

Tuesday - February 12, 2019

Bucharest Stock Exchange

Local Indices	Last close	Day %	YTD %	YoY %
BET	7,371.61	-2.4%	-0.2%	-7.9%
BET-FI	34,133.23	-1.4%	-1.5%	-16.2%
BET-NG	641.55	-1.3%	6.3%	-5.2%
BET-BK	1,473.79	-1.7%	1.0%	-13.3%
BET-XT	681.80	-2.3%	0.2%	-10.1%
BET-Plus	1,104.29	-2.4%	-0.5%	-8.0%
ROTX ¹	15,336.04	-2.6%	0.0%	-6.7%

Market Digest - BSE

	Daily	30D avg	YTD avg
Turnover (in RONm)	44.0	49.9	51.6
Turnover (in EURm*)	9.3	10.5	10.9
Volume	27.9	36.9	37.9
Total market cap (in RON bn)	150.3	146.2	146.6
Total market cap (in EUR bn*)	31.7	30.9	30.9

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

Market Valuation Data (BET)

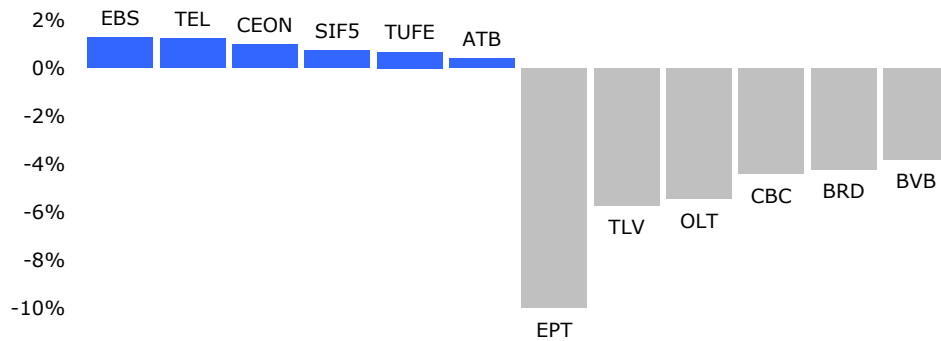
	FY16A	FY17A	FY18E
P/E (x)	10.3	7.6	7.1
EV/EBITDA (x)	3.1	3.8	3.4
P/BV (x)	0.8	0.9	0.9
Div. Yield	7.4%	8.6%	10.2%

Corporate & Economic Events

12-February	Energy resources data	
12-February	Industry turnover	
12-February	Industrial new orders	
13-February	Industrial production	
13-February	Consumer Price Index	
13-February	Balance of payments	
14-February	Q4 17(E) GDP Data	
14-February	BVB	FY 18 Preliminary Results
14-February	DIGI	FY 18 Preliminary Results
15-February	SNG	FY 18 Preliminary Results
15-February	FP	FY 18 Preliminary Results
15-February	TEL	FY 18 Preliminary Results
15-February	TGN	FY 18 Preliminary Results
15-February	WINE	FY 18 Preliminary Results
15-February	SIF3	FY 18 Preliminary Results
18-February	M	FY 18 Preliminary Results

Market comment

BET down 2.4% on EUR 9.3m turnover.



*as per Bloomberg data

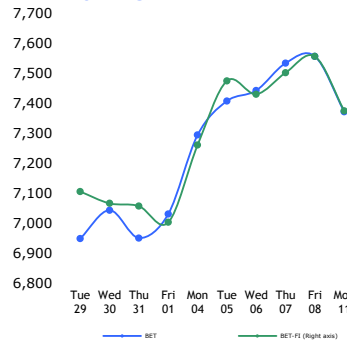
World Markets

Main Indices	Last close	Day %	YTD %	YoY %
DJ Industrial	25,053.11	-0.2%	7.4%	3.6%
S&P 500	2,709.80	0.1%	8.1%	3.4%
Nasdaq	7,307.91	0.1%	10.1%	6.3%
FTSE 100	7,129.11	0.8%	6.0%	0.5%
DAX 30	11,014.59	1.0%	4.3%	-9.0%
CAC 40	5,014.47	1.1%	6.0%	-1.3%
PX - Czech Rep.	1,046.43	0.0%	6.1%	-5.4%
MICEX - Russia	2,285.53	0.0%	0.0%	4.0%
SOFIX	573.40	-0.3%	-3.5%	-17.4%
ISE (XU100) - Turkey	104,394.70	1.9%	14.4%	-8.1%
WSE - Poland	60,221.65	-0.1%	4.4%	-2.8%
Nikkei 225 (Japan)	20,333.17	0.0%	1.6%	-4.9%
Hang Seng	28,143.84	0.7%	8.9%	-4.6%

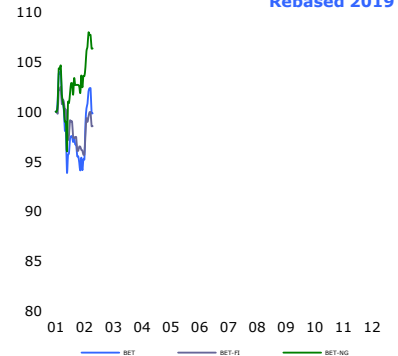
FX/Commodities/Rates

EUR/RON	4.74	Libor (12M)	-0.2%
USD/RON	4.21	ROBID (ON)	3.4%
EUR/USD	1.13	ROBID (1M)	3.3%
Brent (\$/bbl - dated)	61.46	ROBOR (ON)	3.4%
Gold (\$/oz)	1,306.40	ROBOR (1M)	3.3%
Euribor (1M)	-0.37%	NBR rate	2.5%
Euribor (12M)	-0.11%	CPI (YoY) 12/2018	3.3%
Libor (1M)	-0.42%	GDP Q3'2018	4.2%

10 DAYS



Rebased 2019



Most Traded

	Turnover	Day %
TLV	29,347,570	-5.7%
FP	4,439,788	-0.6%
BRD	3,809,263	-4.2%
SNG	1,301,471	-0.2%
DIGI	1,015,646	-2.1%
TGN	810,189	-1.5%
SIF5	794,607	0.7%
SNP	648,029	-3.0%
EL	469,884	-0.4%
COTE	326,545	-0.8%

Best 6 performers

	Turnover	Day %
EBS	3,716	1.3%
TEL	76,747	1.2%
CEON	42,406	1.0%
SIF5	794,607	0.7%
TUFU	1,798	0.7%
ATB	3,193	0.4%

Worst 6 performers

	Turnover	Day %
EPT	18	-10.0%
TLV	29,347,570	-5.7%
OLT	9,817	-5.5%
CBC	1,456	-4.4%
BRD	3,809,263	-4.2%
BVB	56,221	-3.8%

* turnover includes deal trades

Stock	BSE Ticker	Last price	Mkt Cap (m RON)	Mkt Cap (m EUR)	Volume (000)	30D Volume (000)	Day %	Weekly %	YTD %	YoY %	P/E (17A)	P/E (18E)	P/BV (17A)	P/BV (18E)	EV/EBITDA (17A)	EV/EBITDA (18E)
OMV PETROM	SNP	0.33	18,607.6	3,925.5	1,947.4	9,828.6	-3.0%	-1.6%	9.9%	13.3%	6.5	6.8	0.6	0.6	2.0	2.1
BRD	BRD	11.32	7,888.9	1,664.3	336.6	716.1	-4.2%	1.1%	-0.7%	-15.1%	6.4	5.6	1.2	1.1	n/a	n/a
BANCA TRANSILVANIA	TLV	1.81	8,715.3	1,838.6	16,131.7	13,006.7	-5.7%	0.6%	-9.7%	-10.2%	7.5	7.8	1.3	1.4	n/a	n/a
TRANSGAZ	TGN	322.00	3,791.2	799.8	2.5	2.6	-1.5%	-2.4%	1.9%	-19.3%	7.8	6.4	1.2	1.0	4.0	3.1
TRANSELECTRICA	TEL	20.75	1,521.0	320.9	3.7	37.0	1.2%	5.4%	-3.5%	-18.3%	78.8	69.0	0.7	0.6	4.6	4.0
ROMGAZ	SNG	30.40	11,716.8	2,471.8	43.1	101.8	-0.2%	6.1%	9.4%	-7.6%	6.5	5.8	1.3	1.2	3.3	2.8
NUCLEARELECTRICA	SNN	8.51	2,565.9	541.3	30.4	80.7	-1.0%	4.2%	4.3%	7.7%	7.1	8.1	0.3	0.3	1.7	2.1
BVB	BVB	22.80	183.5	38.7	2.4	1.5	-3.8%	0.4%	8.6%	-17.7%	15.6	11.9	1.9	1.5	n/a	n/a
ELECTRICA	EL	10.04	3,473.2	732.7	47.1	143.4	-0.4%	4.6%	3.5%	-14.0%	30.6	26.3	0.7	0.6	4.7	3.8
CONPET	COTE	78.40	678.8	143.2	4.2	2.2	-0.8%	-0.8%	0.9%	-31.5%	11.6	9.0	1.3	1.0	4.5	3.1
MEDLIFE	M	26.80	593.5	125.2	2.3	3.9	-0.7%	-0.7%	0.0%	-18.8%	172.3	135.4	5.0	3.9	12.7	10.6
DIGI	DIGI	27.50	2,750.0	580.1	36.3	25.9	-2.1%	1.9%	7.4%	-21.7%	14.3	9.6	6.0	4.0	6.4	5.3
SPHERA	SFG	20.20	783.7	165.3	0.1	24.5	-2.4%	-0.5%	2.3%	n/a	50.4	24.5	15.1	7.3	31.5	15.4
PURCARI WINERIES	WINE	16.85	337.0	71.1	3.7	6.1	-3.7%	-2.9%	n/a	n/a	n/a	13.0	n/a	3.4	n/a	9.1
FONDUL PROPRIETATEA	FP	0.83	6,026.8	1,271.4	5,400.6	5,016.8	-0.6%	1.2%	-6.6%	-7.4%	5.8	5.0	0.7	0.6	n/a	n/a
SIF OLTENIA	SIF5	2.10	1,218.3	257.0	382.3	633.2	0.7%	0.7%	0.7%	-8.7%	17.0	16.3	0.8	0.8	n/a	n/a
SIF MOLDOVA	SIF2	1.14	1,131.9	238.8	50.8	86.5	-2.4%	-2.6%	-5.5%	-22.8%	8.5	7.3	0.8	0.7	n/a	n/a
SIF TRANSILVANIA	SIF3	0.23	486.5	102.6	338.2	992.9	-2.0%	0.0%	4.7%	-5.9%	8.3	7.2	0.5	0.5	n/a	n/a
SIF BANAT CRISANA	SIF1	2.16	1,117.7	235.8	20.7	392.6	-3.1%	4.3%	5.9%	-24.5%	20.6	15.2	0.6	0.5	n/a	n/a
SIF MUNTENIA	SIF4	0.60	485.8	102.5	53.2	2,500.3	-2.3%	2.0%	0.7%	-35.4%	15.5	9.5	0.7	0.4	n/a	n/a

Top News and Headlines

Inflation rate: NBR increased inflation projection for 2019 by 0.1 p.p. to 3%, diminishing the forecast for 2020 by 0.1 p.p. to 3.1% - zf.ro

Ro banks: NBR firm request is to completely dissociate the tax on banking assets from ROBOR, stated NBR Governor Mugur Isarescu – zf.ro

RECOMMENDATION SYSTEM

SSIF IEBA TRUST uses a Relative recommendation system. Such system indicates that each stock is rated on a basis of the excess return, measured by the relative value of the target (calculated) price and the current price, over a 12 months period of time.

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

SSIF IEBA TRUST RATINGS

BUY	The stock is expected to generate potential excess return over 15%
ACCUMULATE	The stock is expected to generate potential excess return of 5 to 15%
HOLD	The stock is expected to generate potential excess return of -5% to 5%
REDUCE	The stock is expected to generate potential excess return below -5%

Excess return: Target price/current price - 1

For the cases of Initial Public Offering, the above-mentioned recommendation system is not applied. In such cases, the recommendation is based on the comparison between the price of the Offering, and the fair value estimated by SSIF IEBA TRUST.

Measures Definitions

IEBA Net Income	Adjusted Net Income for one-off items	
Net Cash Flow from operations	EBITDA (+/-) other provisions (+/-)(Increase)/Decrease in Working Capital	
FCF Equity	Net Cash Flow from operations (-) CAPEX	
Net debt	Total short-term and long-term bank debt (-) cash	
EV	Market Cap (avg historic or current) + book value of minorities + Net debt	
FCFPS	FCF Equity	Diluted no of shares
EPS (or IEBA)	Reported (or IEBA) Net Income	Diluted no of shares
BVPS	Total Equity	Year end no of shares
P/E (or IEBA)	Share Price (avg historic or current)	Reported (or IEBA) EPS
P/E IEBA at 52wks High	52 weeks High price (avg historic or current)	IEBA EPS / Diluted IEBA Earnings Per Share
P/BV	Share Price (avg historic or current)	BVPS
ROE	Reported Net Income	Average Total Equity
ROCE	Reported Net Income	Average (Total debt + Total Equity)
EV/EBITDA	EV (with avg historic or current)	Reported EBITDA
EV/EBITDA (x) at 52wks High	EV using 52 weeks High market cap (avg historic or current)	Reported EBITDA
EBITDA/Net financials	Reported EBITDA	Net financials: Net interest (+/-) Net financials
EV/CE (x)	EV (with avg historic or current)	CE: Total bank debt + Total Equity
FCF Yield	FCFPS	Share Price (avg historic or current)
Dividend Yield	DPS	Share Price (avg historic or current)
Dividend Payout	Dividend	Reported Net Income

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