

MONTHLY REPORT
MAY 2021

INVESTING ACTIVITY INTENSIFIES ON BUCHAREST STOCK EXCHANGE: THE AVERAGE DAILY TRADING VALUE GOES UP BY 37%, THE MARKET REACHES NEW ALL-TIME HIGHS

- The average daily value of transactions performed on BVB with all types of financial instruments doubled in May. The stock market liquidity increased by 37% in the first 5 months.
- The growth of investment activity led the capital market to new all-time highs in May for BET and BET-TR indices. After the first 5 months of the year, BET increased by 16% and BET-TR by 19%.
- Radu Hanga, BVB President:
 - Bonds have become the new flagship instruments of the Romanian stock exchange, and the average daily value achieved by the bond segment has increased significantly.
 - Romanians have begun to move money from deposits to the stock market, in search of higher returns, a fact highlighted by the liquidity structure of the capital market.
- Adrian Tanase, BVB CEO:
 - Thousands of Romanians have become investors for the first time and have started trading on the Bucharest Stock Exchange attracted by the opportunities offered by the listed companies.
 - Almost 280 companies will be able to benefit from support for listing in the next 5 years through the National Recovery and Resilience Plan, and the stock market can propel their development.

The investors operating on the Bucharest Stock Exchange (BVB) intensified their trading activity in May, which led to a surge in the average daily values on all types of financial instruments compared to April. On the shares segment, the daily liquidity was RON 35 million in May compared to RON 33 million a month ago. The most important growth rate was recorded on the fixed income instruments segment, which exceeded RON 56 million in May. The average daily value of transactions performed on BVB with all types of financial instruments increased by 137% compared to April, from RON 39.5 million to RON 93.9 million. Over the first 5 months, the liquidity of the capital market in terms of the average daily trading value reached RON 70.9 million, increasing by 37% compared to the first 5 months of the previous year.

The growth of investment activity led the capital market to new highs in May. In the trading session of May 12th, the BET index reached an all-time high of 11,763 points, and on May 24th the BET-TR index displayed a new record of 19,986 points. The month of May continued the monthly series of increases with a surge of 0.8% for BET and 2.8% for BET-TR. After the first 5 months of the year, BET increased by 16.6% and BET-TR by 18.9%.

The average daily liquidity on the Regulated Market of BVB

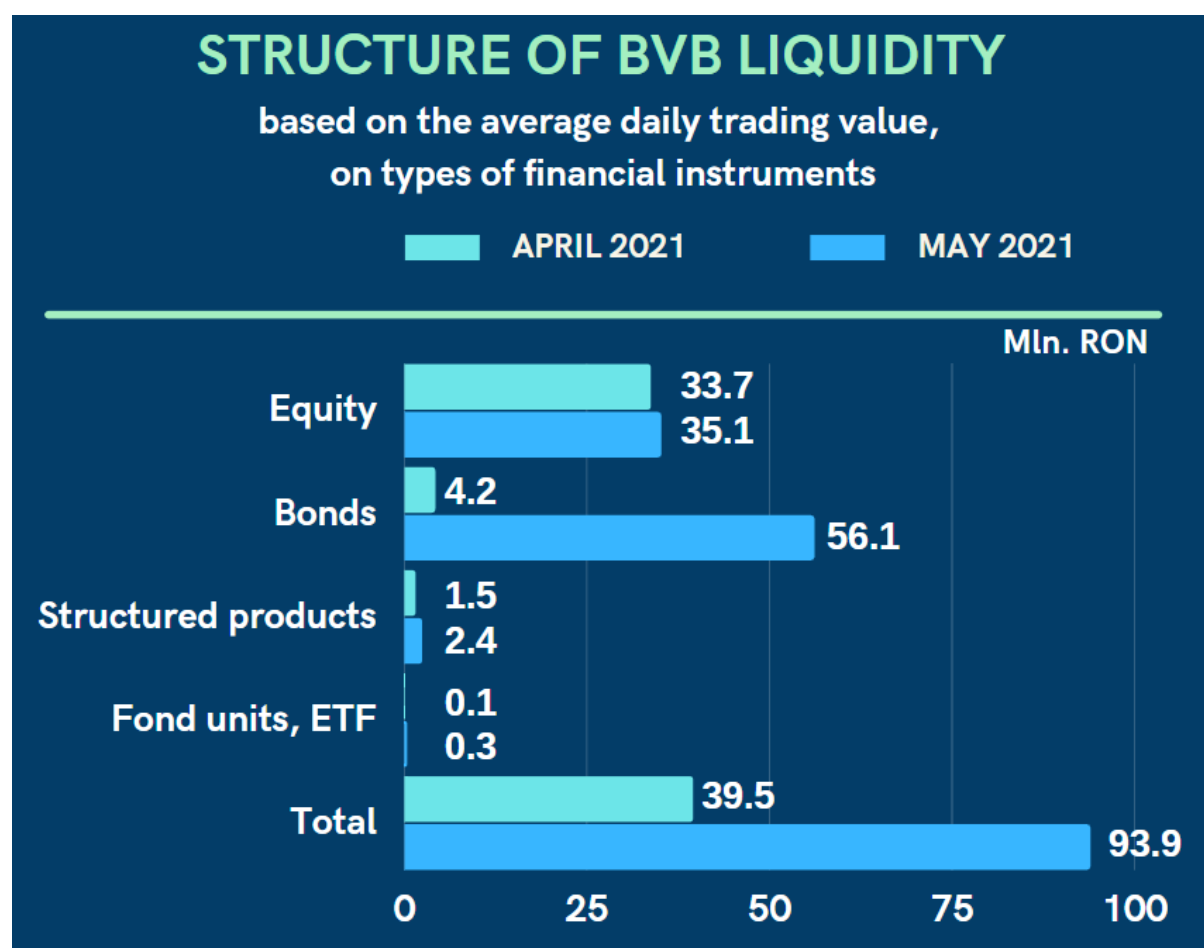


Figure 1: The structure of the average daily liquidity on the Regulated Market of BVB based on types of financial instruments. Source: BVB

“Looking at the liquidity structure of the Romanian stock market reflected in terms of the average daily trading value, we notice that May brought increases on all types of financial instruments. At the same time, market data show that bonds have become the new flagship instruments of the stock market, and the average daily value achieved by the bond segment has increased significantly. The bonds attracted an additional RON 50 million in a single month, which is a possible signal that Romanians have begun to move money from deposits to the stock market, in search of higher returns, a fact highlighted by the structure capital market liquidity,” said Radu Hanga, President of the Bucharest Stock Exchange.

“Thousands of Romanians have become investors for the first time and have started trading on the Bucharest Stock Exchange attracted by the opportunities offered by the listed companies. In almost 12 months, 15,000 new investors have opened trading accounts, according to Investor Compensation Fund data. Increasing the participation of the population in the investment phenomenon is one of the fundamental objectives of BVB and we are glad that this objective is also supported by the authorities. The medium-term development prospects of the stock market also show an increasing number of issuers of financial instruments. In addition, almost 280 companies will be able to benefit from support for listing in the next 5 years through the National Recovery and Resilience Plan, and the stock market can propel their development,” stated Adrian Tanase, CEO of BVB.

The investment activity at BVB continues its upward trend in the first part of 2021, after the record results obtained in 2020 when the investors active on the Romanian stock exchange traded financial instruments totaling RON 18.3 billion, the equivalent of EUR 3.77 billion. It was the highest annual value ever recorded on the main segment of the Romanian stock market, and exceeded by almost 25% the previous record from 2007. In September 2020, the global index provider FTSE Russell promoted Romania to the Emerging Market status.

The capitalization of the local companies listed on BVB has gone above the pre-pandemic level. Thus, the Romanian companies listed on the Main Market of BVB have reached a market value of RON 120 billion or EUR 24 billion.

NEWS TO INVESTORS: MAY

- [Vifrana](#), a Romanian producer of organic wines, went public on May 14th on the [Bucharest Stock Exchange \(BVB\)](#) AeRO market, under the ticker [BLOW](#). It is the 7th company listed on the AeRO market since the beginning of this year and the first organic wine producer present on the Bucharest stock market. The company's listing follows a private placement held at the end of 2020 by which Vifrana attracted RON 9,5 mn from investors. In December last year, the company carried out a private placement through which it sold to 87 investors a number of 21,220,322 shares at a price of RON 0.45/ share. [Goldring](#) is the Authorized Consultant who assisted Vifrana in the private placement and listing on the AeRO market. Further details are available at this [link](#).
- [Antibiotice \(ATB\)](#), one of the oldest Romanian drug producers, benefits starting from May 18th from the Issuer's Market Maker services provided by [BRK Financial Group \(BRK\)](#), one of the most active brokers on the Bucharest Stock Exchange ([BVB](#)). BRK is the first market maker for Antibiotice and will enhance the liquidity for ATB shares, listed on BVB's Main Market since April 1997. BRK thus becomes the Issuer's Market Maker for eight issues on BVB: shares of Antibiotice, Ages, Impact Developer&Contractor, MedLife, Romcarbon, TeraPlast, Purcari Wineries, as well as for IMP26E bonds. Further details are available at this [link](#).
- Agroserv Mariuta, the company that owns the dairy brand [Laptaria cu Caimac](#), went public on May 21st on the AeRO market of the [Bucharest Stock Exchange \(BVB\)](#). The shares are traded under [MILK](#) ticker. The listing of the company follows a private placement carried out on April 26, 2021, by which Agroserv Mariuta attracted RON 19.4mn from investors in the capital market, the largest amount attracted through a private placement for shares on the AeRO market. The listing of shares took place 15 working days from the closing date of the private placement, representing the fastest listing of shares on the AeRO market. In April 2021, the company carried out a private placement through which it sold 431,020 shares at a price of RON 45 per share. The private placement was oversubscribed by 3,6 times, in total being registered subscriptions of approximately RON 70mn, given that the maximum subscription per investor was limited to RON 1mn. Further details are available at this [link](#).
- The [BVB Research Hub](#) platform, launched by the Bucharest Stock Exchange with the aim to provide investors access to fundamental research, has launched a new functionality, a [Peer Comparison](#) tool. This tool allows up-to-date comparisons between the multiples of the BVB-listed issuers and the most relevant peers, prioritizing peers listed in Romania or on other CEE-based exchanges. The Peer Comparison tool, available only in English, was developed based on the collaboration between Bucharest Stock Exchange and [Capital Cube](#), a global supplier of investment analysis and investor content. The financial data is retrieved and processed fully automatically from Capital Cube's database, which covers more than 50,000 companies and ETFs listed globally. Further details are available at this [link](#).

- [Raiffeisen Bank](#) first green bonds, a premiere on the Romanian banking sector, started trading on May 27th on [Bucharest Stock Exchange \(BVB\)](#), under the ticker [RBRO26](#). Raiffeisen Bank attracted in April 2021, at the time of the bond issue, over RON 400mn. The funds obtained will be channeled to finance Raiffeisen Bank's eligible projects to ensure the transition to a sustainable and solid economy. The first issue of green bonds carried out by Raiffeisen Bank on the Romanian market was addressed to institutional investors and attracted over RON 400.5mn. The bonds have a 5 years maturity, a fixed coupon of 3.086%, approximately 0.5 pp. over the yield of government securities, with the same maturity and issued in the same currency, RON. With a demand of almost RON 650mn, the bond issue was oversubscribed by almost 1.6 times.
Further details are available at this [link](#).
- [Banca Comerciala Romana \(BCR\)](#) listed on May 31st the largest bond issue on [Bucharest Stock Exchange \(BVB\)](#), worth RON 1bn. Thus, BCR exceeds its own record, set in December 2019, when its first bond issue was listed on BVB, with a RON 600mn value, the largest at that time. The bonds listed today under the ticker [BCR28](#) are traded on the BVB's Main Market. The bonds have a 7-year maturity and an annual interest rate of 3.9%. The issue includes 2,000 bonds, with a nominal value of RON 500,000 and was processed in BVB's trading system on May 19th, 2021. The bond issue has been assigned by [Fitch](#) agency with a BBB+ rating.
Further details are available at this [link](#).

BVB Monthly Report

Trading value on BVB Regulated Spot Market MAY 2021

A. Summary of Main Indicators

1. Trading value on the BVB's Regulated Spot Market for May 2021 compared with April 2021

	Total trading value May 2021		Total trading value April 2021		% Change	
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON	EUR
Financial instruments already issued / registered	877.33	178.14	829.33	168.49	5.79	5.73
➤ Equities	702.67	142.68	706.97	143.63	-0.61	-0.66
➤ Bonds	121.58	24.68	89.14	18.11	36.39	36.28
➤ Unit funds, ETF	5.86	1.19	1.93	0.39	203.63	205.13
➤ Structured products	47.23	9.59	31.29	6.36	50.94	50.79
New Issues and further issues	1,000.00	202.98				
➤ Equities						
➤ Bonds	1,000.00	202.98				
Total Regulated Spot Market, out of which:	1,877.33	381.12	829.33	168.49	126.37	126.20
➤ Total Equities	702.67	142.68	706.97	143.63	-0.61	-0.66
➤ Total Bonds	1,121.58	227.66	89.14	18.11	1,158.22	1,157.10

2. Trading value on the BVB's Regulated Spot Market for May 2021 compared with May 2020 (YoY)

	Total trading value May 2021		Total trading value May 2020		YoY % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered	877.33	178.14	778.58	160.95	12.68
➤ Equities	702.67	142.68	706.21	145.99	-0.50
➤ Bonds	121.58	24.68	2.88	0.60	4,121.53
➤ Unit funds, ETF	5.86	1.19	0.99	0.20	491.92
➤ Structured products	47.23	9.59	68.50	14.16	-31.05

New Issues and further issues	1,000.00	202.98			
➤ Equities					
➤ Bonds	1,000.00	202.98			
Total Regulated Spot Market, out of which	1,877.33	381.12	778.58	160.95	141.12
➤ Total Equities	702.67	142.68	706.21	145.99	-0.50
➤ Total Bonds	1,121.58	227.66	2.88	0.60	38,843.75

3. The value traded on the BVB's Regulated Spot Market for January - May 2021 compared with January - May 2020 (YTD)

	Total trading value January - May 2021		Total trading value January - May 2020		YTD % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered	4,780.06	976.68	5,279.61	1,096.81	-9.46
➤ Equities	3,864.47	789.51	4,986.40	1,035.98	-22.50
➤ Bonds	630.34	128.86	26.74	5.54	2,257.29
➤ Unit funds, ETF	13.88	2.83	7.33	1.52	89.36
➤ Structured products	271.37	55.49	259.14	53.76	4.72
New Issues and further issues	2,591.00	528.77	9.56	2.00	27,002.51
➤ Equities					
➤ Bonds	2,591.00	528.77	9.56	2.00	27,002.51
Total Regulated Spot Market, out of which:	7,371.06	1,505.45	5,289.17	1,098.81	39.36
➤ Total Equities	3,864.47	789.51	4,986.40	1,035.98	-22.50
➤ Total Bonds	3,221.34	657.63	36.30	7.54	8,774.21

4. The average daily value on the BVB's Regulated Spot Market for May 2021 compared with April 2021

	Average daily value May 2021		Average daily value April 2021		% Change	
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON	EUR
Financial instruments already issued / registered						
➤ Equities	35.13	7.13	33.67	6.84	4.34	4.24
➤ Bonds	6.08	1.23	4.24	0.86	43.40	43.02
➤ Unit funds, ETF	0.29	0.06	0.09	0.02	222.22	200.00
➤ Structured products	2.36	0.48	1.49	0.30	58.39	60.00
New Issues and further issues						
➤ Equities						
➤ Bonds	50.00	10.15				

5. The average daily value on the BVB's Regulated Spot Market for May 2021 compared with May 2020 (YoY)

	Average daily value May 2021		Average daily value May 2020		YoY % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered					
➤ Equities	35.13	7.13	35.31	7.30	-0.51
➤ Bonds	6.08	1.23	0.14	0.03	4,242.86
➤ Unit funds, ETF	0.29	0.06	0.05	0.01	480.00
➤ Structured products	2.36	0.48	3.43	0.71	-31.20
New Issues and further issues					
➤ Equities					
➤ Bonds	50.00	10.15			

6. The average daily value YTD on the BVB's Regulated Spot Market

	Average daily value YTD 2021		Average daily value YTD 2020		YTD % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered					
➤ Equities	37.16	7.59	48.89	10.16	-23.99
➤ Bonds	6.06	1.24	0.26	0.05	2,230.77
➤ Unit funds, ETF	0.13	0.03	0.07	0.01	85.71
➤ Structured products	2.61	0.53	2.54	0.53	2.76
New Issues and further issues					
➤ Equities					
➤ Bonds	24.91	5.08	0.09	0.02	27,577.78

7. The evolution of indices

Index	Value for 5/31/2021		% Change May 2021		% YTD		Index values for May 2021	
	RON	EUR	RON	EUR	RON	EUR	minimum	maximum
BET	11,431.12	8,090.12	0.79	0.89	16.58	15.38	11,304.51	11,763.07
BET-TR	19,631.75	17,952.48	2.76	2.86	18.91	17.69	19,307.41	19,986.90
BETPlus	1,710.59	1,528.15	0.76	0.86	16.78	15.59	1,692.46	1,759.00
BET-FI	48,457.47	21,359.96	-0.02	0.08	12.49	11.34	48,442.23	49,969.74
BET-XT	1,006.69	707.68	0.21	0.30	15.50	14.32	997.61	1,036.59
BET-BK	2,213.57	1,913.71	1.01	1.11	18.55	17.34	2,202.57	2,242.38

BET-XT-TR	1,734.05	1,564.21	1.99	2.09	17.60	16.40	1,716.12	1,758.53
BET-NG	789.12	555.38	-3.25	-3.15	13.85	12.69	775.10	835.93
ROTX	24,821.16		4.58		20.73		24,013.96	25,207.24

8. Market Indicators

	RON mil.	EUR mil.
➤ Market capitalization (regulated market)	191,901.18	39,005.89
➤ Market capitalization (domestic market)	119,558.58	24,301.51
➤ Turnover velocity (regulated market)	4.39	4.39
➤ Turnover velocity (domestic market)	6.84	6.83
➤ PER	13.78	
➤ P/BV	1.06	
➤ DIVY	4.51	

B. Specific Market Indicators

1. Trading value and market capitalization by activity sector

Sector	Trading value (RON mil.)	Market capitalization (RON mil.)	PER	PBV	DIVY
➤ FINANCIAL AND INSURANCE ACTIVITIES	385.69	116,693.85	13.40	1.15	2.87
➤ MINING AND QUARRYING	94.68	35,912.73	13.47	0.90	6.90
➤ MANUFACTURING	80.41	11,738.69	13.36	1.51	4.89
➤ ELECTRICITY, GAS, STEAM AND AIR CONDITIONING SUPPLY	30.25	10,491.02	13.19	0.97	4.83
➤ PROFESSIONAL, SCIENTIFIC AND TECHNICAL ACTIVITIES	45.15	5,107.37	14.82	1.09	5.38

➤ TRANSPORTATION AND STORAGE	13.85	4,456.70	18.42	0.88	3.62
➤ HUMAN HEALTH AND SOCIAL WORK ACTIVITIES	17.03	1,800.40	43.03	8.69	
➤ CONSTRUCTION	6.73	810.49	11.03	1.17	1.32
➤ ACCOMMODATION AND FOOD SERVICE ACTIVITIES	1.06	297.85	48.70	0.54	3.79
➤ WHOLESALE AND RETAIL TRADE; REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	5.58	226.87	5.96	0.75	7.80
➤ INFORMATION AND COMMUNICATION	6.42	159.22	79.81	5.17	
➤ Other	15.83	4,206.00			

Note: - PER is calculated based on market capitalization of companies which recorded profit
- P/BV and DIVY are computed for domestic companies

2. Top 5 listed shares by turnover – May 2021

Symbol	Security name	Turnover for the month (RON mil.)	Turnover for the month (EUR mil.)	Weight in total turnover shares (%)
TLV	BANCA TRANSILVANIA S.A.	206.43	41.92	29.38
FP	FONDUL PROPRIETATEA	103.05	20.92	14.67
SNP	OMV PETROM S.A.	70.62	14.34	10.05
TRP	TERAPLAST SA	38.79	7.88	5.52
EL	SOCIETATEA ENERGETICA ELECTRICA S.A.	36.68	7.45	5.22

3. Top 5 listed shares with highest increase – May 2021

Symbol	Security name	End of period return (%)	YTD (%)	Low price (RON)	High price (RON)	Last price (RON)
MECE	MECANICA FINA SA	121.05	225.58	8.8000	21.0000	21.0000
CMCM	COMCM SA CONSTANTA	29.80	94.24	0.2080	0.2700	0.2700
EFO	TURISM, HOTELURI, RESTAURANTE MAREA NEAGRA S.A.	24.89	17.33	0.1165	0.1490	0.1455

COS	COS TARGOVISTE S.A.	15.94	-3.61	0.6500	0.9100	0.8000
EBS	Erste Group Bank AG	14.42	37.22	145.9500	170.0000	167.0000

4. Top 5 listed shares by market capitalization 5/31/2021)

Symbol	Security name	Market capitalization			P/BV	PER (RON)	DIVY (RON)
		RON mil.	EUR mil.	% RON			
EBS	Erste Group Bank AG	71,776.60	14,589.33	37.40			
SNP	OMV PETROM S.A.	23,195.76	4,714.78	12.09	0.72	16.79	7.57
TLV	BANCA TRANSILVANIA S.A.	15,520.48	3,154.70	8.09	1.63	12.96	3.86
SNG	S.N.G.N. ROMGAZ S.A.	12,526.23	2,546.08	6.53	1.62	9.79	5.50
FP	FONDUL PROPRIETATEA	12,473.57	2,535.38	6.50	1.21		3.49

5. Top 5 structured products by turnover – May 2021

Symbol	Security name	Turnover for the month (RON mil.)	Turnover for the month (EUR mil.)	Weight in total turnover structured products (%)
BKWTITL6	BRK WTI Turbo Long 48.5	7.21	1.46	15.27
BKDOWTLB9	BRK Dow Turbo Long 31900	4.64	0.94	9.83
BKDOWTLC2	BRK Dow Turbo Long 33150	4.34	0.88	9.20
BKDOWTSC1	BRK Dow Turbo Short 35150	3.48	0.71	7.37
EBGLD1	EB GOLD open end	2.66	0.54	5.64

6. Top 5 bonds products by turnover – May 2021

Symbol	Security name	Turnover for the month (RON thous.)	Turnover for the month (EUR thous.)	Weight in total turnover Bonds (%)
R2403A	MINISTERUL FINANTELOR	33,260.09	6,752.94	27.36
BCR26	BANCA COMERCIALA ROMANA - OB. 2026	22,035.32	4,472.63	18.12
R2312A	MINISTERUL FINANTELOR PUBLICE	18,326.57	3,720.20	15.07
R2603AE	MINISTERUL FINANTELOR	15,158.56	3,078.04	12.47
R2512AE	MINISTERUL FINANTELOR PUBLICE	11,583.54	2,351.58	9.53

7. Unit funds (including ETF) by turnover – May 2021

Symbol	Security name	Turnover for the month (RON thous.)	Turnover for the month (EUR thous.)	Weight in total turnover Unit funds, ETF (%)
STK	STK EMERGENT	3,007.46	610.46	51.36
TVBETETF	FONDUL DESCHIS DE INVESTITII ETF BET PATRIA-TRADEVILLE	2,848.24	578.38	48.64

8. IPO, SPO and other offer markets – May 2021

Symbol	Security name	Instrument type	Type of offer	Turnover (RON mil.)
BCR28	BANCA COMERCIALA ROMANA 2028	Bonds	Offers without prospectus for new issues	1,000.00

9. New listings for May 2021

Symbol	Security name	Instrument type	Listing Date
BKDOWTSC5	BRK Dow Turbo Short 36750	Structured	5/7/2021
BKDOWTLC1	BRK Dow Turbo Long 32500	Structured	5/7/2021

BKDOWTSC4	BRK Dow Turbo Short 37250	Structured	5/7/2021
BKDOWTLC2	BRK Dow Turbo Long 33150	Structured	5/7/2021
BKDOWTSC6	BRK Dow Turbo Short 36250	Structured	5/7/2021
BKCUPTL1	BRK Cupru Turbo Long 3.4	Structured	5/11/2021
BKCUPTL2	BRK Cupru Turbo Long 3.95	Structured	5/11/2021
BKCUPTS1	BRK Cupru Turbo Short 5.5	Structured	5/11/2021
RBRO26	RAIFFEISEN BANK _ OB. 2026	Bonds	5/27/2021
BCR28	BANCA COMERCIALA ROMANA 2028	Bonds	5/31/2021

Methodological notes

Section A. Summary of Main Indicators

1. *Financial instruments already issued* – this category includes all the statistical data related to the existing financial instruments, regardless of the type of the operations carried out.

The total values traded as well as the average daily value for this category are based on:

- ◆ trading operations performed on regular, deal;
 - ◆ offers and operations performed with the existing financial instruments such as: buy offer, takeover offer, secondary offer for selling the existing financial instruments, other methods of selling the existing financial instruments, offers without prospectus or with simplified prospectus for currently issued financial instruments.
2. *New issues and further issues* – this category contains the statistical data related to the issuance of new instruments based on the primary / initial offers as well as data regarding the increase of the capital for already listed companies, based on further issues. This category is related to the capital raised by the issuers.
 3. The total value traded is single counted.
 4. The total value traded expressed in EUR is calculated considering the daily EUR value, based on the currency rate available for each trading session.
 5. Equities includes shares and rights.
 6. Bonds includes all types of bonds available for trading at BVB (municipal, corporate, government securities).

Section B. Specific Market Indicators

Trading value displayed in this section for a financial instrument includes the turnover registered in all market in which the respective financial instrument is traded.

Bucharest Stock Exchange undertakes all the reasonable efforts to ensure that data included in this document was correct at the time of publication. However, Bucharest Stock Exchange shall not be responsible or liable for decisions taken or system-related or other activity performed by any part based on this report.