS 1 requirements „Financial statements presentation”. The Company has adopted a presentation based on liquidity in the financial position statement and a presentation of revenue and expenses depending on their nature in the overall result statement, thinking that these presentation methods offer information that is credible and more relevant than if presented based on other methods allowed by IAS1.

(c) Functional and Presentation Currency

The Company’s management thinks that the functional currency, as defined by IAS 21 „Effects of currency exchange rate variation”, is the Romanian leu (“RON”). The consolidated financial statements are presented in lei, rounded to the closest leu, a currency that the management of the Company has selected as presentation currency.

(d) Evaluation Grounds

Individual financial statements are drafted based on the fair value convention for financial assets and liabilities at fair value through the profit or loss account and financial assets evaluated at fair value through other overall result elements.

Other financial assets and liabilities, as well as non-financial assets and liabilities are presented at amortized cost, re-evaluated value or historic cost.

2. DRAFTING GROUNDS (continued)

(e) Use of Estimates and Judgments

The drafting of individual financial statements in compliance with the International Financial Reporting Standards adopted by the European Union ("IFRS") means that the management uses some financial estimates, judgments and hypothesis that affect the application of accounting policies as well as the reported value of assets, liabilities, revenue and expenses. The judgments and hypotheses associated to these estimates are based on historic experience as well as other factors considered reasonable within the context of these estimates. The results of these estimates lay at the base of the judgments regarding the accounting values of assets and liabilities that cannot be obtained from other information sources.

The results obtained may vary from the values of the estimates.

The judgments and hypothesis that lay at their base are periodically revised by the Company. The revisions of accounting estimates are recognized in the period the estimates are revised, if the revision only affects that particular period, or in the period the estimate is revised and future periods, if the revision affects both the current and future period.

SIGNIFICANT ACCOUNTING POLICIES

With the exception of modifications regarding the adoption of IFRS 16 Lease Agreements („IFRS 16”) described below, the accounting policies applied for these annual financial statements have been constantly applied for all the years presented in these quarterly financial statements.

IFRS 16 replaces IAS 17 Lease and corresponding interpretations. The standard eliminates the currency accounting model for lessees but requires that companies recognize most lease contracts in the balance within a single mode, thus eliminating the distinction between operational and financial lease.

According to IFRS 16, a contrast is or contains leasing if it transfers the right to control the use of an identified asset over a period of time in exchange for a price. In case of this type of contracts, the new model imposes that a lessee recognize an asset with use right of the support asset and a leasing liability. The asset subjected to the use right is amortized and liability bears interest. This results in a model to recognize a higher expense at the beginning of the contract, for most leasing, even when the lessee pays constant annual rent.

SIF Moldova **adopted IFRS 16** on its initial adoption date **1st January 2019**. The company has leasing contracts for transportation means. The contracts are concluded for a 4 years' period, the payments being comprised by a first installment with a higher value and 47 subsequent installments of equal value.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE FINANCIAL INFORMATION FOR THE
3 MONTHS' PERIOD CONCLUDED ON 31st MARCH 2019
(all amounts are presented in lei if not otherwise specified)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Following the adoption of IFRS 16, from the date of its initial application 1st January 2019, the Company has registered a positive impact in the reported result, with a total value of 140.346 Lei, following the re-run of expenses representing lease installments and the registration of expenses with the amortization of use rights and expenses with lease contract interests.

In compliance with the provisions of IFRS 16, SIF Moldova has decided not to include previous periods, recognizing the cumulated effect of the initial application as an adjustment of the opening balance of reported result on 1st January 2019.

The individual financial statements are drafted based on the hypothesis that SIF Moldova will continue its activity in the predictable future. For the evaluation of the applicability of this hypothesis, the management is analyzing forecasts regarding future cash entries.

(a) Foreign Currency Transactions

The operations expressed in foreign currency are entered in lei at the official exchange rate on the transaction date. The monetary assets and liabilities recorded in estimates on the date the accounting balance is drafted are turned into the functional currency at the exchange rate of that given day.

The revenue or losses from their offset and from the conversion using the exchange rate at the end of the accounting year and the denominate monetary liabilities in foreign currency are recognized in the global result, with the exception of those that have been recognized in equity following the registration in compliance with hedge accounting.

The exchange rate differences for the elements such as participations held at fair value through the profit or loss account are presented as fair value earnings or losses. The exchange rate differences for the elements such as financial instruments evaluated at fair value through other overall results elements are included in the reserve coming from the fair value modification of these financial instruments.

The exchange rates for the main foreign currency, according to BNR reporting have been:

Currency	March 31, 2019	December 31, 2018	Variation
Euro (EUR)	1:LEU 4,7628	1: LEU 4,6639	2,12%
American dollar (USD)	1:LEU 4,2434	1: LEU 4,0736	4,17%

(b) Subsidiaries and Associated Entities

Subsidiaries are entities under the Company's control. Control exists when, inter alia, the Company has the ability to directly or indirectly influence the financial and operational policies of an entity to obtain benefits from its activities. At the time of the control evaluation, potential or convertible vote rights which can be exercised at that particular time, are taken into account.

Associated entities are those companies in which the Company can exercise significant influence, but cannot control the financial and operational policies.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Subsidiaries and Associated Entities (continued)

The list of subsidiaries and associated entities is presented under **explanatory note 27**.

The Company has classified in this individual financial statement its holdings in subsidiaries and associated entities as financial assets evaluated at fair value through other elements of overall result and fair value through the profit and loss account, in compliance with IFRS 9.

(c) Accounting in the hyper-inflation Effect

In compliance with IAS 29, the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy must be presented in the measurement units on the date the balance is closed (non-monetary elements are re-approached using a general price index on the date the purchase or contribution is made).

According to IAS 29, an economy is considered to be hyper-inflationist if, besides other factors the cumulated inflation rate for a period of three years exceeds 100%.

The continuous decrease of inflation rate and other factors connected to the characteristic of the economic environment in Romania indicate that the economy whose functional currency has been adopted by the Group has ceased to be hyper-inflationist, with effect on the financial statements started on the January 1st 2004. Thus, the provisions of IAS 29 have been adopted in the drawing up of the consolidated financial statements up to 31st December 2003.

Thus, the values expressed in the current measurement unit on 31st December 2003 are treated as base for the accounting values reported in the individual financial statements and it is not evaluated value, replacement cost, or any other current value measure for the assets or prices for which transactions would take place at the present time.

For the purpose of drafting the individual financial statements, the Company adjusts the following non-monetary elements to be presented in the measurement unit as of 31st December 2003:

- share capital;
- financial assets evaluated at fair value through other elements of overall result.

Tangible assets and real-estate investments are presented at re-evaluated value on 31st December 2018 and 31st March 2019. The last re-evaluation has been made by the company on 31st December 2016 by Evaluări Consultantă Management Bacău – ANEVAR member.

The affected amounts re-run annually as a result of the operation of re-approaching financial statements in compliance with IAS 29 are of 425.405.435 lei.

(d) Cash and Cash Equivalents

Cash and cash equivalents include: actual cash, current accounts and deposits with banks (including blocked deposits and interest corresponding to the bank deposits).

On drafting the cash flow statement, the Company takes cash equivalents into consideration: actual cash, current bank account, deposit's with an initial maturity under 90 days and their corresponding interests (without blocked deposits).

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial Assets and Liabilities

(i) Classification of Financial Assets and Liabilities

- ***Fair value evaluated financial assets through the profit or loss account („FVTPL”) –***

Following the adoption of IFRS 9, financial assets such as capital instruments that the Company did not opt to classify in the value evaluated financial assets through other elements of overall result category and that were not held for trading purposes, have been classified at fair value through the Profit or Loss Account.

A financial asset (irrespective whether it is destined for trading or not) must be evaluated at fair value through the profit or loss account. But, on its initial recognition, the company may irrevocably assign an equity instrument, not destined for trading, as evaluated at fair value through other elements of overall result.

An asset is held for trading if it meets the following requirement cumulatively:

- it is held for the purpose of sale and repurchase in the near future;
- on its initial recognition it is part of a portfolio of identified financial instruments, that are managed together and for which there is a real and recent pattern of short-term profit targeting.

- ***Financial assets evaluated at fair value through other overall result elements („FVOCI”):*** classification option at the time of initial recognition for equity instruments not held for trading purposes.

A financial asset (capital instrument not destined for trading) must be evaluated at fair value through other elements of overall result, if management opts for this category at the time of its initial recognition.

A loss or gain corresponding to a financial asset evaluated at fair value through other elements of overall result must be recognized in other overall result elements, with the exception of revenue from interest for liability instruments and revenue from dividends in case of capital instruments.

When the financial asset is de-recognized, the cumulated gain or loss previously cumulated in other elements of overall result is reclassified from equity to profit or loss as an adjustment from reclassification (see IAS1) in case of liability instruments (recycle in the profit or loss account). In case of capital instruments, the cumulated gain or loss previously recognized in other elements of overall result is not reclassified from equity to profit or loss (does not recycle in the profit or loss account).

Financial assets at amortized cost – debt instruments that are not destined for trading, are held in a business model whose objective is met only through the collection of contract treasury flows and the contract terms of financial asset generate, on certain dates, treasury flows that are only payments of the principal and other interest corresponding to the value of the owed principal.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial Assets or Liabilities (continued)

(i) Classification of financial assets and liabilities (continued)

Financial assets and liabilities at amortized cost

Financial assets and liabilities are evaluated at amortized cost using the actual interest method, lowered with impairment losses (in case of financial assets). Financial assets and liabilities at amortized cost include cash and current accounts, bank deposits, dividends to collect, bonds, liabilities towards shareholders, amounts owed to service providers and other claims and debts.

The amortized cost of a financial asset or liability represents the value to which the asset or liability is evaluated at the time of its initial recognition, minus principal payments, plus or minus cumulated amortization, calculated through the actual interest method, of any difference between the initially recognized value and the value on maturity date, minus any impairment losses.

A financial asset must be evaluated at amortized cost if both conditions below are met:

- (a) The financial asset is held in a business model whose objective is to hold financial assets to collect contractual treasury flows and
- (b) the contractual terms of the financial asset generates, on certain dates, treasury flows that are payment of principal and interest corresponding to the owed principal, exclusively.

Financial liabilities at amortized cost – are recognized at the time of their initial recognition and do not correspond to a trading activity.

(ii) Recognition

Financial assets and liabilities are recognized on the date the Company becomes a contract party to the conditions of that particular instrument. Financial assets and liabilities are measured at fair value at the time of their initial recognition.

(iii) Compensations

Financial assets and liabilities are compensated, and the net result is presented in the financial position statement only where there is a legal compensation right and if there is the intention of their settlement on a net base, or if the Company intends to obtain the asset and extinguish the debt simultaneously.

Revenue and expenses are presented as net only when accounting standards allow it, or for the profit or loss resulted from a group of similar transactions such as those in the Company's trading activity.

(iv) Evaluation at amortized cost

The amortized cost of a financial asset or liability represents the value for which the financial asset or liability is measured for its initial recognition, minus the principal parts, to which cumulated amortization is added or deducted up to that given time, using the effective interest method, less reductions corresponding to impairment losses.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial assets and liabilities (continued)

(v) *Fair value evaluation*

Fair value is the amount for which an asset can be traded or a liability settled, between interested and aware parties, in case of a transaction carried out under objective conditions, on the evaluation date. (e.g. exit price)

Ascertaining the fair value of financial assets and liabilities is based on the quotation of an active market. A financial instrument has an active market if for that instrument quoted prices are rapidly and regularly available, and these prices reflect the market transactions regularly made under objective market conditions.

Fair value evaluation for the financial instruments traded on an active market is set by multiplying the corresponding number of shares held with the closing price on the last trading date of the reporting period.

In case a financial asset is quoted on more active markets, the Company uses the quotation from the most convenient market, taking all access-associated barriers/costs on each market into consideration.

For all other financial instruments, fair value is determined using evaluation techniques. Evaluations techniques include techniques based on net updated value, updated cash flow method, comparison with similar instruments for which there is an observable market price and other evaluation methods.

The value resulted from the use of an evaluation model is adjusting depending on a number of factors, as evaluation techniques do not credibly reflect all factors taken into consideration by market participants when closing a transaction. Adjustments are registered so that they reflect the risk models, differences between selling and buying quotations, liquidity risks and other factors. The management of the Company considers that these adjustments are necessary to present an accurate value of financial instruments held at fair value, in the status of the financial position.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial Assets and Liabilities (continued)

(vi) Identification and Evaluation of Value Impairment

Other financial assets measured at amortized cost

Financial assets at amortized cost are tested for impairment in compliance with the requirements of IFRS 9.

For this purpose, these instruments are classified as stage 1, stage 2 or stage 3 depending on their absolute or relative credit quality regarding initial payments. Like this:

Stage 1: includes (i) newly recognized exposures; (ii) exposures for which credit risk has not significantly deteriorated since initial recognition; (iii) exposures with low credit risk (low credit risk exemption).

Stage 2: includes the exposures, which, although performing, have registered a significant deterioration of credit risk since their initial recognition.

Stage 3: includes depreciated credit exposures.

For exposures of stage 1, impairment is equal with the expected loss calculated for a period of up to one year. For exposures in stages 2 or 3, impairment is equal to the expected loss calculated on a period corresponding to the entire duration of exposure.

For bank deposits and bonds at amortized cost, the Company opted to apply the low credit risk exemption in full compliance with IFRS 9 accounting standard.

Adjustments for the impairment of claims are based on the updated cash flow value of the principal. In order to determine the actual value of future cash flows, the basic requirement is the identification of estimated collection, the payment schedule and used update rate.

The company has defined the claims that meet one or both of the following criteria as “non-performing” exposures

- exposures for which the Company considers it is highly unlikely for the debtor to fully pay his debts, irrespective of the value of the exposures and number of exposure default days;
- unpaid amounts.

(vii) De-recognition

The Company derecognizes a financial asset when the rights to receive cash flows from that particular financial asset expire, or when the Company has transferred the rights to receive contractual cash flow from that particular asset in a transaction where it has significantly transferred all risks and benefits of the ownership right.

Any interest in the transferred financial assets held by the Company or created for the Company is recognized separately as an asset or a liability.

The Company derecognizes a financial liability when contractual obligations have ended or when contractual obligations are annulled or expire.

If an entity transfers a financial asset through a transfer meeting the de- recognitions conditions and keeps the right to manage the financial assets in exchange for a fee, it must recognize either an asset from its management or a liability from its management for that management contract.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial Assets and Liabilities (continued)

(vii) De-recognition (continued)

If the fee to be received does not properly compensate the entity for management activity, a management debt must be recognized under its fair value. If the fee to be received is more than a proper compensation for the delivery of the management service, than a management asset must be recognized for the management right, at a value set based on the assignment of an accounting value to the larger financial asset.

At the same time, if, following the transfer, a financial asset is fully derecognized, but following the transfer the entity receives a new financial asset or takes on a new financial liability or management liability, the entity must recognize the new financial asset, financial liability or management liability at fair value.

On derecognizing a financial asset fully, the difference between:

- its accounting value and
- the sum comprised of (i) the value of the amount received (including any new asset obtained minus any new liability taken on) and (ii) any cumulated gain or loss that has been recognized in other elements of global result, must be recognized in the profit or loss account.

If the transferred asset is part of a larger financial asset (for example when the entity transfers the cash flows corresponding to the interest to a liability instrument) and the transferred part meets the conditions for full de-recognition, the previous accounting value of the financial asset, must be divided between the part that continues to remain recognized and the part that is derecognized, based on the relative fair value of those parts on the transfer date. For this purpose, a managed asset must be treated as a part that remains recognized. The difference between:

- accounting value assigned to the derecognized part, and
- the amount comprised of (i) The value of the amount received for the derecognized part (including any new asset obtained minus any new liability taken on) and (ii) any cumulated gain or loss that has been recognized in other elements of overall result, must be recognized in profit or loss account. A cumulated gain or loss that has been recognized in other elements of overall result is assigned between the part that continues to be recognized and the part that is derecognized, based on the relative fair value of those parts.

(g) Real-estate investments

Real estate investments are real estates (lands, buildings, or parts of buildings) held by the Company for the purpose of renting or value increase or both, and not for the purpose of:

- being used in the production or supply of goods or services for administrative purposes;
- or
- being sold over the normal course of activity

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Real-estate investments (continued)

Certain properties include a part that is held for rental or for the purpose of increasing its value and another part that is held for the purpose of goods manufacture, service delivery or for administrative purposes.

If these parts can be sold separately (or rented separately based on a financial leasing contract) then they are accounted separately. If the parts cannot be sold separately, the property is treated as real investment only if the part used for the purpose of goods manufacture, service delivery or administrative purposes is insignificant.

(i) Recognition

A real estate investment is recognized as asset if, and only if:

- it is probable that a future economic benefit associated to the element enters the Company;
- the cost of the asset can be credibly ascertained

(ii) Evaluation

Initial Evaluation

A real investment is initially cost-evaluated, included trading costs. The cost of a real investment purchased comprises the purchase price for it plus any other expenses directly connected to it (for example legal fees for legal services, property transfer taxes and other trading costs).

The value of the Company's real estate investments on 31st March 2019 and 31st December 2018 is detailed in **explanatory note 17**.

Ulterior evaluation

The Company's accounting policy regarding the ulterior evaluation of real estate investments is that based on the fair value model. This policy is uniformly applied to all real estate investments. The fair value evaluation of real estate investments is carried out by evaluators members of the National Association of Evaluators in Romania (ANEVAR). Fair value is based on market price quotations, adjusted, if need be, so that they reflect the differences connected to the nature, location or condition of that asset. These evaluations are periodically revised by the management of the Company.

The earnings or losses resulted following the modification of real investment fair value are recognized in the profit or loss account of the period when these occur.

The fair value of real estate investments reflects the market conditions on the balance date.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Real-estate investments (continued)

(iii) Transfers

The transfers to or from real estate investments are made when, and only when there is a modification in the use of that given asset.

For the transfer of a real estate investment evaluated at fair value to corporal fixed assets, the implicit cost of the asset, for the purpose of its accounting at a later time, will be the net value on the date of use modification.

(iv) Impairment

The same accounting principles as for tangible assets are applied.

(v) De-recognition

The accounting value of a real estate investment is de-recognized on transfer or when the investment is finally taken out of use and no future economic benefits are expected from its transfer. Profit or loss resulted from scrapping or sale of a real estate investment are recognized from the profit or loss account then it is scrapped or sold.

(h) Tangible and intangible Assets

(i) Recognition and Evaluation

Tangible assets recognized as assets are initially evaluated at cost by the Company. The cost of a tangible element is comprised of the purchase price, including non-recoverable taxes after the deduction of any price reductions of commercial nature to which any costs that can be directly attributed to bringing the asset to the location and in the condition required for it to be used for that purposes intended by management is added, such as: expenses with employees directly resulting from the construction or purchase of the asset, location preparation costs, initial delivery and handling costs, installation and assembly costs, experts' fees.

The value of the Company's tangible and intangible assets on 31st March 2019 and 31st December 2018 is detailed in **explanatory note 18**.

Tangible assets are classified by the Company in the following assets classes of the same nature and with similar use:

- Lands;
- Buildings;
- Equipment, technical installations and machines;
- Transportation means;
- Other tangible assets.

Lands and constructions are presented at re-evaluated value, this representing the fair value on the re-evaluation date minus any amortization later accumulated and any losses accumulated through depreciation.

Fair value is based on market price quotations, adjusted, if the case be, so that they reflect differences connected to the nature, location or condition of that given asset.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Tangible and Intangible Assets (continued)

(i) Recognition and evaluation (continued)

Re-evaluations are made by specialized evaluators, members of ANEVAR. The frequency of the evaluations is set according to the dynamics of the markets the buildings held by the Company belong to.

The other tangible assets categories are cost presented, less cumulated amortization and provision for value impairment.

The expenses with the maintenance and repairs of tangible assets is registered by the Company in the overall result statement when they occur, and the significant improvements of the tangible assets that increase their value or life span, or significantly increase the ability to generate economic benefits, are capitalized.

(ii) Amortization

Amortization is calculated using the linear method along the estimated useful life duration of the assets, as follows:

Buildings	40 years
Equipment	2-12 years
Transportation means	4-8 years
Furniture and other tangible assets	4-12 years

Lands are not subjected to amortization.

Intangible assets that meet the recognition criteria of the International Financial Reporting Standards are cost registered less cumulated amortization. The amortization of intangible assets is entered in the profit or loss account based on the linear model for an estimated period of max. 3 years.

Amortization methods, estimated useful life span, as well as residual values are revised by the management of the Company, on each reporting date.

(iii) Sale/ scrapping of tangible and intangible assets

Corporal assets that are scrapped or sold are eliminated from the balance with the proper accumulated amortization. Any profit or loss resulted from such an operation is included in the current profit or loss account.

(iv) Impairment of assets other than the financial ones

The accounting value of the Company's assets which are not of financial nature, other than assets such as deferred taxes, are revised on every reporting date in order to identify depreciation clues. If such clues exist, the recoverable value of those assets is estimated.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Tangible and Intangible Assets (continued)

(iv) Impairment of assets, other than financial ones (continued)

An impairment loss is recognized when the accounting value of the assets or its cash generating unit exceeds the recoverable value of the asset of the cash-generating unit. A cash generating unit is the smallest identifiable group that generates cash, and that – independent from other assets or groups of assets, has the ability to generate cash flows. Impairment losses are recognized in the overall result statement.

The recoverable value of an asset or a cash-generating unit is the maximum between the use value and the fair value minus cost for the sale of that asset or unit. In order to determine the use value, future cash flows are updated using an update rate before taxation, which reflects the current market conditions and the risks specific for that asset. Losses from depreciation recognized in the previous periods are evaluated on each reporting date in order to ascertain if these are lower or if they no longer exist. Impairment loss is rerun if there was a change in the estimates used to determine its recovery value. Impairment loss is rerun only in case the accounting value of that asset does not exceed the accounting value that would have been calculated, net of amortization and depreciation, if the impairment loss would not have been recognized.

(j) Share Capital

Ordinary shares are recognized in the share capital. Incremental costs directly assignable to an issue of ordinary shares are deducted from capital, net of taxation effects.

(k) Dividends to distribute

Dividends are treated as a distribution of profit in the period when these have been declared and approved by the General Meeting of Shareholders.

(l) Prescribed dividends

Dividends to be paid uncollected within 3 years from their declared date are prescribed according to the law.

Out-dated dividends represent transactions with shareholders and are recognized in equity, in the reported result

(m) Provisions for risks and expenses

Provisions are recognized in the financial position statement when a liability is created for the Group connected to a past event and it is probable that in the future it will be necessary to spend some economic resources that extinguish this liability and a reasonable estimation of the liability value can be made. In order to determine the provision future cash flows are updated using an update rate before taxation which reflects the current conditions on the market and the specific risks for that particular liability.

(n) Revenue from interest

The revenues and expenses with interest are recognized in the status of global result through the effective interest method. The effective interest rate represents that rate which accurately updates the payments and cash collections forecast for the expected life span of the financial asset or liability (or, where the case be, for a shorter period of time) to the accounting value of the financial asset or liability.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Revenue from dividends (continued)

Revenue from dividends is recognized in the profit or loss account on the date the right of the Company to receive these incomes is set. In the case of dividends received as shares as an alternative to cash payments, revenue from dividends is recognized on the level of the cash that has been received, in correspondence with the increase of the corresponding holding. The Company does not register revenue from the dividends corresponding to the shares received for free, when these are distributed proportionally to all shareholders..

The Company registers revenue from dividends at gross value including dividend tax, which is recognized as current expense with the profit tax..

(i) Short-term benefits

Short-term benefits of the employees are not updated and are recognized in the overall result statement, as the corresponding service is delivered.

Short-term benefits of employees include wages, bonuses. The short-term benefits of the employees and social insurance contributions are recognized in the Company's financial statements, when the services are delivered. The company recognizes a provision for the amounts that are expected to be paid as cash bonuses on the short term or profit participation schemes for the staff, as the Company currently has a legal or implicit obligation to pay these amounts, as a result of past services delivered by the employees, if that given obligation can be credibly estimated.

(ii) Specific Contribution Plans

The Company makes payments on behalf of its own employees to the Romanian state pension system, social insurance and unemployment fund, in the normal course of activity.

All employees of the Company are members and at the same time they have the legal obligation to contribute (through social contributions) to the Romanian state's pension system (a determined contribution plan of the state). All such contributions are recognized in the profit or loss account of the period when they are made. The Company has no other additional obligations.

The company is not engaged in any independent pensions scheme and consequently has no other such obligations. The company is not engaged in any other post-retirement benefits plan. The company is not bound to deliver ulterior services to neither former nor current employees.

(iii) Long-term benefits of the employees

The net obligation of the Company regarding benefits corresponding to long-term services is represented by the value of future benefits that the employees have earned in exchange for the services delivered by them during the current and prior periods. The Company does not have the obligation to awards benefits to employees on the date of their retirement

(q) Revenue and loss from exchange rate differences

Currency transactions are entered in the functional currency (RON) through the conversion of the amount in currency to the official exchange rate notified by Romania's National Bank valid on the transaction date.

On the reporting date, the monetary elements expressed in currency are converted using the closing exchange rate.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(q) Revenue and loss from exchange rate differences (continued)

Rate differences that occur on the offset of the monetary elements or conversion of monetary elements at rates different from those they were converted in at their initial recognition (during the period), or in the prior financial statements, are recognized as loss or income in the profit or loss account, in the period when they occur

(r) Profit Tax

The profit tax corresponding to the exercise includes current and deferred tax. Current profit tax includes the tax on dividend income recognized at gross value. Profit tax is recognized in the overall result statement or in other elements of overall result if the tax corresponds to capital elements.

Current tax is the tax paid for the profit of the current period, determined based on the percentages applied on the reporting date and all adjustments corresponding to previous periods.

For the period concluded on 31st March 2019, profit tax rate has been 16% (namely 16% on 31st December 2018). The taxation rate corresponding to the profit from taxable dividends has been of 5% for the period concluded on 31st March 2019, (namely 5% and 0% on 31st December 2018). Deferred tax is calculated by the Company using the balance method for those time differences that occur between the tax base for assets and liabilities calculated and their accounting value, used for reporting in the individual financial statements.

Deferred tax is not recognized for the following time differences: initial recognition of commercial fund, initial recognition of assets and liabilities coming from transactions that are not combinations between enterprises and do not affect the accounting or fiscal profit and differences stemming from investment in branches, provided that these will not be rerun in the near future.

Deferred tax is calculated based on the taxation percentages that are expected to be applied to the time differences on their rerun, based on applicable law on the reporting date. Claims and debts with deferred tax are compensated only if there is the legal right to compensate current debts and liabilities with the tax and if these correspond to the tax collected by the same tax authority for the same entity undergoing taxation or for different tax authorities who want the deduction of current claims and liabilities with the tax using a net base or corresponding assets and debts are simultaneous.

A claim regarding deferred is recognized only to the extent the realization of future profit that might be used to cover fiscal loss is probable. The claim is revised at the conclusion of each financial year and is diminished as the corresponding fiscal benefit is unlikely to be achieved. Additional taxes that occur from the distribution of dividends are recognized on the same date with the dividend payment obligation.

(s) Result per share

The Company presents the result per basic share and diluted for ordinary shares. The result per basic share is determined by dividing the profit or loss assignable to the ordinary shareholders of the Company to the average weighted number of ordinary shares corresponding to the reporting period. Diluted result per share is ascertained through the adjustment of the profit or loss assignable to ordinary shareholders and the average, weighted number of ordinary shares with dilution effects generated by potential ordinary shares.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) Leasing Contracts

(i) Recognition and Evaluation

On the start date, a lessee must recognize an asset corresponding to the use right and a liability stemming from the leasing contract.

Initial evaluation of the asset corresponding to the use right

On the start date, a lessee must evaluate at cost the asset corresponding to the use right.

The cost of the asset corresponding to the use right must include:

- (a) the value of the initial evaluation of the liability that stems from the leasing agreement, according to the description in item 26 of IFRS 16;
- (b) any leasing payment made on the date the contract starts running or before this date, minus any *leasing incentive received*;
- (c) any *initial direct costs* borne by the lessee; and
- (d) an estimate of the costs that are to be paid by the lessee for the mounting and dismantling of the support-asset, for the restoration of the location where it is to be placed or for the brining of the support- asset to the condition imposed through the leasing contract terms and conditions, with the exception of the case when these costs are born for stock production. The lessee undertakes responsibility for these costs either at the start of the contract, or following the use of the support asset over a given period.

Initial evaluation of the liability stemming from the leasing contract

On the start date, a lessee must evaluate the liability stemming from the leasing contract at the updated value of the leasing payments that are not paid up to that date. Leasing payments must be updated using the *implicit interest rate in the leasing contract* method, if that installment can be immediately determined. If this installment cannot be immediately determined, the lessee must use the *marginal loan rate of the lessee*.

On the contract start date, the leasing payments included in the evaluation of the liability stemming from the leasing contract include the following payments corresponding to the use right on the support asset during the leasing contract, that are not paid on the contract start date:

- (a) *fixed payments*, minus any leasing incentive received ;
- (b) *variable leasing payments* that depend on an index of an installment, evaluated initially based on the index or installment on the contract start date;
- (c) forecast amounts owed by the lessee based on *guarantees corresponding to residual value*;
- (d) price to exercise a purchase option if the lessee has the reasonable certainty that he will exercise this option; and
- (e) payment of leasing contract cancellation penalties, if the duration of the leasing contract reflects the lessee's exercise of an option to cancel the leasing contract.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) Leasing Contracts (continued)

(ii) Ulterior evaluation

Ulterior evaluation of the asset corresponding to the use right

Following the start date, a lessee must evaluate the assets corresponding to the use right by applying the cost-based mode, with the exception of the case when it applies one of the evaluation models described under items 34 and 35 of IFRS16.

Cost-based model

In order to apply a cost-based model, a lessee must evaluate the assets corresponding to the use right at cost:

- (a) minus any accumulated amortization and any cumulated impairment losses; and
- (b) adjusted depending on any re-evaluations of the liability stemming from the leasing contract specified under item 36 letter (c) IFRS 16.

A lessee must apply the provisions regarding amortization in IAS 16 *Tangible Assets* when it amortizes the assets corresponding to the use right, that is object of a leasing contract that foresees the transfer of the ownership right on the support asset to the lessee by the end of the leasing contract duration.

Otherwise, the lessee must amortize the asset corresponding to the use right from the start date up to the first of the following the end of the *use life span* of the assets with the use right, and the end of the leasing contract.

A lessee must apply IAS 36 *Assets impairment* in order to determine if the asset corresponding to the use right is impaired and in to account in any identified impairment loss.

Ulterior evaluation of the liability stemming from the leasing contract

Following the contract start date, a lessee must evaluate the liability stemming from the leasing contract through:

- (a) the increase of the accounting value to reflect the interest associated to the liability stemming from the leasing contract;
- (b) reduction of accounting value to reflect the leasing payments made; and
- (c) re-evaluation of accounting value to reflect any re-evaluation or modification of the leasing contract or to reflect the fixed leasing payments revised.

The interest corresponding to the liability stemming from the leasing contract for each period of time during the contract duration must be the value that produces a constant interest rate for the rest of the debt stemming from the leasing contract.

Following the contract start date, a lessor must recognize both elements below in profit or loss, with the exception of the case when costs are included in the accounting value of an assets, in compliance with applicable standards:

- (a) interest corresponding to the liability stemming from the leasing agreement; and
- (b) variable leasing payments that are not included in the evaluation of the debt stemming from the leasing contract when the event or context riggering these payments occur.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) Leasing contracts (continued)

(iii) Re-evaluation of the liability stemming from the leasing contract

After the contract start date, a lessee must apply items 40-43 to re-evaluate the liability stemming from the leasing contract to reflect the modification of leasing payments. A lessee must recognize the value of the debt re-evaluation that stems from a leasing agreement as an adjustment of the assets with the use right. Still, if the accounting value of that asset is reduced to zero, and there is an additional reduction to the evaluation of the liability stemming from the leasing contract, a lessee must recognize any remaining value from re-evaluation in profit or loss.

A lessee must re-evaluate the liability stemming from the leasing contract through the update of revised leasing payments, using a revised update rate, in case:

- (a) there is a modification of the leasing contract value, or
- (b) there is a modification of the evaluation of an option to buy the support-asset. A lessee must determine the revised leasing payments in order to reflect the modification of the amount owed in compliance with the purchase option.

In the coming sections we present: the list of new standards, amendments and interpretation of already existent standards in force on 31st March 2019, the list of new standards, amendments and interpretation of standards adopted by the International Accounting Standard Board (IASB) and European Union (EU) not yet in force on 31st March 2019 and the list of new standards, amendments and interpretations of standards adopted by International Accounting Standards Board not yet adopted by the European Union, for the period of time concluded on 31st March 2019.

(u) Standards and interpretations that came into force in the current year

The following standards, amendments to existent standards and interpretations issued by the International Accounting Standard Board - "IASB" and adopted by the European Union („EU”) that came into force in the current year are applicable to the Company:

- IFRS 16 „Leasing” – adopted by European Union on 31st October 2017 (applicable for annual periods starting on or after 1st January 2019),
- Amendments to IFRS 9 „Financial Instruments” – advance payment with negative compensation characteristics – adopted by EU on 22nd March 2018 (applicable for annual periods, starting on or after 1st January 2019)
- IFRIC 23 „Uncertainty over income tax treatments” – adopted by EU on 23rd October 2019 (applicable for annual periods, starting on or after 1st January 2019).

The company considers that the adoption of these standards, revisions and interpretations has had no significant impact on its financial statements.

The Company adopted IFRS 16 on the date of its initial applicaiton 1st January 2019 (see explanatory note 3 for more details).

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(v) Standards and interpretations issued by IASB not yet adopted by EU

On the report date of the present financial statements, IFRS as adopted by the EU do not significantly differ from the regulations adopted by IASB, with the exception of the following standards, amendments and interpretations that are applicable to the Company whose application has not yet been approved by EU, up to the authorization date of the present financial statements:

- Amendments to IFRS 10 „Consolidated financial statements” and IAS 28 „Investments in associated companies and joint venture” Sale of or contribution with assets between an investor and associated entities, or joint ventures and its later amendments (the date of its coming into force was postponed for an undetermined period of time, until the completion of the research project regarding the equivalence method),
- Amendments to IAS 1 „Financial Statements Presentation” and IAS 8 „Accounting policies, accounting estimates changes and error correction” – definition of materiality (applicable for annual periods starting on or after 1st January 2020),
- Amendments to IAS 28 „ Investments in Associates and Joint Ventures” – Long-term interests in associates and joint ventures (applicable for annual periods starting on or after 1st January 2019),
- Amendments to various standards following the “Improvements of IFRS (cycle 2015-2017)” resulting from the annual project for IFRS improvement (IFRS 3, IFRS 11, IAS 12 and IAS 23) with the main purpose of eliminating inconsistencies and explaining certain issues (applicable for annual periods starting on or after 1st January 2019),
- Amendments of references to the Concept Framework in IFRS Standard (applicable for annual periods starting on or after 1st January 2020).

The company estimates that the adoption of these standards and amendments of existent standards will not have a significant impact on the its annual financial statements in the year when they will be applied for the first time.

MANAGEMENT OF SIGNIFICANT RISKS

The management of the Company thinks that risk management should be carried out in a consistent methodological environment and that their management is an important component of the strategy for yield maximization, obtaining the targeted level of profit while maintaining a reasonable level of risk exposure and abiding by legal provisions. The formalization of risk management procedures, decided by the management of the Company is an integral part of the Company's strategic objectives.

The investment activity leads to the exposure of the Company to a variety of risks associated with financial instruments held and the financial markets on which it operates. The main risks the Company is exposed to are:

- market risk (interest rate risk, currency risk and price risk);
- credit risk;
- liquidity risk;
- taxation risk;
- economic environment risk;
- operational risk.
- risk of capital inadequacy

The general risk management strategy aims to maximize the profit of the Company reported to the risk level that it is exposed to and minimize the potential adverse variants on the Company's financial performance.

The Company has implemented procedures and policies for the management and evaluation of the risks it is exposed to. These policies and procedures are presented under the sections dedicated for each individual risk type.

(a) Market Risk

Market risk is defined as the risk to register a loss or fail to achieve the expected profit, as a result of price fluctuation, fluctuation of interest rates and currency exchange rates.

For an efficient management of market risk we use technical and fundamental analysis methods, forecasts regarding the evolution of economic branches and financial markets, taking into consideration:

- profitability evaluations corresponding to the share portfolio;
- setting the concentration limitations for assets on the same market, geographical position or economic sector;
- setting the presence limitations on new markets;
- setting the bearable risk limits;
- tolerance to risk concentrations;
- strategic assignment of long-term investments, based on the principle according to which the market will correctly determine the fundamental value;
- tactical, short-term assignment which involves the use of the short-term market variations to obtain profit.

4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(a) Market Risk (continued)

The selection of investment opportunities is made through:

- technical analysis;
- fundamental analysis – determination of the issuer's ability to generate profit;
- comparative analysis – determining the relative value of an issuer in connection to the market or similar companies;
- statistical analysis – setting trends and colorations using price history and traded volumes

The company is exposed to the following market risk categories:

(i) Price Risk

Exposure to price risk consists in the possibility that the value of financial instruments fluctuate as a result of market price changes.

The Company is exposed to the risk associated with the price variation of financial assets at fair value through the profits or loss account and the financial assets evaluated at fair value through other overall result elements. 82% of total shares traded on an active market held by the Company on 31st March 2019 (31st December 2018: 81%) represented investments in companies included in the BET index of Bucharest Stock Exchange, index weighted with market capitalization and created in order to reflect the general trend of prices for the 10 most liquid shares traded on Bucharest Stock Exchange.

A positive or negative variation of 10% of financial assets at fair value through the profit and loss account would lead to an increase/decrease of profit before taxation of 29.110.338 lei (31st December 2018: 28.711.236 lei), a negative variation of 10% having an equal net value of opposite sign.

A positive or negative variation of 10% of the prices of financial assets available for sale evaluated at value through other overall result elements would lead to an increase/decrease of equity, net of profit tax, by 128.385.933 lei (31st December 2018: 121.054.589 lei), a negative variation of 10% having an equal net impact of contrary sign.

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(a) Market Risk (continued)

(i) Price Risk (continued)

The Company holds shares in companies operating in different fields of activity, as follows:

<i>In LEI</i>	31-Mar-19	%	31-Dec-18	%
Financial activities, banks and insurance	807,336,957	48.72%	766,069,017	48.79%
Natural gas industry	202,028,465	12.19%	177,813,028	11.32%
Transport, storage, communication	4,075,317	0.25%	4,094,067	0.26%
Chemical and oil industry	137,733,854	8.31%	115,356,925	7.35%
Real-estate development (promotion)	166,414,130	10.04%	166,414,130	10.60%
Textile industry	6,227,310	0.38%	6,227,310	0.40%
Pharmaceutical industry	42,646,570	2.57%	43,333,402	2.76%
Manufacture of cars, tools and equipment	47,735,402	2.88%	48,698,099	3.10%
Whole sale, tourism and restaurants	29,476,271	1.78%	29,481,781	1.88%
Manufacture of transportation means	114,599,435	6.92%	111,161,452	7.08%
Industry of metal constructions and metal products	7,534,619	0.45%	10,267,952	0.65%
Real-estate transactins, rental, other services	44,779,680	2.70%	44,779,680	2.85%
Agriculture, animal breeding, fishing	34,872,349	2.10%	34,872,349	2.22%
Food industry	7,810,237	0.47%	7,810,237	0.50%
Other	3,814,755	0.23%	3,814,755	0.24%
TOTAL	1,657,085,351	100.00%	1,570,194,184	100.00%

As it can be seen in the table above, on 31st March 2019 the Company mainly held shares in companies operating in the financial-banking and insurance field, with a weight of 48,72% of total portfolio, a decrease from the 48,79% weight registered on 31st December 2018. The company's exposure to Banca Transilvania is 43,97% on 31st March 2019 (44,10 % on 31st December 2018).

(ii) Interest Rate Risk

The Company is confronted with the interest rate risk because of its exposure to unfavorable interest rate fluctuations. The change of interest rate on the market directly influences the income and expenses corresponding to the assets and financial liabilities bearing variable interest, as well as the market value of those bearing fixed interest.

On 31st March 2019 and 31st December 2018, most of the Company's assets and liabilities are not bearing interest. Therefore, the Company is not significantly affected by the risk of interest fluctuations. Cash access or that of assimilated money availabilities is invested in short-time investment titles with a maturity of 1- 3 months.

The Company does not use derived financial instruments to protect itself from interest rate fluctuations.

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(a) Market Risk (continued)

(ii) Interest Rate risk (continued)

The following tables present the Company's exposure to interest rate risk.

<i>In LEI</i>	Accounting value	under 3 months	Between 3 and 12 months	Over 1 year	No pre-set maturity
31st March 2019					
Financial assets					
Cash and cash equivalents	1,143,706	1,143,706	-	-	-
Bank deposits	61,250,340	61,198,331	-	-	52,009
Financial assets at fair value through the profit or loss account	346,551,642	-	-	-	346,551,642
Financial assets assigned at fair value through other overall result elements	1,528,403,960	-	-	-	1,528,403,960
Bonds at amortized cost	7,863,593	100,976	8,820	7,753,797	-
Other financial assets at amortized cost	1,921,278	116,602	1,681,685	-	122,991
Total financial assets	1,947,134,519	62,559,616	1,690,505	7,753,797	1,875,130,602
Financial liabilities					
Dividends to pay	34,463,674	34,463,674	-	-	-
Financial liabilities at amortized cost	11,883,361	1,017,639	26,310	-	10,839,412
Liabilities from leasing contracts	1,043,811	82,112	252,084	709,615	-
Total liabilities	47,390,846	35,563,425	278,394	709,615	10,839,412

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(b) Market Risk (continued)

(ii) Interest Rate risk (continued)

<i>In LEI</i>	Accounting value	under 3 months	Between 3 and 12 months	Over 1 year	No pre-set maturity
31st December 2018					
Financial assets					
Cash and cash equivalents	278,239	278,239	-	-	-
Bank deposits	74,536,926	74,484,917	-	-	52,009
Financial assets at fair value through profit or loss account	341,800,429	-	-	-	341,800,429
Financial assets assigned at fair value through other elements of overall result	1,441,126,064	-	-	-	1,441,126,064
Bonds at amortized cost	7,821,978	215,781	8,820	7,597,377	-
Financial assets at amortized cost	8,556,152	7,399,102	1,099,600	-	57,450
Total financial assets	1,874,119,788	82,378,039	1,108,420	7,597,377	1,783,035,952
Financial liabilities					
Dividends to pay	34,768,768	34,768,768	-	-	-
Financial liabilities at amortized cost	12,140,530	1,440,530	10,700,000	-	-
Total financial liabilities	46,909,298	36,209,298	10,700,000	-	-

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(c) Market Risk (continued)

(ii) Interest Rate risk (continued)

The impact on the Company's net profit of a ± 100 bp modification of the interest rate corresponding to the interest rate for variable interest bearing assets and liabilities and expressed in other currencies, corroborated with a modification of ± 500 bp of the interest rate corresponding to variable interest bearing assets and liabilities is of 2.582.713 lei (31st December 2017: $\pm 3.158.146$ lei).

(iii) Currency Risk

The Currency risk is the risk of registering losses or failing to achieve estimated profit following the adverse fluctuations of the exchange rate. The Company is exposed to currency rate fluctuation, but does not have a formalized policy to cover currency risk. Most financial assets and liabilities of the Company are expressed in the national currency, the other currencies in which operations are made are EUR and USD.

Assets expressed in lei and other foreign currencies 31st March 2019 and 31st December 2018 are presented in the tables below.

<i>In LEI</i>	RON	EUR	USD	Other currencies
31st March 2019				
Financial assets				
Cash and cash equivalents	1,086,115	44,556	13,035	-
Bank deposits	59,757,196	1,493,144	-	-
Financial assets at fair value through profit or loss	344,925,642	1,626,000	-	-
Financial assets assigned at fair value through other elements of overall result	1,528,403,960	-	-	-
Bonds at amortized cost	91,740	7,771,853	-	-
Other financial assets at amortized cost	1,921,278	-	-	-
Total financial assets	1,936,185,932	10,935,553	13,035	-
Financial liabilities				
Dividends to pay	34,463,674	-	-	-
Financial liabilities at amortized cost	11,883,361	-	-	-
Liabilities from leasing contracts	-	1,043,811	-	-
Total financial liabilities	46,347,035	1,043,811	-	-

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(a) Market Risk (continued)

(iii) Currency Risk (continued)

<i>In LEI</i>	RON	EUR	USD	Other currencies
31st December 2018				
Financial assets				
Cash and cash equivalents	204,775	46,702	26,762	-
Bank deposits	73,307,983	1,228,943	-	-
Financial assets at fair value through profit or loss	340,179,852	1,620,577	-	-
Financial assets assigned at fair value through other overall result elements	1,441,126,064	-	-	-
Bonds at amortized cost	94,740	7,727,238	-	-
Other financial assets at amortized cost	8,556,152	-	-	-
Total financial assets	1,863,469,565	10,623,460	26,762	-
Financial liabilities				
Dividends to pay	34,768,768	-	-	-
Financial liabilities at amortized cost	12,140,530	-	-	-
Total financial liabilities	46,909,298	-	-	-

The net impact on the Company's profit of a modification of $\pm 15\%$ of RON/EUR currency exchange rate, corroborated with a modification of $\pm 15\%$ of RON/USD, on 31st March 2019, all other variables remaining constant is 1.485.716 lei (31st December 2018: of $\pm 1.597.533$ lei).

(b) Credit Risk

The Company is exposed to the credit risk corresponding to financial instruments, stemming from the possible failure of a third party to meet its payment obligations towards the Company. The Company is exposed to credit risk following the investment made in bank deposits and bonds issued by municipalities or companies, current accounts and other claims.

On 31st March 2019 and 31st December 2018 the Company did not hold real guarantees as insurance, or other credit rating improvements. On 31st March 2019 and 31st December 2018 the Company did not register any outstanding financial assets that are not impaired.

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(b) Credit risk

The maximum exposure to credit risk of the Company amounts to 72.178.918 lei on 31st March 2019 to 2018, to 91.193.295 lei on 31st December 2018 and can be analyzed as follows:

Exposures from current accounts and bank deposits

<i>In LEI</i>	March 31, 2019	Dec 31, 2018
Banca Transilvania	2,472,877	26,829,251
BRD - Group Societe Generale	3,036,189	11,041,535
UniCredit Bank	23,427,958	36,875,795
Eximbank	33,324,910	12,671
Other commercial banks	127,249	53,210
Total bank deposits	62,389,183	74,812,462
Cash	4,863	2,703
Total current accounts and bank deposits	62,394,046	74,815,165

Exposures from bonds at amortized cost

<i>In LEI</i>	31st March 2019	31st December 2018
Bacau municipal bonds	91,740	94,740
Banca Transilvania Bonds	7,771,853	7,727,238
Total	7,863,593	7,821,978

Financial assets at amortized cost

<i>In LEI</i>	31st March 2019	31st December 2018
AAAS București	54,952,612	54,952,612
Casa S.A. Bacau	-	-
Ministry of finance - litigious rights	-	2,415,314
Central Depository	649,707	645,912
Minerva S.A.	-	3,870,192
Other various debtors and commercial claims	1,988,838	2,342,001
Other financial assets at amortized cost	57,450	57,450
Ajustări pentru depreciere	(55,727,329)	(55,727,329)
Total	1,921,278	8,556,152

4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(c) Liquidity Risk

Liquidity risk represents the risk of registering a loss or failure to reach estimated profits, resulting from the impossibility to at any time fulfill short-term payment obligations, without this payment involving excessive costs or losses that cannot be borne by the Company.

The Company's financial instruments can also include investments in shares that are not traded on an organized market and consequently may have a reduced liquidity. Therefore, the Company might have difficulty in the rapid liquidation of investments in these instruments at a value close to that ascertained based on the calculation method for net assets for financial investment companies foreseen by Regulation no.9/2014 issued by FSA to meet own liquidity requirements.

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(c) Liquidity risk (continued)

The structure of assets and liabilities has been analyzed based on the remaining period from the balance date until the contractual maturity date, both for financial year concluded on 31st March 2019, and the financial year concluded on 31st December 2018, as follows:

<i>In LEI</i>	Accounting value	under 3 months	Between 3 and 12 months	Over 1 year	No pre-set maturity
31st March 2019					
Financial assets					
Cash and cash equivalents	1,143,706	1,143,706	-	-	-
Bank deposits	61,250,340	61,198,331	-	-	52,009
Financial assets at fair value through profit or loss account	346,551,642	-	-	-	346,551,642
Financial assets assigned at fair value through other elements of overall result	1,528,403,960	-	-	-	1,528,403,960
Bonds at amortized cost	7,863,593	100,976	8,820	7,753,797	-
Other financial assets at amortized cost	1,921,278	116,602	1,681,685	-	122,991
Total financial assets	1,947,134,519	62,559,616	1,690,505	7,753,797	1,875,130,603
Dividends to pay					
Dividends to pay	34,463,674	34,463,674	-	-	-
Financial liabilities at amortized cost	11,883,361	1,017,639	26,310	-	10,839,412
Liabilities from leasing agreements	1,043,811	82,112	252,084	709,615	-
Total financial liabilities	47,390,846	35,563,425	278,394	709,615	10,839,412

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4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(c) Liquidity risk (continued)

<i>In LEI</i>	Accounting value	Unter 3 months	Between 3 and 12 months	Over 1 year	No pre-set maturity
31st December 2018					
Financial assets					
Cash and cash equivalents	278,239	278,239	-	-	-
Bank deposits	74,536,926	74,484,917	-	-	52,009
Financial assets at fair value through the profit or loss account	341,800,429	-	-	-	341,800,429
Financial assets assigned at fair value through other overall result elements	1,441,126,064	-	-	-	1,441,126,064
Bonds at amortized cost	7,821,978	215,781	8,820	7,597,377	-
Other assets at amortized cost	8,556,152	7,399,102	1,099,600	-	57,450
Total financial assets	1,874,119,788	82,378,039	1,108,420	7,597,377	1,783,035,953
Financial liabilities					
Dividends to pay	34,768,768	34,768,768	-	-	-
Financial liabilities at amortized cost	12,140,530	1,440,530	10,700,000	-	-
Dividends to pay	-	-	-	-	-
Financial liabilities at amortized cost	46,909,298	36,209,298	10,700,000	-	-

4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(d) Taxation Risk

The tax system in Romania is subjected to various interpretations and permanent changes that can be retroactive. In certain circumstances, tax authorities might adopt different positions than those of the Company and might calculate tax interest and penalties. Although the tax corresponding to a transaction can be minimal, the penalties can be large, depending on the interpretation of tax authorities.

Moreover, Romania's Government has under its supervision a series of agencies that are authorized to control both the Romanian and foreign entities carrying out activities in Romania. These verifications are largely similar to those carried out in many countries but might also extend over some legal or regulating areas in which the Romanian authorities might be interested.

The statements regarding taxes and levies might be subjected to control and revisions over a period of five years and in general after the date of their submission. According to legal provisions applicable in Romania, the already controlled periods can be subjected to other additional verifications in the future.

The management of the Company considers that it has registered correct values in the tax accounts, taxes and other debts to the state, nevertheless there is a risk that the authorities might have a different position than that of the Company.

Starting with the 1st January 2007, following Romania's entering the European Union, the Group had to subject itself to tax regulations of the European Union and implement the changes brought by the European legislation. The way in which the Company has implemented these changes remains open for tax audit for a period of five years.

The last verification of the Ministry of Public Finance the Company was subjected to covered the period up to 1st January 2010. Therefore, the debts of the Company from this date on could be the object of a later verification.

(e) Economic environment risk

The Romanian economy continues to exhibit the characteristics that are specific for an emerging economy and there is a significant degree of uncertainty regarding the development of the political, economic and social development in the future. The Management of the Company is concerned with forecasting the nature of the changes that will take place in the Romanian economic environment and their effect of the financial statement of the Company.

Among the characteristics of Romanian economy we have the presence of a currency that is not fully convertible outside the borders and a low liquidity degree of the capital market.

The management of the Company cannot predict all effects of the crisis that will have an impact on the financial sector of Romania, nor their potential impact on the present financial statements. The management of SIF Moldova considers that it has adopted all necessary measures for the sustainability and development of the Company under current market conditions.

4. MANAGEMENT OF SIGNIFICANT RISKS (continued)

(f) Operational Risk

Operational risk is defined as the risk of registering a loss or failure to reach estimated profits due to internal factors such as improper running of internal activities, the existence of improper staff or systems or because of external factors such as economic conditions, capital market changes, and technological progresses. Operational risk is inherent for all activities of the Company.

The policies defined in order to manage operational risks have taken into consideration each type of event that could generate significant risks and their method of manifestation, in order to eliminate or lower the financial or reputational risks.

(g) Capital Adequacy

Although the Company is not the object of legal requirements concerning capital adequacy, the management's policy concerning capital adequacy is focused on maintaining a solid capital base, for the purpose of supporting the continuous development of the Company and reaching investments objectives.

The Company's equity includes the share capital, various types of reserves and reported result. Equity amounted to 1.814.571.531 lei on 31st March 2019 (31st December 2018: 1.749.478.749 lei).

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5. FINANCIAL ASSETS AND LIABILITIES

The table below summarizes accounting values and fair values of the financial assets and liabilities of the Company on **31ST March 2019**:

<i>In LEI</i>	Financial assets at fair value through profit or loss	Financial assets evaluated at fair value through other overall result elements	Amortized cost	Total accounting value	Fair value
Cash and Cash equivalents	-	-	1,143,706	1,143,706	1,143,706
Bank deposits	-	-	61,250,340	61,250,340	61,250,340
Financial assets at fair value through the profit or loss account	346,551,642	-	-	346,551,642	346,551,642
Financial assets assigned at fair value through other overall result elements	-	1,528,403,960	-	1,528,403,960	1,528,403,960
Bonds at amortized cost	-	-	7,863,593	7,863,593	7,863,593
Other assets at fair cost	-	-	1,921,278	1,921,278	1,921,278
Total financial assets	346,551,642	1,528,403,960	72,178,917	1,947,134,519	1,947,134,519
Dividends to pay	-	-	34,463,674	34,463,674	34,463,674
Financial liabilities at amortized cost	-	-	11,883,361	11,883,361	11,883,361
Liabilities from leasing agreements	-	-	1,043,811	1,043,811	1,043,811
Total financial liabilities	-	-	47,390,846	47,390,846	47,390,846

For financial assets and liabilities at amortized cost there is no difference between fair value and accounting value, since these are current assets/liabilities that have high eligibility. For bonds at amortized cost the company analyzed the fair value of bonds on 31st December 2018 and concluded that there are no significant differences between fair value and amortized cost or impairment indexes.

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5. FINACIAL ASSETS AND LIABILITIES (continued)

The table below summarizes accounting values and fair values of the financial assets and liabilities of the Company on **31st December 2018:**

<i>In LEI</i>	Financial assets at fair value through the profit or loss account	Financial assets evaluated at fair value through other elements of overall result	Amortized cost	Total accounting value	Fair value
Cash and cash equivalents	-	-	278,239	278,239	278,239
Bank deposits	-	-	74,536,926	74,536,926	74,536,926
Financial assets at fair value through profit or loss acc.	341,800,429	-	-	341,800,429	341,800,429
Financial assets assigned at fair value through other overall result elements	-	1,441,126,064	-	1,441,126,064	1,441,126,064
Bonds at amortized cost	-	-	7,821,978	7,821,978	7,821,978
Other financial assets at amortized cost	-	-	8,556,152	8,556,152	8,556,152
Total financial assets	341,800,429	1,441,126,064	91,193,295	1,874,119,788	1,874,119,788
Dividends to pay	-	-	34,768,768	34,768,768	34,768,768
Financial liabilities at amortized cost	-	-	12,140,530	12,140,530	12,140,530
Total financial liabilities	-	-	46,909,298	46,909,298	46,909,298

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6. REVENUE FROM DIVIDENDS

Revenue from dividends are entered at gross value. The taxation quota for the dividends corresponding to the period concluded on 31st March 2019 have been between 5% and zero (2018: 5% and zero).

<i>In Lei</i>	March 31, 2019	March 31, 2018
Alro Slatina	1,525,200	-
Other	26,262	8,490
Total	1,551,462	8,490

7. REVENUE FROM INTEREST

<i>In Lei</i>	March 31, 2019	March 31, 2018
Revenue from interest corresponding to bank deposits and current bank accounts	397,795	102,138
Revenue from interest corresponding from bonds at amortized cost	115,616	112,769
Total	513,411	214,907

8. a) OTHER OPERATIONAL REVENUE

<i>In Lei</i>	March 31, 2019	March 31, 2018
Revenue from rents	240,730	188,417
Revenue from recovered claims	11,488	-
Other operational revenue	500	24,085
Total	252,718	212,502

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8. b) OTHER REVENUE, NET

<i>In Lei</i>	March 31, 2019	March 31, 2018
Revenue from cession of litigious rights (Textile Oltul compensation) Ministry of Finance	443,500	434,137
Other revenue	193	16,242
Gain from currency rate differences	192,002	-
Total	635,695	450,379

9. NET GAIN FROM ASSET SALE

<i>In Lei</i>	March 31, 2019	March 31, 2018
Net gain/ (net loss) from the sale of financial assets evaluated at fair value through the profit or loss account	882	365,600
Total	882	365,600

10. NET LOSS/REVENUE FROM THE REEVALUATION OF ASSETS AT FAIR VALUE THROUGH THE PROFIT OR LOSS ACCOUNT

<i>In Lei</i>	March 31, 2019	March 31, 2018
Net gain /(profit) from the re-evaluation of financial assets evaluated at fair value through the profit or loss account	4,772,386	5,557,672
Total	4,772,386	5,557,672

11. LOSSES/(DEPRECIATION RE-RUN) FROM ASSETS DEPRECIATION

<i>In Lei</i>	March 31, 2019	March 31, 2018
Losses / (re-run) of impairment from the impairment of other financial assets	-	20,226
Total	-	20,226

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11. a) Re-un/(setup) of provisions for risks and expenses

<i>In Lei</i>	March 31, 2019	March 31, 2018
Re-run / (set-up) of provisions for risks and expenses	1,000,002	-
Total	1,000,002	-

12. OTHER OPERATIONAL EXPENSES

<i>In Lei</i>	March 31, 2019	March 31, 2018
Expenses with wages, indemnities, contributions and other expenses with staff	4,138,560	3,579,753
Expenses with external services	641,053	818,171
Expenses with commissions	735,013	922,287
Expenses with protocol, advertising and publicity	42,165	50,984
Other operational revenue	575,752	525,086
Audit and consultancy services	100,927	123,286
Total	6,233,471	6,019,567

13. PROFIT TAX

<i>In LEI</i>	March 31, 2019	March 31, 2018
Current profit tax		
Current profit tax (16%)	601,248	1,504,038
Dividend tax (5%)	76,260	-
	677,508	1,504,038
Deferred profit tax		
Financial assets	-	(981,966)
	-	(981,966)
Total	677,508	522,072

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13. PROFIT TAX (continued)

<i>In LEI</i>	March 31, 2019	March 31, 2018
Profit before taxation	<u>2,372,292</u>	<u>807,269</u>
Tax in compliance with statutory taxation rate of 16% (2017: 16%)	379,567	129,163
Effect on profit tax of:		
Non-deductible expenses	1,313,369	414,017
Non-taxable revenue	(970,543)	(486,858)
Registrations / re-runs of time differences	(121,145)	465,750
Other elements	-	-
Dividend tax (5%)	76,260	-
Profit tax	<u>677,508</u>	<u>522,072</u>

On determining the tax result, the management and administration expenses as well as other common expenses are taken into account, weighted with the non-taxable revenue in the total revenue registered by the company.

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14. CASH AND CASH EQUIVALENTS

The current accounts opened with banks are permanently at the Company's disposal and are not restricted.

<i>In LEI</i>	March 31, 2019	December 31, 2018
Cash	4,863	2,703
Current account	1,138,843	275,536
Cash and cash equivalents	1,143,706	278,239

15. BANK DEPOSITS

<i>In LEI</i>	March 31, 2019	December 31, 2018
Term deposits	61,148,042	74,365,922
Attached claims	50,290	118,995
Collateral deposits (guarantees)	52,009	52,009
Total bank deposits	61,250,340	74,536,926

The bank deposits are permanently available for the Company and are not restricted.

16. FINANCIAL ASSETS

a) *Financial assets at fair value through the profit or loss account*

<i>In Lei</i>	March 31, 2019	December 31, 2018
Fund units	217,870,251	212,732,309
Shares	128,681,391	129,068,120
Total	346,551,642	341,800,429

b) *Financial assets at fair value through other overall result elements*

<i>In Lei</i>	March 31, 2019	December 31, 2018
Fair -value evaluated shares	1,528,403,960	1,441,126,064
Total	1,528,403,960	1,441,126,064

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16. FINANCIAL ASSETS (continued)

b) Financial assets evaluated at fair value through other elements of overall result (continued)

On 31st March 2019 and 31st December 2018 the category of fair value evaluated shares includes mainly the value of the shares held in Banca Transilvania, OMV, Aerostar, Romgaz, SNTGN Transgaz. The evaluation of shares at fair value was made by multiplying the number of shares held on the balance date with the closing price on the last trading day of the reporting period. The movement of financial assets on 31st March 2019 and 31st December 2018 is presented in the following table:

<i>În LEI</i>	Financial assets assigned at fair value through other overall result elements	Financial assets evaluated at estimated fair value through other overall result elements	Fund units	Total	Financial assets evaluated at fair value through the profit or loss account
January 1, 2018	1,460,906,544	5,278,482	145,637,511	1,611,822,537	204,732,623
Transfer from financial assets evaluated at fair value through other overall result elements (FSA per IAS 39) to acfinancial assets at fair value through profit or loss (<i>FVTPL - IFRS 9</i>)	(121,555,043)	(351,506)	(145,637,511)	(267,544,060)	267,544,060
Transfer from fair value evaluated financial assets through profit or loss (HFT as per IAS 39) to financial assets evaluated at fair value through other elements of overall result (<i>FVTOCI - IFRS 9</i>)	178,961,930	-	-	178,961,930	(178,961,930)
Exits during the period	(221,284,986)	(2,323,486)	-	(223,608,472)	(34,055,942)
Entries during the period	123,806,476	-	-	123,806,476	98,742,380
Transfer from fair value evaluated financial assets through profit or loss (HFT as per IAS 39) to financial assets evaluated at fair value through other elements of overall result (FVTOCI - IFRS 9)	2,603,490	(2,603,490)	-	-	-
Fair value modificaiton	17,687,654	-	-	17,687,654	(16,338,454)
Gain from FVTPL sale	-	-	-	-	137,691
December 31, 2018	1,441,126,064	-	-	1,441,126,064	341,800,429
Exits during the period	(31,003)	-	-	(31,003)	(22,055)
Entries during the period	12,746,762	-	-	12,746,762	-
Transfer between categories	-	-	-	-	-
Fair value modificaiton	74,562,137	-	-	74,562,137	4,772,386
Gain from FVTPL sale	-	-	-	-	882
March 31, 2019	1,528,403,960	-	-	1,528,403,960	346,551,642

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16. ACTIVE FINANCIARE (continued)

c) Bonds at amortized cost

<i>In lei</i>	March 31, 2019	December 31, 2018
Corporate bonds	7,771,853	7,727,238
Municipal bonds	91,740	94,740
Total	7,863,593	7,821,978

d) Fair value hierarchy

The table below analyses the financial instruments registered at fair value, depending on the method of evaluation. The fair value levels depending on the entries date in the evaluation model, have been defined as follows:

- Level 1: quoted (unadjusted) prices on active markets for identical assets or liabilities
- Level 2: entries, other than quoted prices included in Level 1 that are observable for assets or liabilities: either directly (e.g. prices) or indirectly (e.g. price derivatives)
- Level 3: entries for assets or liabilities that are not based on market observable data (non-observable entries).

March 31, 2019

<i>In LEI</i>	Level 1	Level 2	Level 3	Total
Financial assets at fair value through the profit or loss account	270,044,877	-	76,506,765	346,551,642
Financial assets assigned at fair value through other overall result elements	1,262,723,792	-	265,680,168	1,528,403,960
Total	1,532,768,670	-	342,186,933	1,874,955,603

December 31, 2018

<i>In LEI</i>	Level 1	Level 2	Level 3	Total
Financial assets at fair value through the profit or loss account	265,299,087	-	76,501,342	341,800,429
Financial assets assigned at fair value through other overall result elements	1,175,414,893	-	265,711,171	1,441,126,064
Total	1,440,713,980	-	342,212,513	1,782,926,493

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16. FINANCIAL ASSETS (continued)

d) Fair value hierarchy (continued)

Level 3 Fair Value modification

<i>In LEI</i>	March 31, 2019	December 31, 2018
Balance on 1st January	342,212,513	278,967,562
Total gain /(loss) recognized in profit or loss	5,423	5,706,413
Total gain /(loss) recognized in other overall result elements	-	14,974,498
Purchases	-	89,124,750
Purchases	(31,003)	(46,630,569)
Sales	-	69,860
Transfers		
Balance on March 31, 2019 / December 31, 2018	342,186,933	342,212,513

In 2019 the company has ranked into Level 1 of title evaluation measured based on the closing prices on BVB markets on the last trading day. In this level fund units are included, measured based on unitary value of net assets certified by the fund depository.

Holdings classified under level 3 have been evaluated by independent evaluators, based on financial information supplied by the departments with monitoring function, using evaluation techniques that maximize the use of relevant observable entry data and minimize the use of non-observable entry data, under the management's supervision and revision, making sure that all data at the base of the evaluation reports are correct and adequate. Holdings that have not been subjected to evaluation are entered under level 3 their amount being insignificant.

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16. FINANCIAL ASSETS (continued)

d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st March 2019	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Unlisted minority holdings	5,182,589	market approach comparable comparable companies method (based on invested capital /EBITDA multiple)	EV/EBITDA multiple: 5,4 – 11,7 Lack of liquidity discount:12% – 16,8%	The higher the EBITDA multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted minority holdings	2,886,900	Market approach, comparable companies method (based on equity / accounting value multiple)	P/BV multiple: 1 Lack of liquidity discount:9,6%	The higher the P/BV multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
unlisted illiquid minority holdings	12,336,386	Market approach, comparable companies method (based on invested capital/ turnover multiple)	EV/CA multiple: 1,1 Lack of liquidity discount: 30%	The higher the EV/CĂ multiple, the higher the fair value The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings	1,850,000	Market approach, based on comparable companies method (based on equity / net profit multiple)	Multiplul Pret/Profit net: 7,5 Lack of liquidity discount:16,6%.	The higher the Price/net profit multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings	345,100	Market approach, on comparable companies mehod(equity multiple/ equity)	Multiplul Pret/Capital propriu: 0,78 Lack of liquidity discount:16,6%.	The higher the Price/equity multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted majority holdings	34,872,349	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 9,4% Lack of liquidity discount:20,7% Long-term revenue increase rate: 0,6%	The lower the average weighted cost of capital, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value. The higher the long-term revenue interest rate, the higher the fair value.

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16. FINANCIAL ASSETS (continued)

d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st March 2019	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Unlisted minority holdings	10,276,921	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 8%-14%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of control discount: 7,7%-13,8	The lower the lack of control discount, the higher the fair value
			Lack of liquidity discount: 9,6%-16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 1%- 2,5%	Cu cât rata de creștere a veniturilor pe termen lung este mai mare, cu atât valoarea justă este mai mare.
Listed, illiquid majority holdings	34,635,500	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 12,8%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of liquidity discount: 16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 3%	The higher the long-term revenue increase rate, the higher the fair value.
Listed illiquid minority holdings	71,799,078	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 10,3%-13,3%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of control discount: 7,7%-14%	The lower the lack of control discount, the higher the fair value.
			Lack of liquidity discount: 10%-16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 1%- 2,5%	The higher the long-term revenue increase rate, the higher the fair value.

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16. FINANCIAL ASSETS (continued)
d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st March 2019	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Listed illiquid majority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	12,578,390	Assets approach- summing method or corrected net asset method	Market value of equity reported to their accounting value: 4 Lack of liquidity discount: 9,6%	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	1,808,378	Assets approach- summing method or corrected net asset method	Equity market value reported to their accounting value: 0,5-0,85 Lack of control discount: 9,3%-28,4% Lack of liquidity discount:9,6%-14,7%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of control discount, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted majority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	148,050,888	Assets approach- summing method or corrected net asset method	Market value of equity reported to their accounting value:0,7-1 Lack of liquidity discount: 0%-24,4%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted minority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	5,563,167	Market value of equity reported to their accounting value:	Market value of equity reported to their accounting value:0,5-5,7 Lack of control discount: 9,3%-20,4% Lack of liquidity discount: 9,6%-15%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of control discount, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed minority holdings	1,287	Cost	Fair values for these holdings have been considered to be those previously used due to the limited information and limitations identified in the evaluated approaches, due to constant historic losses.	
Total	342,186,933			

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16. FINANCIAL ASSETS (continued)

d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st December 2018	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Unlisted minority holdings	5,182,589	market approach comparable comparable companies method (based on invested capital /EBITDA multiple)	EV/EBITDA multiple: 5,4 – 11,7 Lack of liquidity discount:12% – 16,8%	The higher the EBITDA multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted minority holdings	2,886,900	Market approach, comparable companies method (based on equity / accounting value multiple)	P/BV multiple: 1 Lack of liquidity discount:9,6%	The higher the P/BV multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
unlisted illiquid minority holdings	12,336,386	Market approach, comparable companies method (based on invested capital/ turnover multiple)	EV/CA multiple: 1,1 Lack of liquidity discount: 30%	The higher the EV/CĂ multiple, the higher the fair value The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings	1,850,000	Market approach, based on comparable companies method (based on equity / net profit multiple)	Multiplul Preț/Profit net: 7,5 Lack of liquidity discount:16,6%.	The higher the Price/net profit multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings	345,100	Market approach, on comparable companies mehod(equity multiple/ equity)	Multiplul Preț/Capital propriu: 0,78 Lack of liquidity discount:16,6%.	The higher the Price/equity multiple, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted majority holdings	34,872,349	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 9,4% Lack of liquidity discount:20,7% Long-term revenue increase rate: 0,6%	The lower the average weighted cost of capital, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value. The higher the long-term revenue interest rate, the higher the fair value.

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16. FINANCIAL ASSETS (continued)
d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st December 2018	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Unlisted minority holdings	10,276,921	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 8%-14%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of control discount: 7,7%-13,8	The lower the lack of control discount, the higher the fair value
			Lack of liquidity discount:9,6%-16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 1%- 2,5%	Cu cât rata de creștere a veniturilor pe termen lung este mai mare, cu atât valoarea justă este mai mare.
Listed, illiquid majority holdings	34,635,500	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 12,8%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of liquidity discount:16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 3%	The higher the long-term revenue increase rate, the higher the fair value.
Listed illiquid minority holdings	71,799,078	Revenue approach– updated cash flow cash flow method	Weighted average cost of capital 10,3%-13,3%	The lower the average weighted cost of capital, the higher the fair value.
			Lack of control discount: 7,7%-14%	The lower the lack of control discount, the higher the fair value.
			Lack of liquidity discount:10%-16,6%	The lower the lack of liquidity discount, the higher the fair value.
			Long-term revenue increase rate: 1%- 2,5%	The higher the long-term revenue increase rate, the higher the fair value.

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16. FINANCIAL ASSETS (continued)
d) Fair value hierarchy (continued)

Financial assets	Fair value on 31st December 2018	Evaluation technique	Non-observable entry data, value intervals	Relationship between non-observable entry data and fair value
Listed illiquid majority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	12,578,390	Assets approach- summing method or corrected net asset method	Market value of equity reported to their accounting value: 4 Lack of liquidity discount: 9,6%	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed illiquid minority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	1,808,378	Assets approach- summing method or corrected net asset method	Equity market value reported to their accounting value: 0,5-0,85 Lack of control discount: 9,3%-28,4% Lack of liquidity discount:9,6%-14,7%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of control discount, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted majority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	148,050,888	Assets approach- summing method or corrected net asset method	Market value of equity reported to their accounting value:0,7-1 Lack of liquidity discount: 0%-24,4%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of liquidity discount, the higher the fair value.
Unlisted minority holdings (holding-type or that intend to liquidize a significant percentage of property assets)	5,563,167	Market value of equity reported to their accounting value:	Market value of equity reported to their accounting value:0,5-5,7 Lack of control discount: 9,3%-20,4% Lack of liquidity discount: 9,6%-15%.	In the balance, the accounting value is identified through equity. The lower the resulted price/ accounting value, the lower the fair value. The lower the lack of control discount, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value.
Listed minority holdings	1,287	Cost	Fair values for these holdings have been considered to be those previously used due to the limited information and limitations identified in the evaluated approaches, due to constant historic losses.	
Total	342,186,933			

16. Financial Assets (continued)

d) Fair value hierarchy (continued)

The main non-observable entry date are:

Revenue multiple: this is an instrument used to evaluate companies based on the market comparison with similar, listed companies. The estimation of a company based on turnover is useful when the profit value is influenced by elements that are not connected to the normal course of business. The turnover is the profit and loss account indicator that is the hardest to be influenced by accounting policies, which recommends its being used as a multiple.

EBITDA Multiple: is the most relevant multiple used in the evaluation of a holding and it is calculated using the information available for comparable listed companies (with the same geographic location, extent of industrial sector, target markets as well as other factors that the evaluators consider relevant). Trading multiples for comparable companies are determined by dividing the company value to the corresponding EBITDA indicator and through the later application of discounts, from grounds such as lack of liquidity and other differences between the analyzed and evaluated company.

Price/ Accounting value : this indicator evaluates the market price of a company in relation with its equity (net assets). This indicator reflects the ratio that investors are willing to pay for the net asset per share value. P/BV ratio significantly varies, depending on the field of activity. A company that required more assets (for example a manufacture company with manufacture area and equipment) will need a significantly lower accounting Price /value of equity, than one whose revenue comes from service delivery (for example a consultancy company).).

Average weighted cost of capital: represents the company capital cost in nominal terms (including inflation) based on the "Capital Asset Pricing Model". All capital sources – shares, bonds and other long-term liabilities are included in the calculation of the average weighted cost of capital.

Lack of control discount: represents the discount applied to reflect the absence of control and is used in the updated cash flow method, in order to determine the value of the minority holding in the capital of the evaluated company.

Lack of liquidity discount: represents the discount applied to comparable market multipliers, in order to reflect liquidity differences between the company in the portfolio subjected to evaluation and the comparable companies considered. The evaluators estimate the discount for lack of liquidity based on their professional judgment, taking into consideration the market conditions regarding liquidity and factors that are specific for the evaluated company.

In case of holdings that are part of holding-type companies, the evaluation model has been determined by adding up the market value of assets and liabilities, namely their accounting values adjusted following subsequent evaluations to which the revenue approach was applied. Through this method the value of equity was directly determined for majority holdings of the holding type.

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16. FINANCIAL ASSETS (continued)

e) Reserve from the re-evaluation at fair value of financial assets shares evaluated at fair value through other elements of overall result, net of deferred tax

<i>In LEI</i>	March 31, 2019	December 31, 2018
On January 1st	524,449,576	657,887,603
Net impact on reserve of the adoption of IFRS 9	-	(103,082,150)
Gross gain from the re-evaluation of financial assets assigned at fair value through other elements of overall result (FVTOCI)	74,562,137	16,305,272
Deferred tax corresponding to the gain from FVTOCI re-evaluation	(11,393,512)	(3,459,864)
Net gain from FVTOCI re-evaluation	63,168,625	12,845,408
Net loss/ (gain) corresponding to the transfer to reported result account following FVTOCI sale	85,293	(43,201,285)
On March 31, 2019/ December 31, 2018	587,703,495	524,449,576

The loss of 85.293 lei, recorded during 2019 is the result of the cancellation of issuer Depozitarul Sibex S.A.

17. REAL-ESTATE INVESTMENTS

<i>In lei</i>	March 31, 2019	December 31, 2018
Balance on January 1	3,505,273	3,505,273
Increase/decrease of real-estate investments	-	-
Balance on March 31, 2019 / December 31, 2018	3,505,273	3,505,273

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18 a) TANGIBLE AND INTANGIBLE ASSETS

The company has re-evaluated the lands and constructions held on 31st December 2016 and is to re-evaluate them on 31st December 2019.

Gross accounting value	1-Jan-19	Increases	Reductions / reclassifications	31-Mar-19
Intangible assets				
Intangible assets	2,114,849	9,294	-	2,124,143
Total	2,114,849	9,294	-	2,124,143
Tangible assets				
Lands	563,193	-	-	563,193
Constructions	8,413,351	3,570	-	8,416,921
Equipment	1,570,874	19,032	-	1,589,906
Transportation means	697,693	-	-	697,693
Other fixed means	146,776	5,414	-	152,190
Current tangible assets	-	3,910	3,570	340
Total	11,391,887	31,926	3,571	11,420,243
Cummulated amortization				
intangible assets				
Intangible assets	2,088,126	4,900	-	2,093,026
Total	2,088,126	4,900	-	2,093,026
Tangible assets				
Constructions	796,907	87,461	-	884,368
Equipment	1,368,469	30,721	-	1,399,190
Transportation means	643,550	14,766	-	658,316
Other fixed means	121,520	2,237	-	123,757
Total	2,930,446	135,185	0	3,065,631
Net accounting value	8,488,164			8,385,729
Intangible assets	26,723			31,117
Tangible assets	8,461,441			8,354,612

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18 b) ASSETS AND LIABILITIES STEMMING FROM LEASING CONTRACTS

Assets representing use rights for support assets

<i>In Lei</i>	<u><i>Transportation means</i></u>
<i>Balance on January 1, 2019</i>	-
Recognition of other assets	1,579,211
Amortization corresponding to the previous period	(312,943)
<i>Balance on January 1, adjusted</i>	<i>1,266,268</i>
Amortization in the period	(98,700)
	<hr/>
<i>Balance on March 31, 2019</i>	<i>1,167,568</i>

Liabilities from leasing contracts

Analysis of the non-discounted leasing contract maturity

<i>In Lei</i>	March 31, 2019
Under 1 year	305,447
over 1 year	898,906
	<hr/>
Total liabilities from non-discount leasing contracts	<u>1,204,353</u>

Liabilities from the leasing contract recognized in the financial position statement on 31st March 2019

<i>In lei</i>	March 31, 2019
Under 1 year	334,196
Over 1 year	709,615
	<hr/>
Total	<u>1,043,811</u>

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18 b) ASSETS AND LIABILITIES STEMMING FROM LEASING CONTRACTS
(continued)

Amounts recognized in the profit or loss account in the reporting period

<i>In Lei</i>	March 31, 2019
Amortization expenses	(98,701)
Expense for the interest corresponding to the debt stemming from the leasing contract	(19,704)
Currency exchange differences corresponding to leasing payments	(2,388)
Revenue from the subcontracting of assets corresponding to the use right	7,598
Total	(113,195)

Following the adoption of IFRS 16 starting on 01st January 2019 the Company recognized in the balance both an asset and a liability that stem from running leasing contracts. The object of the leasing contracts is the use of transportation means, the contracts being concluded for a period of 4 years, the last installment being in 2022. The contracted goods are returned at the end of the contracts, without the option to purchase them. The company estimated the present value of the leasing contracts based on a loan interest rate of 7% based on similar information on the market, as the contracts do not specify the value of interest included in the leasing installment. Leasing payments represent the lei value of the contractual installments in Euro, according to the contract, so that the Company is exposed to currency risk.

19. a OTHER FINANCIAL ASSETS AT AMORTIZED COST

<i>In LEI</i>	31-Mar-19	31-Dec-18
Various debtors	57,591,157	64,226,031
Dividends to collect	-	-
Other financial assets at amortized cost	7,450	57,450
Minus impairment adjustments for various debtors	(55,727,329)	(55,727,329)
Total	1,921,278	8,556,152

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19. a OTHER FINANCIAL ASSETS AT AMORTIZED COST (continued)

Various debtors mainly include amounts coming from final sentences, worth 55.013.714 lei. Various debtors are divided in stage 1 (performing claims) worth 1.943.618 lei and in stage 3 (non-performing claims). For stage 3 various debtors, for which collection is uncertain, the Company has calculated impairment adjustments. For stage 1 various debtors, the Company did not calculate a credit risk provision (as per IFRS 9), since it chose to apply low credit risk exemption.

During the reporting period there have been no set-ups or reruns of provisions for the impairment of various debtors (stage 3).

<i>In LEI</i>	31-Mar-19	31-Dec-18
	<hr/>	<hr/>
On January 1st	(55,727,329)	(57,260,955)
Re-run	-	(567,561)
Reluare	-	2,101,187
On 31st December	<hr/>	<hr/>
La 31 decembrie	55,727,329	(55,727,329)
	<hr/> <hr/>	<hr/> <hr/>

19. b OTHER ASSETS

In Lei	31-Mar-19	31-Dec-18
Expenses in advanced	218,912	191,615
Materials	2,099	1,237
Total	<hr/> 221,011 <hr/>	<hr/> 192,852 <hr/>

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20. DIVIDENDS TO PAY

Dividends to pay uncollected within 3 years from the declaration date become outdated according to the law and are transferred by the Company from equity, to reported result.

<i>In LEI</i>	31-Mar-19	31-Dec-18
Dividends to pay for 2012	641	641
Dividends to pay for 2013	985	985
Dividends to pay for 2014	162,380	162,380
Dividends to pay for 2015	10,665,890	10,705,771
Dividends to pay for 2016	10,748,858	10,819,471
Dividends to pay for 2017	12,884,919	13,079,520.90
Total dividends to pay	<u>34,463,674</u>	<u>34,768,768</u>

21. PROVISIONS FOR RISKS AND EXPENSES

<i>In LEI</i>	March 31, 2019	December 31, 2018
Provisions for litigations	1.565.453	2.565.455
Total	<u>1.565.453</u>	<u>2.565.455</u>

For the amounts collected by the Company through enforcement agents, AVAS has opened litigations to challenge the enforced amounts. The litigations provisions represent the amounts collected by the Company through enforcement agents between 2010 and 2014, later challenged by AAAS.

<i>In LEI</i>	31-Mar-19	31-Dec-18
On January 1	<u>2,565,455</u>	<u>2,565,455</u>
Creation	181,090	-
Resumption	(1,181,092)	-
On December 31	<u>1,565,453</u>	<u>2,565,455</u>

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22. LIABILITIES REGARDING DEFERRED PROFIT TAX

Liabilities regarding deferred profit tax on 31st March 2019 are generated by the elements detailed in the following table:

<i>In LEI</i>	<u>Assets</u>	<u>Liabilities</u>	<u>Net</u>
Tangible assets	5,348,172	-	5,348,172
Financial assets assigned at fair value through other overall result elements	511,864,476	-	511,864,476
Real estate investments	2,496,405	-	2,496,405
Provisions for litigations and other provisions	-	(1,565,453)	(1,565,453)
Provisions for benefit plans and untaken leave	-	(14,836,003)	(14,836,003)
Total	<u>519,709,053</u>	<u>(16,401,456)</u>	<u>503,307,598</u>
Net temporal differences - quote 16%			<u>503,307,598</u>
Liabilities regarding deferred profit tax			<u><u>80,529,216</u></u>

Liabilities regarding deferred tax on 31st December 2018 are generated by the elements detailed in the following table:

<i>In LEI</i>	<u>Assets</u>	<u>Liabilities</u>	<u>Net</u>
Tangible assets	5,395,751	-	5,395,751
Financial assets assigned at fair value through other overall result elements	444,160,567	-	444,160,567
Real estate investments	(9,126)	-	(9,126)
Provisions for litigations and other provisions	-	(2,565,455)	(2,565,455)
Provisions for benefit plans and untaken leave	-	(14,836,003)	(14,836,003)
Total	<u>449,547,192</u>	<u>(17,401,458)</u>	<u>432,145,733</u>
Net temporal differences - quote 16%			<u>432,145,733</u>
Liabilities regarding deferred profit tax			<u><u>69,143,317</u></u>

Deferred profit tax recognized directly through the lowering of equity is 83.314.910 lei on 31st March 2019 (31st December 2018: 71.929.011 lei), being generated by tangible assets and financial assets evaluated at fair value through other overall result elements.

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23. a FINANCIAL LIABILITIES AT AMORTIZED COST

<i>In LEI</i>	31-Mar-19	31-Dec-18
Suppliers	547,539	801,143
Payments to make to entities in the portfolio	10,700,000	10,700,000
Other financial liabilities	635,822	639,387
Total	11,883,361	12,140,530

Payments made to entities in the portfolio amounting to 10,7 mil lei represent the subscriptions to the share capital increase unpaid up to 31st December 2018, mainly the subscription to the share capital of S.C. Străulești Lac Alfa S.A. – 9,3 mil lei.

23. b LIABILITIES WITH PROFIT TAX AND OTHER LIABILITIES

<i>In LEI</i>	31-Mar-19	31-Dec-18
Liabilities with current profit tax	601,248	1,669,219
Taxes and fees	786,004	1,463,423
Liabilities for benefits plan	14,836,003	14,836,003
Other liabilities	133,799	240,613
Total	16,357,054	18,209,258

Liabilities regarding the benefits plan include the SOP 2017 program and the benefit plan for 2018 that will be offered to employees (according to the collective employment contract) and managers (according to the Memorandum of Associations). Liabilities with current profit tax, as well as other taxes and levies have been paid by the Company on time.

24. CAPITAL AND RESERVES

a) Share capital

The shareholding structure of the Company on 31st March 2019, namely 31st December 2018 is presented in the tables below.

31-Mar-19	No. of shareholders	No. of shares	Amount (RON)	(%)
Individuals	5,754,871	373,748,906	37,374,891	37%
Legal entities	197	639,430,270	63,943,027	63%
Total	5,755,068	1,013,179,176	101,317,918	100%

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24. CAPITAL AND RESERVES (continued)

a) Share capital (continued)

31-Dec-18	No. of shareholders	No. shares	Amount (RON)	(%)
Individuals	5,755,928	375,501,610	37,550,161	43%
Legal entities	201	637,677,566	63,767,757	57%
Total	5,756,129	1,013,179,176	101,317,918	100%

(a) Reserves from the re-evaluation of fair value evaluated assets through other overall result elements

This reserve includes net cumulated modifications of fair value of the financial assets available for sale from the date of their classification in this category until the date that they have been de-recognized, and is presented in explanatory note 16 e).

Reserves from the re-evaluation of financial assets evaluated at fair value through other overall result elements are registered at value net of deferred tax. The value of deferred profit tax recognized directly through the lowering of equity is presented in explanatory note 22.

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24. CAPITAL AND RESERVEES (continued)

(c) Legal reserves

As per legal requirements, the company sets up legal reserves worth 5% of registered profit as per IFRS up to 20% of share capital. The value of legal reserve 31st March 2019 is 20.763.584 lei (31st December 2018: 20.763.584 lei).

Legal reserves cannot be distributed to shareholders.

(d) Own shares

All own shares held by the company on the 31st March 2019 is 065.237 shares representing 2,18% of share capital (on 31.12.2018 - 22.065.237 shares, representing 2,18% of share capital) total value 28.598.935 lei (la 31.12.2017 – worth 28.598.935 lei).

During the reporting period there have been no operations with own shares registered.

25. RESULT PER SHARE

The calculation of the result per basic share was made from the assignable profit assigned to ordinary shareholders and the average weighted number of ordinary shares:

<i>In LEI</i>	31-Mar-19	31-Mar-18
Profit assignable to ordinary shareholders	1,694,784	285,197
Gain assignable to ordinary shareholders	(3,880)	7,970,833
Average weighted number of ordinary shares	1,013,179,176	1,013,179,176
Result per basic share	0.002	0.008

The diluted result per share is equal to the basic share result, as the Company did not register potential ordinary shares.

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26. ENGAGEMENTS AND CONTINGENT LIABILITIES

(a) Actions in court

On 31st March 2019, SIF Moldova was involved in trials acting both as plaintiff and respondent.

The trials in which SIF Moldova acts as respondent/plaintiff whose object influence the company's patrimony are registered in the accounting.

Most trials where SIF Moldova acts as plaintiff are those involving litigations with AAAS. For the amounts claimed by the Company and won through final and irrevocable civil sentences AAAS claims were registered in the account, the enforcement procedure being initiated for most of them.

Litigations started by AAAS with object the challenge of enforcements of SIF are detailed below:

• Total contingent liabilities on 31 st December 2018	3.053.639 lei
• Litigations started during the year	18.254.557 lei
• Solutions in favor of SIF	0 lei
• Contingent liabilities on 31 st March 2019	21.308.196 lei

Of total contingent assets registered on the 31st May 2019 of 5.048.359 lei, the amount of 4.555.066 lei represent share value as per law 151/2014 following SIF Moldova's withdrawal from shareholding the amount of 492.777 lei represents the value of the agreement to take over litigious rights Textila Oltul- SIF Moldova, and 516 lei represent other contingent assets.

(b) Contingents connected to the environment

The regulations regarding the environment are developed in Romania, and the company has not recorded any obligations on 31st March 2019 and 31st December 2018 for any type of anticipatory costs, including legal and consultancy fees, location surveys, design and implementation of remedy plans, regarding the environment.

The management of the Company does not consider the expenses associated with possible environmental issues to be of significance.

(c) Transfer Price

Romanian tax law contains regulations regarding transfer prices between affiliated entities since 2000. The legislative framework currently defines the principle of "market value" for the transactions between affiliated entities and methods to set transfer prices. Therefore, it is to be expected that tax authorities initiate detailed verifications of transfer prices in order to make sure that the fiscal result and/or customs value of imported goods are not distorted by the effects of the prices practiced in the relationship with affiliated individuals. The Company cannot quantify the result of such verification.

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27. TRANSACTIONS AND BALANCES WITH PARTIES IN SPECIAL RELATIONS

While running its activity the company has identified the following parties in special relations:

List of subsidiaries and holding percentages:

	31-Mar-19	31-Dec-18
Agrointens	99.99%	99.99%
Agroland Capital	99.99%	99.99%
Asset Invest	99.99%	99.99%
Casa	99.32%	99.32%
Mecanica Ceahlău	73.30%	73.30%
Regal	93.02%	93.02%
Țesătoriile Reunite	99.99%	99.99%

Company's Associated entities

The company holds one associated entity on 31st March 2019 and 31st December 2018 - Străulești Lac Alfa S.A., with a holding percentage of 50%.

Between 01st January 2019 – 31st March 2019 the Company did not participate to the share capital increase of associated entities. The amounts undergoing settlement, representing subscribed and unpaid capital are presented as follows:

- Agrointens S.A. 470.000 lei
- Țesătoriile Reunite S.A. 910.000 lei
- Straulești Lac Alfa S.A. 9.320.000 lei

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27. TRANSACTIONS AND BALANCES WITH PARTIES IN SPECIAL RELATIONS (continued)

Company's associated entities (continued)

At the end of the reporting period the following balances correspond to transactions inside the group:

In Lei	March 31, 2019	December 31, 2018
TESATORIILE REUNITE		
- Financial liabilities	910.000	910.000
ASSET INVEST		
- Other financial assets at amortized cost -	-	
- Financial liabilities	41.038	37.212
CASA		
- Other financial assets at amortized cost	27.732	-
- Financial liabilities	16.276	16.276
AGROINTENS		
- Financial liabilities	470.000	470.000
STRAULESTI LAC ALFA		
- Financing liabilities	9.320.000	9.320.000

In the reporting period, we have carried out the following transactions within the group, representing mainly dividends, rents and management service delivery, archiving and mandate.

In LEI	31-Mar-19	31-Dec-18
Agroland SA		
Other operating revenues	383	378
Other operational expenses	-	-
Asset Invest SA		
Other operating revenues	7,598	8,035
Other operational expenses	264,093	195,698
Casa SA		
Other operating revenues	102,775	73,376
Other operational expenses	72,485	48,828

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27. TRANSACTIONS AND BALANCES WITH PARTIES IN SPECIAL RELATIONS (continued)

Key management staff

31st March 2019

Members of SIF Moldova's board of directors.: Ceocea Costel (Board of Directors president), Octavian Claudiu Radu (Vice-president of the board of directors), Doroş Claudiu (CEO), Cătălin Jianu Dan Iancu (Deputy CEO), Horia Ciorcilă (non-executive manager).

31st December 2018

Members of SIF Moldova's board of directors.: Ceocea Costel (Board of Directors president), Octavian Claudiu Radu (Vice-president of the board of directors), Doroş Claudiu (CEO), Cătălin Jianu Dan Iancu (Deputy CEO), Horia Ciorcilă (non-executive manager).

On 31st March 2019 there were: 34 individual employment contracts (on 31st March 2018 - 35 individual employment contracts), 2 management contracts (on 31st March 2018 - 2 management contracts) and 5 administration contracts (in March 2018 - 5 administration contracts).

	<u>Employees</u>	<u>Management Contracts</u>	<u>Board of Directors Contracts</u>
Directors	-	-	5
Executives	-	2	-
Employees with higher education	32	-	-
Employees with secondary education	2	-	-
Total	34	2	5

Wages and indemnities paid or to be paid corresponding to January – March 2019 of 4.034.790 lei (31st March 2018: 3.504.184 lei).

	<u>31-Mar-19</u>	<u>31-Mar-18</u>
Management contract	798,630	636,663
Board of Directors	2,020,113	1,747,525
Employees	1,216,047	1,119,996
Other collaborators	0	0
Total	4,034,790	3,504,184

Between 01st January 2018 – 31st March 2019, the employees have received training courses 2.780 lei (31st March 2018: courses 11.946 lei).

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27. TRANSACTIONS AND BALANCES WITH PARTIES IN SPECIAL RELATIONS (continued)

The money rights of managers are approved by the Board of Directors through the management contract. Wages and indemnities of managers represent 70% of total employee expenses of the Company

In 2019 the company paid wage contributions of 96.870 lei. At the same time we have paid social expenses worth de 6.900 lei.

28. EVENTS FOLLOWING THE REPORTING PERIOD

The EGMS and OGMS of the Company were held on 18th April 2019 that adopted resolutions with impact on the information presented on 31st March 2019, as follows:

- the reduction of the share capital, based on art. 207 line. (1) lit. c) Companies Law no. 31/1990 from 101.317.917,60 lei, to 100.217.917,60 lei, that is the amount of 1.100.000 lei, following the annulment of an number of 11.000.000 own shares purchased by the company as per EGMS no. 2 of 27.04.2018. Following the reduction of the share capital of Societatea de Investiții Financiare Moldova SA will be 100.217.917,60 lei divided in 1.002.179.176 shares;
- the running of a buy-back program and a maximum number of 20.300.000 own shares, of which maxim 15.300.000 shares (1,5101% of share capital) will be bought back for the purpose of reducing the share capital through the annulment of 5.000.000 shares (0,4935% of share capital) will be repurchased for the purpose of being distributed to employees, managers and administrators of the company in “stock option plan” programs
- approves the expiration of the dividends for financial year 2015 set by OGMS on 25.04.2016, uncollected by 01.07.2019 and their registration according to applicable regulations;
- Approves:
 - a) The assignment of net profit for 2018 on destinations, as follows:
 - ✓ net result to be divided 50.159.949 lei
 - ✓ Dividends 30.256.347 lei
 - ✓ Other reserves 19.903.602 lei
 - b) Gross dividend of 0,0304 lei/share

The individual financial statements were approved by the Board of Directors on 15th May 2019 and have been signed on its behalf by:

Claudiu Doros
CEO

CFO

Status of pending litigations with object the annulment of GMS resolutions for companies in SIF Moldova's portfolio (plaintiff)				
No.	Company	Object	litigation status	Observations
1	Vastex SA	annulment of resolutions 2-4 EGMS on 30.04.2018	Action dismissed	SIF's appeal
2	Vascar SA	annulment of EGMS on 21.05.2018	Action dismissed	SIF's appeal
3	Partmen SA	annulment of resolutions 3 and 4 of 28.06.2018	Action dismissed	
4*	Brikston Construction Solutions SA	OGMS of 17.10.2018 enforcement suspension	Litigation pending on the merits	
5*	Brikston Construction Solutions SA	annulment of OGMS on 17.10.2018	Litigation pending on the merits	
6*	Agricola International SA Bacau	annulment of OGMS on 19.12.2018	Litigation pending on the merits	
7*	Agricola International SA Bacau	enforcement suspension for EGMS on 19.12.2018	Action dismissed	SIF's appeal
8*	Brikston Construction Solutions SA	enforcement suspension for OGMS on 22.01.2019	Litigation pending on the merits	
9*	Brikston Construction Solutions SA	annulment of OGMS on 22.01.2019	Litigation pending on the merits	
SOLVED LITIGATIONS				
1	Bucovina Tex	annulment of EGMS on HAGEA 04.09.2017	SIF's appeal dismissed	

Status of pending litigations with object: claims – SIF Moldova as plaintiff				
No.	Natural individual/company respondent	Claims value in lei	Object	Litigation status
1	Nedea Carmen Madlen	2,670.00	claims	enforcement
2	Zaiet Marius	3,253.96	claims	enforcement
3	Vastex S.A.	3,644,554.43	claims, share value	Action dismissed and SIF's appeal. SIF's recourse
4	A.A.A.S.	883.44	legal expenses PN 420.000 DEM Derby	Enforcement
5	A.A.A.S.	4,993.96	leg.exp. -PN 300.000 DEM Relona Trans	Enforcement
6	A.A.A.S.	486,376.82	enforcement return PN 300.000 USDAvicom	Enforcement
7	A.A.A.S.	6,178,047.48	damages PN issued by Digicom	Enforcement
8	A.A.A.S.	552,255.92	damages PN issued by Avicom	Enforcement
9	A.A.A.S.	1,318,001.38	restitution order PN 800.000 USD SGI	Enforcement
10	A.A.A.S.	846,259.40	restitution order PN 470.000 USD Aust Rom	Enforcement
11	A.A.A.S.	386,031.09	restitution order PN 220.000 USD Best	Enforcement
12	A.A.A.S.	1,045,579.33	restitution order PN 630.000 USD Best	Enforcement
13	A.A.A.S.	1,166,727.66	restitution order PN 650.000 USD SGI	Enforcement
14	A.A.A.S.	1,099,612.11	restitution order PN 655.000 USD SGI	Enforcement
15	A.A.A.S.	1,358,748.31	restitution order PN 800.000 USD Max Inv	Enforcement

16	A.A.A.S.	425,550.42	rest.order PN 250.000 USD Asociatia Pas Tranzitour	Enforcement
17	A.A.A.S.	12,038.01	leg.exp. -P.N. 300.000 USD Sercot Impex	Enforcement
18	A.A.A.S.	25,316.67	leg.exp. -P.N. 1.500.000 USD Lynx International	Enforcement
19	A.A.A.S.	5,194.06	leg.exp. Litigation P.N. 250.000 USD Alionor	Enforcement
20	A.A.A.S.	865,256.16	restitution order PN 300.000 USD Editip	Enforcement
21	A.A.A.S.	1,516,281.58	restitution order P.N. 900.000 USD SGI	Enforcement
22	A.A.A.S.	1,595,397.19	int. ex. PN 940.000 USD Invest House	Enforcement
23	A.A.A.S.	884,946.81	int. ex. P.N. 300.000 USD Editip	Enforcement
24	A.A.A.S.	1,265,286.48	rest.ord. P.N. 750.000 USD Bel Ami Invest	Enforcement
25	A.A.A.S.	1,237,180.50	restitution order P.N. 400.000 USD Best	Enforcement
26	A.A.A.S.	14,089.55	leg.exp. litigation P.N. 650.000 USD SGI	Enforcement
27	A.A.A.S.	1,320.12	leg.exp. -P.N. USD Digicom	Enforcement
28	A.A.A.S.	42,688.04	leg.exp. - P.N. 800.000 USD SGI	Enforcement
29	A.A.A.S.	2,082.38	leg.exp. -P.N. 940.000 USD Invest House	Enforcement
30	A.A.A.S.	29,612.04	leg.exp. - P.N. 630.000 USD Best	Enforcement
31	A.A.A.S.	1,833.22	ch.jud lit. P.N. 500.000 USD SGI	Enforcement
32	A.A.A.S.	33,308.19	legal exp. litigation P.N. 655.000 USD SGI	Enforcement
33	A.A.A.S.	1,914.31	legal exp. litigation P.N. 230.000 USD Lerus	Enforcement
34	A.A.A.S.	24,885.42	legal exp. litigation P.N. 470.000 USD Aust Rom	Enforcement
35	A.A.A.S.	2,613.41	legal exp. litigation P.N. 220.000 USD Best	Enforcement
36	A.A.A.S.	39,031.41	legal exp. litigation P.N. 800.000 USD Max Inv.	Enforcement
37	A.A.A.S.	29,700.09	legal exp. litigation P.N. 300.000 USD Editip	Enforcement
38	A.A.A.S.	1,972.72	leg.exp. -P.N. 900.000 USD SGI	Enforcement
39	A.A.A.S.	10,862.50	leg.exp. P.N. 500.000 USD Trust Ares	Enforcement
40	A.A.A.S.	1,940.24	leg.exp. - P.N. 300.000 USD Editip	Enforcement
41	A.A.A.S.	1,867.95	legal exp. litigation P.N. 500.000 USD Max	Enforcement
42	A.A.A.S.	2,042.40	legal exp. litigation P.N. 250.000 USD Pas Tranz.	Enforcement
43	A.A.A.S.	16,232.80	legal exp. litigation P.N. 720.000 USD Lerus	Enforcement
44	A.A.A.S.	20,059.90	legal exp. litigation P.N. 300.000 USD Avicom	Enforcement
45	A.A.A.S.	2,123,717.56	rest.order. P.N. 720.000 USD Lerus Agnita	Enforcement

46	A.A.A.S.	1,538,224.56	rest.ord. P.N. 500.000 USD Trust Ares	Enforcement
47	A.A.A.S.	1,475,864.08	rest. ord. P.N. 500.000 USD Max I.	Enforcement
48	A.A.A.S.	2,089,200.39	damages (PN 800.000 USD) issued by Max Inv.	Enforcement
49	A.A.A.S.	1,004,284.60	damages (PN 300.000 USD) issued by Editip	Enforcement
50	A.A.A.S.	920,921.32	damages (PN 300.000 USD) issued by Editip	Enforcement
51	A.A.A.S.	1,642,322.34	damages (PN 500.000 USD) Max Invest	Enforcement
52	A.A.A.S.	254,664.88	damages (PN 230.000 USD) Lerus Agnita	Enforcement
53	A.A.A.S.	2,302,430.49	damages (PN 720.000 USD) Lerus Agnita	Enforcement
54	A.A.A.S.	1,400,820.47	damages (PN 470.000 USD) Aust-Rom 95	Enforcement
55	A.A.A.S.	711,423.75	damages (PN 220.000 USD) issued by Best	Enforcement
56	A.A.A.S.	1,611,054.04	damages (PN 630.000 USD) issued by Best	Enforcement
57	A.A.A.S.	2,822,147.79	damages (PN 940.000 USD) Invest House	Enforcement
58	A.A.A.S.	2,337,895.89	damages (PN 940.000 USD) Invest House	Enforcement
59	A.A.A.S.	429,296.89	damages (PN 250.000 USD) Asoc.Tranzitour	Enforcement
60	A.A.A.S.	1,680,029.03	damages (PN 650.000 USD) issued by S.G.I.	Enforcement
61	A.A.A.S.	1,380,933.65	damages (PN 800.000 USD) issued by S.G.I.	Enforcement
62	A.A.A.S.	2,008,522.62	damages (PN 655.000 USD) issued by S.G.I.	Enforcement
63	A.A.A.S.	2,668,618.48	damages (PN 900.000 USD) issued by S.G.I.	Enforcement
64	A.A.A.S.	1,553,907.23	damages (PN 500.000 USD) issued by Trust Ares	Enforcement
65	A.A.A.S.	373,925.52	damages (PN 500.000 USD) issued by S.G.I.	Enforcement
66	A.A.A.S.	2,358.80	legal expenses	Enforcement
67	Galgros S.A.	377.00	claims	Enforcement
68	CIA Hasmatuchi	3,327.78	claims – rent value	Action allowed. Final
69	AAAS	1,356.11	claims – legal expenses	Enforcement
70	AAAS	1,997.29	claims – legal expenses	Enforcement
71	AAAS	2,638.01	claims – legal expenses	Enforcement
72	AAAS	2,066.27	claims – legal expenses	Enforcement
73	AIPC	6,376.12	claims – legal expenses	Enforcement
74	AIPC	1,552.21	claims – legal expenses	Enforcement
75	AAAS	2,633.57	enforcement	Pending
76	AAAS	3,284.04	enforcement	Pending
77	AAAS	3,847.90	enforcement	Pending
78	AAAS	3,877.27	enforcement	Pending
79	AAAS	3,881.63	enforcement	Pending
80	AAAS	2,656.57	enforcement	Pending
81	Favil SA	12,584.27	SIF recourse –legal expenses	Parties transaction 1.474.600 lei
82	AAAS	3,316.59	Enforcement	Pending
83	AAAS	3,289.46	Enforcement	Pending
84	AAAS	3,883.79	Enforcement	Pending

85	AAAS	1,904.62	Enforcement	Pending
86	Brikston Construction Solutions SA	12,342.26	claims –legal expenses	Litigations pending on the merits
87*	AAAS	3,349.89	Enforcement	Pending
TOTAL:		58,617,606.89		
SOLVED LITIGATIONS				
75	Comat SA	5,774.00	Claims-legal expenses	Fully collected claim

Status of pending litigations with object insolvency procedure (SIF as plaintiff – creditor)				
No.	Company	claim value in lei	Status	Observations
1	Bankcoop SA	626,742.17	Bankruptcy	Procedure continues
2	BIR	344.12	Bankruptcy	Procedure continues
3	Nova Bank	729.25	Bankruptcy	Procedure continues
4	Network Press	3,799.87	Bankruptcy	Procedure continues
5	Pantex S.A. Brasov	10.3	Bankruptcy	Procedure continues
6	Ceramica Dorohoi	3,039.00	Bankruptcy	Procedure continues
7	Nobel Corporation	2,215.31	Bankruptcy	Procedure continues
8	Horticola SA	1,466,168.33	Insolvency	Procedure continues
9	Celule Electrice Bailesti	22,707.72	Insolvency	Procedure continues
10*	Genko Med Group	93,835.07	Insolvency	SIF's challenge partially allowed. Procedure continues
TOTAL LEI:		2,219,591.14		

Status of pending litigations with object various action where SIF acts as plaintiff				
No.	Company	Object	Litigation status	Observation
1	Bucovina Vehicles SA	company dissolution	Action dismissed	
2	Brikston Construction Solutions SA	TR intervention – OGMS on 17.10.2018	Litigation pending on the merits	
3	Ciurbuciu Gabriela s.a.	causing prejudice in Vascar SA	Call before the court. Litigation. pending on the merits	Civil party setup
4*	Agricola International SA Bacau	TR intervention – EGMS on - 19.12.2018	Litigation pending on the merits	
5*	Brikston Construction Solutions SA	TR intervention – OGMS on 22.01.2019	Litigation pending on the merits	
6*	Inco Industry SRL s.a.	intervention-usucapio action	Litigation pending on the merits	
7*	Brikston Construction Solutions SA	complaint TR resolution 10306/2019	Litigation pending on the merits	
8*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
9*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
10*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
11*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
12*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
13*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
14*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
15*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	
16*	AAAS. Oltchim SA	garnishment validation	Litigation pending on the merits	

47*	AAAS. Trezoreria Mun. B	garnishment validation		Litigation pending on the merits
48*	AAAS. Trezoreria Mun. B	garnishment validation		Litigation pending on the merits
49*	AAAS. Trezoreria Mun. B	garnishment validation		Litigation pending on the merits
50*	AAAS. Trezoreria Mun. B	garnishment validation		Litigation pending on the merits
51*	AAAS. Trezoreria Mun. B	garnishment validation		Litigation pending on the merits

SOLVED LITIGATIONS

1*	AAAS	garnishment validation enf. file53/2015		Litigation pending on the merits	Motion to withdraw and/or request stamp, depending on the case
2*	AAAS	garnishment validation enf. file108/2016			motion to withdraw noted
3*	AAAS	garnishment validation enf. file201/2013			Request annulled
4*	AAAS	garnishment validation enf. file15/2014			Litigation pending on the merits
5*	AAAS	garnishment validation enf. file202/2013			Litigation pending on the merits
6*	AAAS	garnishment validation enf. file169/2015			Request annulled
7*	AAAS	garnishment validation enf. file99/2015			Request annulled
8*	AAAS	garnishment validation enf. file111/2013			Request annulled
9*	AAAS	garnishment validation enf. file97/2015			Litigation pending on the merits
10*	AAAS	garnishment validation enf. file98/2015			Litigation pending on the merits
11*	AAAS	garnishment validation enf. file59/2015			Litigation pending on the merits
12*	AAAS	garnishment validation enf. file101/2015			Litigation pending on the merits
13*	AAAS	garnishment validation enf. file95/2015			Request annulled
14*	AAAS	garnishment validation enf. file114/2013			Litigation pending on the merits
15*	AAAS	garnishment validation enf. file146/2014			Request annulled
16*	AAAS	garnishment validation enf. file492/2016			Litigation pending on the merits
17*	AAAS	garnishment validation enf. file204/2013			Request annulled
18*	AAAS	garnishment validation enf. file117/2013			Litigation pending on the merits
19*	AAAS	garnishment validation enf. file112/2013			Litigation pending on the merits
20*	AAAS	garnishment validation enf. file113/2013			Litigation pending on the merits
21*	AAAS	garnishment validation enf. file45/2016			Request annulled
22*	AAAS	garnishment validation enf. file469/2015			Litigation pending on the merits
23*	AAAS	garnishment validation enf. file168/2015			Litigation pending on the merits
24*	AAAS	garnishment validation enf. file199/2013			Litigation pending on the merits

25*	AAAS	garnishment validation enf. file116/2013	Request annulled
26*	AAAS	garnishment validation enf. file145/2014	Request annulled
27*	AAAS	garnishment validation enf. file727/2015	Request annulled
28*	AAAS	garnishment validation enf. file115/2013	Litigation pending on the merits
29*	AAAS	garnishment validation enf. file144/2014	Litigation pending on the merits
30*	AAAS	garnishment validation enf. file100/2015	Request annulled
31*	AAAS	garnishment validation enf. file96/2015	motion to withdraw noted

Status of pending litigations where SIF Moldova is respondent

No.	Plaintiff	Claim value in lei	Object	Litigation status
1	Groza Daniel	40,155.85	claims- lack of real property use	Action allowed. Counterclaim and impleaded submitted by SIF dismissed SIF's appeal
2	Transcom SA Iasi	61,553.25	claims-call to guarantee	Action dismissed and plaintiff's appeal. Plaintiff's recourse
3	Cantoreanu Ioan Florin	1,089,430.20	claims – restitution of 250.000 USD - PN issued by Pas Tranzitour	Action allowed. SIF's appeal allowed. SIF recourse .
4	Mercom SA Onesti	54,000.00	real property reclaim and claims	Action allowed. SIF's appeal
TOTAL		1,245,139.30		
5	AIPC	challenge – enf. file no.. 483 and 484/2016	Litigation pending on the merits . Suspended	Garnished third party - Raiffeisen Bank
6*	Inco Industry SRL s.a.		appeal – usucapio action	
7	Andrei Lina		decision to replace authentic document	Litigation pending on the merits
8*	Baltaru Gheorghe		declaratory action - usucapio	Action allowed and SIF's appeal dismissed
9*	UAT Craiova		ascertainment of nullity share cession Modexim SA	Action dismissed Plaintiff's appeal
10*	Dau Valentina		decision to replace authentic document	Litigation pending on the merits
11*	Zabuliche Stela-Mihaela		decision to replace authentic document	Litigation pending on the merits

SOLVED LITIGATIONS

1*	AIPC	12,741.28	challenge of enf. file. 483 and 484/2016	Challenge dismissed and revision
2	Solomon Ion		enforcement challenge - SIF is garnished third party	Action allowed and AFP Bc's appeal

LITIGATIONS AGAINST AAAS

No.	Challenged amount in lei	Object	Status	Observations. Garnished third parties
1	700,777.50	challenge of enf. file no 45/2016	Litigation pending on the merits	Cause suspended
2	2,321,957.60	challenge of enf. file no 108/2016	Action dismissed . SIF's appeal allowed	

3		challenge of enf. file no.115/2013	Action allowed. AAAS' appeal	Eximbank, Trezoreria S4 B
4	1,073.06	challenge of enf. file no.187/2011	Challenge dismissed and AAAS' recourse. Completion of Sif res.	Eximbank, Trezoreria S4 B, CEC Bank
5	2,783.28	challenge of enf. file no.60/2018	Challenge dismissed. AAAS' appeal	
6	3,287.03	challenge of enf. file no.65/2018	Challenge dismissed. Allowed for legal exp. SIF's appeal	
7	2,201.77	challenge of enf. file no.71/2018	Challenge dismissed. AAAS' appeal	
8	3,313.21	challenge of enf. file no.69/2018	Litigation pending on the merits	
9	2,656.57	challenge of enf. file no.92/2018	Challenge rejected. AAAS' appeal	
10	3,883.79	challenge of enf. file no.104/2018	Partly allowed, enforcement ch. With appeal	
11	3,289.46	challenge of enf. file no.98/2018	Challenge dismissed. With appeal.	
12	3,317.21	challenge of enforcement file 86/2018	Challenge dismissed. With appeal .	
13*	16,232.80	challenge of enf. file no.145/2014	Competence declined	
14*	2,688,618.48	challenge of enf. file no.113/2013	Litigation pending on the merits	
15*		challenge of enf. file no.45/2016	Litigation pending on the merits	
16*	884,946.81	challenge of enf. file no.15/2014	Litigation pending on the merits	
17*	33,308.19	challenge of enf. file no.112/2013	Competence declined	
18*		challenge of enf. file no.114/2013	Dismissed as without object	
19*	399,707.52	challenge of enf. file no.98/2015	Litigation pending on the merits	
20*	865,256.16	challenge of enf. file no.59/2015	Litigation pending on the merits	
21*	1,133,355.07	challenge of enf. file no.53/2015	Litigation pending on the merits	
22*	1,340,515.56	challenge of enf. file no.96/2015	Litigation pending on the merits	
23*	10,862.50	challenge of enf. file no.144/2014	Competence declined	
24*	1,611,054.04	challenge of enf. file no.117/2013	Litigation pending on the merits	
25*	20,059.90	challenge of enf. file no.146/2014	Litigation pending on the merits	
26*	1,642,322.34	challenge of enf. file no.95/2015	Litigation pending on the merits	
27*	29,612.04	challenge of enf. file no.204/2013	Litigation pending on the merits	
28*	1,553,907.23	challenge of enf. file no.492/2016	Challenge dismissed. With appeal.	
29*	39,031.41	challenge of enf. file no.199/2013	Litigation pending on the merits	
30*	2,089,200.39	challenge of enf. file no.111/2013	Litigation pending on the merits	
31*	23,501.64	challenge of enf. file no.169/2015	Litigation pending on the merits	
32*	29,700.09	challenge of enf. file no.469/2015	Litigation pending on the merits	

33*	1,004,284.60	challenge of enf. file no.100/2015	Litigation pending on the merits	
34*	2,008,522.62	challenge of enf. file no.99/2015	Litigation pending on the merits	
35*	2,302,430.49	challenge of enf. file no.101/2015	Litigation pending on the merits	
36*	1,680,029.03	challenge of enf. file no.116/2013	Litigation pending on the merits	
37*	1,580.61	challenge of enf. file no.201/2013	Challenge dismissed. With appeal.	
38*	254,664.88	challenge of enf. file no.97/2015	Litigation pending on the merits	
39*		challenge of enf. file no.108/2016	Litigation pending on the merits	
40*	3,316.59	challenge of enf. file no.834/2019	Litigation pending on the merits	
41*	2,613.41	challenge of enf. file no.202/2013	Litigation pending on the merits	
42*	373,925.52	challenge of enf. file no.114/2013	Litigation pending on the merits	
43*	1,045,579.33	challenge of enf. file no.944/2010	Litigation pending on the merits	
44*	425,550.42	challenge of enf. file no.742/2010	Litigation pending on the merits	
45*	1,099,612.11	restitution order PN 655.000 USD SGI	Litigation pending on the merits	
46	3,403.68	challenge of enf. file no.103/2012	Challenge annulled. resolution completion rejected. AAAS' appeal.	Eximbank, Trezoreria S4 Bucuresti
27,665,245.94				

SOLVED LITIGATIONS

1	1,694.50	challenge of enf. file no.37/2018	AAAS's appeal dismissed and SIF's appeal allowed	Trezoreria Sector 4
2*	920,921.32	challenge of enf. file no.727/2015	Dismissed as without object	Oltchim S.A.
3*	14,089.55	challenge of enf. file no.168/2015	Dismissed as without object	
4*		challenge of enf. file no.202/2013	Dismissed as without object	
5*	2,822,147.79	challenge of enf. file no.115/2013	Dismissed as without object	
3,758,853.16				

* - New litigation, started in 2019

A. CURRENT REPORTS

- 18.03.2019 (18:05) Announcement - EGMS & OGMS of April 18/19, 2019 preparation
- 14.03.2019 (19:20) Current report: Convening the EGMS and OGMS on April 18/19, 2019; Convening Notice of the EGMS and OGMS on April 18/19, 2019
- 01.03.2019 (12:50) Annual analysis of the asset valuation policies and procedures
- 26.02.2019 (18:05) Current report: Unaudited preliminary financial statements for the financial year 2018; (18:05) Presentation of the unaudited preliminary financial statements for the financial year 2018; (18:05) Investors and analysts conference call - February 28, 2019, at 15:00
- 22.01.2019 (17:10) 2019 Financial Communication Calendar
- 10.01.2019 (15:55) Important event to report – money collection
- 09.01.2019 (17:10) Current report for H1 2019, in accordance with Article 82 of the Law 24/2017
- 04.01.2019 (17:46) Current report: UPSS stake sale
- 03.01.2019 (13:10) Important event: Manager’s transaction - Article 19 of (EU) Regulation 596/2014

B. REGULAR REPORTS

1. Monthly net asset – January / February / March
2. 22.01.2019 (17:10) - 2019 Financial Communication Calendar
3. 26.02.2019 (18:05) - Unaudited Preliminary Financial Results for the financial year 2018