THE BOARD OF DIREC TORS' REPORT of Societatea OIL TERMINAL S.A. Constanta
Trimester III 2016, concluded on 30th September 2016

Semestrial report according to:	Art. 227 of Law n. 297/2004 regarding the capital market and CNVM Regulation no.1/2006 regarding the issuers and securities operations
Report date	30th September 2016
Commercial company name	Societatea OIL TERMINAL S.A.
Social headquarter	No. 2, Caraiman str.,CONSTANTA, ROMANIA
Phone/fax number	0040 241 702600 / 0040 241 694833
E-mail / Internet	Office@oil-terminal.com/www.oil-terminal.com
Unic registering code at the Coomerce Registrar Office	RO2410163
Order number at the Commerce Registrar	J/13/512/1991
The subscribed and paid social capital	58,243,025 Lei
The regulated market on which the issued securities are traded	Bucharest Stock Exchange Standard category
The main characteristics of the securities issued:	582,430,253 shares with a nominal value of 0.10 lei/share, nominative, indivisible, with equal voting rights, freely tradable at Bucharest Stock Exchange with symbol OIL
Accountant standards applicable:	International standards of financial report 34 – ''Interim financial report''
Audit	Interim simplified financial audited situations issued on 30.09.2016
Reporting currency:	Romanian leu (RON) – all the presented amounts are in RON, if otherwise mentioned.

1. The economic financial situation

The main indicators evolution for the company, in the period of 6 months, completed on 30 June 2016, comparing to the budget of revenues and expenditures and to the same period of the previous year is as follows:

Indicators	**Budget of revenues and expenditures 30.06.2016**	**Achieved 30.06.2016**	**▲ ▼ Achieved / Budget of revenues and expenditures 30.09.2016**	**Achieved 30.06.2015**	**▲ ▼ Achieved 9 months 2016/2015**
0	1	2	3=2/1	4	5=2/4
PERFORMANCE INDICATORS					
EBITDA (million lei)	9.51	26.80	▲ 181.8%	28.02	▼ 4.3%
Total achieved quantities (tons)	3,686,191	4,309,316	▲ 16.9%	4,123,951	▲ 4.5%
Total operation revenues (million lei)	98.12	117.33	▲ 19.6%	100.59	▲ 16.6%
Operation expenses (million lei)	94.95	97.48	▲ 2.7%	80.35	▲ 21.3%
Operation expenses (%turnover)	97.25%	83.43%	▼ 14.2%	80.29%	▲ 3.9%
Gross profit limit (%turnover)	3.06%	16.01%	▲ 423.2%	19.78%	▼ 19.1%
Productivity (lei/employee)	101,892	124,824	▲ 22.5%	104,457	▲ 19.5%
Employees average number	963	940	▼ 2.4%	963	▼ 2.4%
Investments – public domain (million lei)	2.92	3.00	▲ 2.7%	1.13	▲ 165.5%
Investments - company (million lei)	7.07	8.79	▲ 24.3%	4.44	▲ 98.0%

The interim financial situations related to the period January – September 2016 are audited and were issued according to International Accountancy Standard 34 – '' Interim Financial Report''

a) Situation of financial position on 30th September 2016

	30th September 2016 (audited) (lei)	31st December 2015 (audited) (lei)
Assets		
Tangible assets		
Intangible assets	3,615,761	3,842,195
Tangible assets	461,255,395	452,535,812
Tangible assets in execution	2,095,485	8,053,492
Financial assets	809,075	809,075
Total tangible assets	**467,775,716**	**465,240,574**
Current assets		
Stocks	941,267	659,463
Assimilated clients and accounts	14,245,384	14,118,800
Other receivables	1,926,282	2,845,905
Taxation and taxes to be recovered	785,476	165,243
Cash and cash equivalents	21,676,759	21,022,923
Total current assets	**39,574,921**	**38,812,334**
TOTAL Assets	**507,350,637**	**504,052,908**
Own capitals and debts		
Own capitals		
Social capital subscribed and paid	58,243,025	58,243,025
Other elements of own capitals	221,566	221,566
Reserves from reevaluation	210,962,268	211,016,140
Legal reserves	3,692,585	3,153,540
Other reserves	174,254,031	171,733,191
Surplus achieved from reserves from reevaluation	4.143.435	4,089,562
Reported result without IAS 29	396,930	396,930
Reported result arisen from the accountant errors correction		
Current profit	(25,839,366)	(25,839,366)
	15,319,981	5,913,710
Total own capitals	**441,394,455**	**428,928,298**
Debts on long term		
Loans on long term	7,650,000	9,011,593
Debts regarding taxation on postponed profit	28,723,015	28,723,015
Total debts on long term	**36,373,015**	**37,734,608**
Current debts		
Debts on long term – current part	2,085,687	2,896,375
Commercial debts	10,110,012	15,694,022
Debts regarding taxation and taxes	4,496,356	5,112,884
Other current debts	2,058,474	1,767,684
Total current debts	**18,750,529**	**25,470,965**
Total debts	**55,123,544**	**63,205,573**
Provisions	10,767,900	11,826,513
Subventions	64,738	92,524
TOTAL own capitals and debts	**507,350,637**	**504,052,908**

Fixed assets

In the fixed assets structure, there are the effected investments for the company' own capital, and the investments effected for the public domain., according to the Lease oil agreement of the crude oil and petroleum products' handling activity.
In the period 01.01.2016-30.09.2016 the tangible and intangible assets net value increased by the amoun t of 2,535,142 lei comparing to 31.12.2015, the difference consisting of:

- - 5,958,007 lei expenses of tangibles in execution;
- - 45,566 lei tangible assets outputs;
- - 9,216,738 lei amortization for the period 01.01.2016-30.09.2016;
- + 17,752,971 lei investments entries put in function

- + 2482 lei licenses entries

The put in function investments on 30.09.2016 2016 were in an amount of 17,752,971, from which:

- 10,765,933 lei for the company' public domain
- 6,987,038 lei for the public domain according to Oil Agreement

Current assets

On 30.09.2016, the total current assets recorded an increase of 2% comparing to 31.12.2015, mainly, due to increase of 3% of cash and cash equivalents.

Debts on long term

Debts on long term in an amount of 36,373,015 lei recorded a decrease of 1,361,593 lei, namely 3.6% comparing to 31.12.2015, further the reimbursements of installments related to the 2 investments credits contracted in 2011, namely 2013.

Debts on short term

On 30th September 2016 the debts on short term recorded a decrease of 26.4% comparing to 31.12.2015, mainly determined by the commercial debts to suppliers during trimester I 2016, having in view the legal provisions according to which, until the budget of revenues and expenditures' approval for 2016, the company must effect total expenses in the limit of 1/12 from the budget approved of 2015.

On 30.09.2016 the company does not record debts to the state budget (ANRM included), social insurances budget, local budget, investments suppliers, services supplies and goods deliveries.

Own capitals

Own capitals recorded an increase of 2.9% comparing to 31.12.2015, further the net profit increase by 9.4 thousand lei in this period.

OIL shares evolution

The main shareholder is the Romanian State represented by the Ministry of Energy, owing 59.62% of the social capital.

The fully subscribed and paid capital is 58,243,025 lei distributed in 582,430,253 ordinary shares with a nominal value of 0.10 lei/share.

The shares issued by the company are traded at sight, on the regulated market, Bucharest Stock Exchange, in department Capital titles, Standard Class, under symbol OIL, since 09.02.1998.

On 30.09.2016, the shares were traded at the value of 0.0948 lei/share (closing price)

Information about issue	
Total shares number	582,430,253
Nominal value	0.1000
Social capital	58,243,025.30
Stock indicators on 30.06.2016 according Bucharest Stock Exchange	
Capitalization	56,495,734.54
PER	9.55
P/BV	0.13
EPS	0.01
DIVY	5.05
Gross dividend (2015)	0.004899

b) The situation of overall result for the period of 9 months completed on 30th September 2016

	30th September 2016 (lei) (audited)	**30th September 2015 (lei) (audited**
Revenues from services supplies	116,132,479	99,378,049
Revenues from residual products sale	730,884	647,456
Other revenues from operation	2,749,535	1,086,957
Expenses of materials	5,816,140	4,173,608
Expenses of energy and water	2,865,889	3,032,026
Expenses of employees salaries	47,093,726	42,829,681
Expenses of services supplied by third parties	8,797,037	8,400,630
Expenses with amortization	9,221,606	8,301,929
Other expenses fro operation	25,964,718	14,136,785
Result from operation	**19,853,782**	**20,237,803**
Financial revenues and expenses (net values)	(1,145,700)	(440,398)
Year gross result	**18,708,082**	**19,797,405**
Expenses regarding the taxation on profit	3,388,101	3,624,431
Year net result	**15,319,981**	**16,172,974**
Other elements of overall result:		
Elements not being reclassified in profit and loss, from which:	**53,873**	**143,379**
Earnings from re evaluation of ceased/ out of use real estates	53,873	143,379
Total overall result	**15,373,854**	**16,316,353**
Result per share (lei/share)	**0.02640**	**0.02801**
Diluted result per share (lei/share)	**0.02640**	**0.02801**

The main economic-financial indicators achieved for the period of 9 months completed on 30.09.2016, com paring to the Budget of revenues and expenses for the same period, are presented in the following table:

Indicators	Budget of revenues and expenditures 30.09.2016 (thousand lei)	Achievements 30.09.2016 (thousand lei)	Achieved/ budget of revenues and expenses %
Net turnover	**116,836**	**97,637**	**119.7**
Operation revenues	117,335	98,122	119.6
Operation expenses	97,482	94,954	102.7
Operational profit	**19,853**	**3,168**	**626.7**
EBITDA	**26,798**	**9,509**	**281.8**
Financial revenues	498	1,215	41.0
Financial expenses	1,643	1,390	118.2
Financial result	**(1,145)**	**(175)**	**654.3**
Total revenues	117,833	99,337	118.6
Total expenses	99,125	96,344	102.9
Gross profit	**18,708**	**2,993**	**625.1**
Net profit	**15,320**	**997**	**1,536.6**

In the period January - September 2016, the services supplies physical program achieved (4,309 thousand tons) recorded an increase of 16.9% comparing to the planned program (3,686 thousand tons).
The exceeding of the services supplies physical program led to a turnover achievement of 116.8 mil. lei, by 19,7% more than the planned level.
The indicators achieved in period of 9 months completed on 30.09.2016 comparing to the level approved bt the Budget of revenues and expenses shows a positive evolution:

- Turnover increased by 19.7% due to the increase of 21% of the revenues from the supplied services
- Operation expenses are higher by 2.7%
- Operational profit increased by 6.3 times (+ 16,685 thousand lei), due to increase of handled products quantities, and the un achievement of operation expenses planned for semester I 2016
- Gross profit increased by 6.2 times (+15,715 thousand lei) due to increase of operational profit by 6.3 times
- Operation gross result (EBITDA) increased 2.8 times

Economic - financial indicators achieved on 30.09.2016 comparing to the previous year

Indicators	Budget of revenues and expenditures 30.09.2016 (thousand lei)	Achievements 30.09.2015 (thousand lei)	2016/2015 %
Net turnover	**116,836**	**100,083**	**116.7**
Operation revenues	117,335	100,592	116.6
Operation expenses	97,482	80,355	121.3
Operational profit	**19,853**	**20,237**	**98.1**
EBITDA	**26,798**	**28,019**	**95.6**
Financial revenues	498	550	90.5
Financial expenses	1,643	990	165.9
Financial result	**(1,145)**	**(440)**	**260.2**
Total revenues	117,833	101,142	116.5
Total expenses	99,125	81,345	121.9
Gross profit	**18,708**	**19,797**	**94.5**
Net profit	**15,320**	**16,173**	**94.7**

In period January – September 2016, the achieved Services physical program (4,309 thousand tons) recorded an increase of 4,5% comparing to the level achieved on 30.09.2015 (4,124 thousand tons)
The exceeding of the Services physical program led to the achievement of a higher turnover of 116.8 thousand lei, by 16.7% increase than on 30.09.2015.

OPERATING RESULTS
Operating incomes
Operating incomes achieved on 30.09.2016 comparing to the planned level

Indicators	Achieved 30.09.2016	Budget of revenues and expenses 30.09.2016	Achieved / Budget of revenues and expenses (%)
Handled quantities (thousand tons), from which:	**4,309**	**3,686**	**116.9**

Crude oil	2,149	1,990	108.0
Other petroleum and petrochemical products	2,160	1,696	127.4
Incomes from supplied services (thousand lei), from which:	**115,444**	**95,384**	**121.0**
Crude oil	36,259	30,858	117.5
Other products and services	79,185	64,526	122.7
Incomes from hires (thousand lei)	**333**	**317**	**105.1**
Incomes from different activities(thousand lei)	**355**	**736**	**48.2**
Other incomes from operation (thousand lei), from which:	**1,203**	**1,685**	**71.4**
Incomes from assets sale	88	-	-
Other incomes	1,115	1,685	66.1
Other incomes from operation (thousand lei)	**117,335**	**98,122**	**119.6**

Incomes from the supplied services recorded an increase of 21% comparing to the Budget of revenues and expenses, due to the handled quantities exceeding by 16.9%, namely by 623 thousand tons.

Operating incomes achieved on 30.09.2016 comparing to the previous year

Indicators	Achieved 30.09.2016	Achieved 30.09.2016	2016/2015 (%)
Handled quantities (thousand tons), from which:	**4,309**	**4,124**	**104.5**
Crude oil	2,149	2,249	95.5
Other petroleum and petrochemical products	2,160	1,875	115.2
Incomes from supplied services (thousand lei), from which:	**115,444**	**98,581**	**117.1**
Crude oil	36,259	35,764	101.4
Other products and services	79,185	62,817	126.1
Incomes from hires (thousand lei)	**333**	**282**	**118.1**
Incomes from different activities(thousand lei)	**355**	**515**	**68.9**
Other incomes from operation (thousand lei), from which:	**1,203**	**1,214**	**99.1**
Incomes from assets sale	88	-	-
Other incomes	1,115	1,214	91.8
Other incomes from operation (thousand lei)	**117,335**	**100,592**	**116.6**

In period January – September 2016, comparing to the same period of 2015, the revenues from supplied services recorded an increase of 17.1%, namely, 16,863 thousand lei, due to the handled quantities exceeding by 4.5%, namely by 185 thousand tons.

Operating expenses
Operating expenses achieved on 30.09.2016 comparing to the planned level

Indicators	Achieved 30.09.2016 (thousand lei)	Budget of revenues and expenses 30.09.2016 (thousand lei)	Achieved / Budget of revenues and expenses (%)
Material expenses, from which:	**5.16**	**4.6**	**130.5**
- consumables expenses, from which:	4.5	3.8	124.4
- fuel expenses	941	1,50	69.
Other external expenses (energy and water)	**2,866**	**3.48**	**94.0**
Staff expenses, from which:	**47,276**	**48,490**	**97.5**
- salaries expenses	38,552	39,315	98.1
- social protection expenses	8,326	8,402	99.1
- other staff expenses	398	773	51.5
Tangible and intangible assets' amortization expenses	**9,222**	**9,506**	**97.0**
External services expenses, from which:	**30,722**	**24,045**	**127.8**
- maintenance(maintenance and repairs)	13,935	7,625	182.8
- oil royalty	4,796	3,779	126.9
- other services supplied by third parties	11,991	12,641	94.9
Regulations and depreciations for value and provisions loss,:	**- 2,277**	**- 3,165**	**71.9**
- regulations and provisions expenses	107	7,782	1.4
- revenues from provisions and regulations for depreciation or loss of value	2,384	10,947	21.8

Other operation expenses	**3,857**	**8,574**	**45.0**
Total of operation expenses	**97,482**	**94,954**	**102.7**

Although in period January – September 2016 the total operation expenses record an exceed by 2.7% of the budgeted level, the exceeding complies with the provisions of art.10 paragraph (1) letter b of GO no.26/2013 being in correlation with the total revenues achievement degree, complying with the approved efficiency indicators.

By Decision no.52/16.06.2016, Board of Directors approved the increase of total expenses proportionally with the achieved revenues, prudentially, according to provisions of GO no.26/2013 on condition that the exceedings refer strictly to the expenses categories proposed by the economic direction by report no.547/31.05.2016

Operating expenses achieved on 30.09.2016 comparing to the previous year

Indicators	Achieved 30.09.2016 (thousand lei)	Achieved 30.09.2016 (thousand lei)	2016/2015 (%)
Material expenses, from which:	**5,816**	**4,174**	**139.3**
- consumables expenses, from which:	4,725	3,586	131.8
- fuel expenses	941	1,122	83.9
Other external expenses (energy and water)	**2,866**	**3,032**	**94.5**
Staff expenses, from which:	**47,276**	**43,016**	**109.9**
- salaries expenses	38,552	33,898	113.7
- insurances and social protection, special funds and other legal obligations expenses	8,326	7,455	111.7
- other staff expenses	398	1,663	23.9
Tangible and intangible assets' amortization expenses	**9,222**	**8,302**	**111.1**
External services expenses, from which:	**30,722**	**19,391**	**158.4**
- maintenance(maintenance and repairs)	13,935	4,801	290.2
- oil royalty	4,796	3,791	126.5
- other services supplied by third parties	11,991	10,799	111.0
Regulations and depreciations for value and provisions loss,:	**- 2,277**	**- 520**	**-**
- regulations and provisions expenses	107	2,469	4.3
- revenues from provisions and regulations for depreciation or loss of value	2,384	2,989	79.8
Other operation expenses	**3,857**	**2,960**	**130.3**
Total of operation expenses	**97,482**	**80,355**	**121.3**

On 30.09.2016 the total operation expenses record an increase by 21.3% comparing to the same period of the previous year, mainly due to the maintenance (maintenance and repairs) and the material expenses

c) Situation of cash flows in period 01.01.2016-30.09.2016

	Period of 9 months completed on 30.09.2016	Period of 6 months completed on 30.09. 2015
Flow cash from operating activity		
Net profit	15,319,981	16,172,974
Regulations for non monetary elements		
Amortization and regulations from the fixed assets depreciation	9,221,606	8,301,929
Profit from fixed assets' disposal	(47,873)	36,190
Net movement of regulations for current assets	(73,602)	1,322,273
Net movement of provisions for risks and expenses	(1,058,613)	(1,842,325)
Other regulations	(2,363,356)	203,803
Loss regarding interests	286,448	398,596
(Profit)/Loss from different currency exchange rate differences	876,568	52,206
Operational profit before other alterations in the current capital	**6,841,178**	**8,472,672**

Increases in stocks value	(282,004)	(17,745)
(Increases)/Decreases of receivables	173,053	(2,212,041)
	(6,105,965)	(1,509,118)
Decreases in commercial and of different kind debts value		
Net paid interests	(286,448)	(398,596)
Net cash flow from the operating activity	**15,659,795**	**20,508,146**
II Cash flow used in investments activity		
Tangible and intangible assets	(11,797,447)	(5,571,488)
Decreases in assets value on long term	-	5,919,747
Net cash flow used in the investments activity	**(11,797,447)**	**348,259**
III Cash flow from financing activities		
(Increase) /Decrease of loans on short term	810,688	(850,000)
Decrease of loans on long term	(1,361,593)	(2,066,031)
Paid dividends	(2,657,607)	(253,894)
Cash flow from financing activities	**(3,208,512)**	**(3,169,925)**
Net increase /(decrease) of cash and cash equivalents (I+II+III)	**653,836**	**17,686,480**
Cash and cash equivalents value at the year start	**21,022,923**	**573,536**
Cash and cash equivalents value at the period end	**21,676,759**	**18,260,016**

2. Commercial company activity analysis

a) Operating data

Handled quantities (thousand tons)	**Achieved 30.09.2016**	**Budget of revenues and expenses 30.09.2016**	**Achieved / budget of revenues and expenses (%)**	**Achieved 30.09.2015**	**2016 / 2015 (%)**
All handled quantities, from which:	**4,309**	**3,686**	**116.9**	**4,124**	**104.5**
Crude oil	2,149	1,990	108.0	2,249	95.5
Other petroleum and petrochemical products	2,160	1,696	127.4	1,875	115.2

On 30.09.2016 the handled petroleum products increased by 4.5% comparing to 30.09.2015

Elements with impact on revenues

Regulated tariffs, namely tariffs settled by the National Agency for Mineral Resources and approved by the National Agency for Mineral Resources' Chairman, according to Oil agreement concluded between Societatea and the Agency, according to GD no.886/2002.
The supplied tariffs during the period January – September 2016 are according to the National Agency for Mineral Resources' order no.288/09.12.2014.
The tariffs for crude oil and petroleum products' handling and storage are different per products (crude oil, gasoline, gas oil, biodiesel), per the supplied services related to products, per periods of handled quantities and per storage periods.
The tariffs approved by the internal procedure settled according to provisions of art. 18, paragraph 4.1 of Societatea' Constitutive Act, referring to fuel oil, chemical products, hires, different laboratory analyses.

b) Capital expenses (investments)

The investment projects in Oil Terminal SA Constanta aims the efficiency' increase of the crude oil and petroleum products handling and storage.
The investment activity in Oil Terminal SA Constanta runs in two main directions:
- investments objectives for the company' own patrimony
- investments objectives related to public domain, according to Minimal Program regarding the rehabilitation and upgrading of the petroleum terminal 2013-2017 (annex no.5A) of the Leasing petroleum agreement concluded with the National Agency of Mineral Resources.

The investments expenses for 2016 are 13,215 thousand lei, constituted on the investments financing source level, from which credits for investments in an amount of 2,896 thousand lei, investments expenses in an amount of 10,319 thousand lei.
The synthesis of investments objectives expenses achieved on 30.09.2016, per works types and assets propriety, comparing to0 the program for the same period and total for year 2016 are as follows:

Credit risk is financial loss for the company arising is a client or a counterparty at a financial instrument doesn't fulfill its contractual obligations. The company is mainly exposed to credit risk arisen from the services supplied for clients.
Yearly, the contracts-framework content regarding the services supplies for all liquid products are approved by Order of National agency of Mineral Resources. In these contracts, there are clearly presented the commercial terms of achieving the services supplied by the company to clients:

- payment of services supplied in maximum 30 days
- accessories calculation (delay interests penalties) for the payment uneffectment to clients in contractual terms
- in certain, well defined contractually situations, the revenues are cashed in advance
- if the invoices are not paid in the term stipulated in contract, the company has the right to withhold the transited product, up to the amounts due by the client

Liquidity risk occurs when managing by the company of working capital and of financing expenses and reimbursements of the principal amount for its credit instruments.
Oil Terminal' policy is to ensure that, it always has enough cash to allow its financial obligations compliance to third parties (services, materials suppliers, employees, banks, state financial institutions, etc.) when these obligations become due.
In view to achieve this objective, Societatea took the following measures:

- cashings monitoring in contractual term
- a credit line type working capital contracting and its use only in the situations when the cash current balance is nor enough to effect the due payments
- a cash balance maintenance in view to cover the payments needs
- issuing of a cash-flow every week

By applying the above-mentioned measures, Societatea has enough liquid resources to achieve its obligations in all expected reasonable situations.
The liquidity indicators gives the guarantee of current debts' covering from currents assets.
The current liquidity records in semester I 2016 the value of 2.08 comparing to 1.91 in semester I 2015.
The immediate liquidity (acid test) represents a ratio between the diminished current assets by stocks and the current debts, this indicator' value is 2.04 in semester I 2016 comparing to 1.87 in semester I 2015.

	INDICATORS	Year 2016 approved according to Shareholders General Assembly decision no. 1/28.03.2016	Cumulative on 30.09.2016		
			Budget of revenues and expenses	Achieved	%
1	2	3	4	5	6
	EXPENSES FOR INVESTMENTS, from which:	**10,319**	**9,995**	**11,797**	**118%**
1	**Investments going on, from which:**	**9,674**	**9,674**	**11,399**	**118%**
	a) for the economic operator' private propriety goods:	**6,904**	**6,904**	**8,396**	**122%**
	Upgrading of R22/ S	6,705	6,705	8,202	122%
	Gas oil bunkerage flowmeter skids jetties 70 and 75 - project	50	50	44	88%
	Repairment of R22/P (project)	69	69	69	100%
	Upgrading lighting facility for the loading/discharging platform located in South Storage Farm – 80,276 lei;	80	80	81	101%
	b) for the goods in state public domain' propriety or in other administrative territorial entity' propriety:	**2,770**	**2,770**	**3,002**	**108%**
	Updating of T38	2,770	2,770	3,002	108%
2	**New investments, from which:**	**510**	**195**	**35**	**18%**
	a)for the economic operator' private propriety goods:	**100**	**45**	**35**	**78%**
	Shoretank 50,000 C.M. in South Storage Farm (project and execution)	100	45	0	0%
	Overground laying of pipeline network in Port Storage Farm, South Storage Farm (project and execution)	0	0	35	-
	b)) for the goods in state public domain' propriety or in other administrative territorial entity' propriety:	**410**	**150**	**0**	**0%**
	Radar remote device – 4 pieces	410	150	0	0%
3	**Investments effected in existent tangible assets (updatings), from which:**	**0**	0	0	**0%**
4	**Equipments (other tangible assets acquisitions)**	**135**	**125**	**377**	**302%**

The achieved investments on 30.09.2016 (intangible assets acquisitions, their development and updating expenses) were financed from own sources being higher by 18% comparing to the planned level of 9,995 thousand lei.

c) Economic – financial indicator

d) The current capital expenses achieved on 30.06.2016 (the assets' acquisition, development and upgrading expenses) were financed from own sources (cashed revenues), the total value being more by 2.3% than the planned level of 9,801 thousand lei..

Indicator' name	Calculation way	Result 30.09.2016	Result 30.09.2015
1. Current liquidity indicator	Current assets/ Current debts	211	2.18
	Borrowed capital/	2.21	2.96

2. Indebtedness degree indicator (%)	Own capital x 100		
	Borrowed capital/ Employed capital x 100	2.16	2.87
3. Clients' debts' rotation speed (days)	Clients' average balance/ Turnover x 270 days	32	31
4. Fixed assets rotation speed (rotations)	Turnover/ Fixed assets	0.25	0.22

1. **Indicator of current liquidity** provides the guarantee of the current debts' recovery from the current assets. The recommended value is about the value of 2.
2. **Indicator of the indebtedness degree** expresses the credit risk efficiency' management, indicating possible financing, liquidity problems with influences in the undertaken commitments.
3. **The clients' debts' rotation speed** expresses the company' efficiency in its receivables collection, namely the number of days until the date the debtors pay their debts to the company.
4. **The fixed assets rotation speed** expresses the fixed assets management' efficiency, by examining the turnover generated by a certain quantity of fixed assets.

Other aspects
Litigations
Societatea Oil Terminal Sa is involved in a n umber of 72 files pending on Courts. In 30 files it is defendant, in 42 files it is respondebt
Societatea recored provisions in an amount of 9,109,264 lei for litigations on 30th September 2016.
The management team periodically analyses the litigations going on, after consulting its legal adviser, decides upon the necessity of provisions for the involved amounts or for their presentation in the interin simplified financial situations.
Having in view the existent information, the company' management considers the outstanding litigations going on to be the followings :

I. File no. 25976/212/2011 pending Constanta Court with object Contraventional claim against Observation protocol no.144/16.09.2011, concluded by Constanta Regional Customs Direction of Customs National Authority, by which we were punished for:

- Customs declarations and accompanying documents containing errors data regarding plus goods quantity deposit;
- Customs declarations and documents in which the products names proposed by the Customs central laboratory don't comply with that indicated by the depositary;
- Unachievement of Customs regime holder' obligation provided in the Customs warehouse authorization. For noncomplying with art. 653 , letters f,h, art.652 letter m of GD 707/2006, for approval of Romanian Customs Code, the company was fined by 16,000 lei.

Evidence was administrated with the respondent examination, oral evidence, technical expertise evidence. On term of 08.07.2014, court noticed that the appointed expert' death and revertedon the respondent objections, these being taken into account at the file solutioning.
On term of 23.09.2014, court remained in pronouncing., postponing for 28.10.2014.
The file was pending again to discuss by parties of the appointed expert additional fee in file. The next term is 24.03.2015.
On term of 12.05.2015, court ordered the expertise surplus payment.
On term of 04.08.2015 the court ordered the respondent' address to be issued.
On term of 29.08.2015, court found the illegal procedure of the defendant' citation.
On term of 30.10.2015 the cpurt gave another term for 27.11.2015, in view to call all defendants.
On term 12.02.2016, court remained in pronouncing and postponed the decision for 26.02.2016, and then for 11.03.2016
By Decision no. 3605/18.03.2016 the court gave the following solution: ''it admits the contravention complaint. It cancels the ascertainment and sanctioning report of contraventions nos. 144 of 16.09.2011, issued by the Customs National Authority, by Constanta County Customs Direction.
The decision is not final, being able to be appealed in 15 days since communication.
The civil sentence hasn't been communicated yet.
For this file, a provision of 4,239,695lei was constituted.

II. File no. 5826/2/2012 pending on Bucharest Court of Appeal with object: appeal against Decision no.1/200476/28.05.2012 issued by Economic Financial Inspection General Direction of Public Finances Ministry by which the appeal against Compulsory Disposal no. 853.525/30.03.2012 was rejected.
The first term was settled for 21.11.2012.
In this file, the documentary expertise was administrated, the accountant and the technical technical one were disposed in oil and gases field.
On term of 20.05.2015, the Court of Appeal gave the folowing solution:''Admits partly the action. Cancels the decision no. 1/200476/28.05.2013 issued by the defendant. Obliges the defendant to solve the compainant' previous complaint against the financial control report no.5007/29.03.2012 and of the compulsory disposal no.853535/30.03.2012, by issuing a motivated decision. It obliges the defendant to pay 9,000 lei court expenses to the claimant'' The decision can be appealed in 15 days since communication.
Oil Terminal SA submitted appeal in legal term.
The High Court of Cassation and Justice settled the first term for 01.03.2016.
By civil sentence no. 561/01.03.2016, the instance, namely The High Court of Cassation and Justice gave the following solution:

- Admits the appeals of the complaint SC Oil Terminal SA an d by the defendant the Public Finances Ministry against the civil sentence no.1425 of 20 May 2015 of the Court of Appeal Bucharest – section VIII, legal administrative and fiscal department
- It writes off the sentence
- It submits the sentence to be judged again, by the same instance

The decision is irrevokable.
By civil sentence no.2708/23.09.2016, Constanta Court of Appealgave the following solution:

- It partly admits the action
- It partly cancels Decision no.1/200476/28.05.2012 to solve up the previous complaint. The financial survey protocol no. 5007/29.03.2012 and the Compulsory disposal no.853535/30.03.2012 as follows:
  -It removes the measure 16;
  -It removes measure 33;
  - it partly alters Measure no.51, namely'' the company' management will analyse the reasons of the sponsorship expenses unjustified exceed in the budgets of revenues and expenditures approved for period 2009-2010, in the amount of 35.5 thousand lei and will order measures to recover the amount from the responsible persons''
  -otherwise, it rejects the action in annullment, as groundless, it notices that no court taxes were requested''.
  The decision can be appealed in 15 days since communication. Oil Terminal SA submitted and deposited appeal on 21.10.2016..

For this file, a provision of 3,311,038 was constituted.

III. File no.3551/118/2014 pending on Constanta Court, in contradictory with ANAF – General Direction of Large Paytaxers has as object:
Appeal against Compulsory Order no.337/30.09.2013 and of Economic Financial Inspection no.39/30.09.2013.
On term of 26.09.2014, the submission deposited by ANAF was communicated for 25.09.2014.
SCA Mirela Radu, Valentin Tudor & Asociatii submitted the intervention request on 25.09.2014.
Oil TERMINAL SA submitted decision no.50/01.09.2014 for the contests' solution. Mentions were submitted regarding the inadmissibility' exception.
On term of 17.10.2014 the followings were ordered:

- to take note of request item 1 give up;

- to admit the appeal deposit lateness exception bt the defendant;
- to extend the intervention requst discuss submitted by the company and the inadmissibility exception regarding the Inspection Report appealing;
- to invoke the requested measures implementation cancellation request inadmissibility, at which the claimant will answer in written form. On term of 28.11.2014, the court ordered the following measures:
- to accept the intervention request according to art.18 paragraph 2, to reject the Inspection report inadmissibility exception
- to accept the inscriptions evidence and the accountant expetise evidence
- in pronouncing on the adjournment request according to art.15 of Law 554/2006 of administrative legal department
- to give term to settle the bail (guarantee)

On term of 12.12.2014, the court remained in pronouncing on the adjournment request; court appreciates that any bail payment doesn't impose for the adjournment payment. By Termination no.2917/12.12.2014 court rejects the administrative act execution adjournment request. Against this decision, an appeal was submitted. On term of 30.01.2015, the pronounciation was postponed for expetise report lack and a new term was given for 27.02.2015.

On term of 27.02.2015, the accountant expertise report was communicated

On term of 17.04.2015, objections to the expertise report with inscriptions were submitted. Court postponed the file in order to communicate the objections to parties and their admission is going to be discussed on the next term 15.05,2015, when the inscriptions were submitted.

On term of 29.05.2015, court ordered a new term for AGA latest decisions' submission.

By Civil sentence no.1064 of 24.07.2015, the first court, Constanta Court gave the following solution:

-''it admits partly the summons with object the administrative act execution/ cancellation, submitted by the claimant Oil Terminal SA, in contradictory with the defendant Fiscal Administration Nation al Agency – General Direction of Public Finances Galati – Constanta – Tulcea Economic Financial Inspection Dept. by Constanta County Administration of Public Finances.

- it cancels partly the compulsory disposal no.337/30.09.2013 issued by Direction of Public Finances Galati – Constanta – Tulcea Economic Financial Inspection Dept, namely:
- it cancels fully the following measures:

-measure no.4: the company' management will take measures for the amount of 49,000 lei' recoverage, representing staff-meal tickets expenses, expense over the amount approved by the revenues and expenses budget approved for 2011, from the responsible persons;

- measure no.5: the company' management will take measures for the amount of 113,000 lei' recoverage, representing other staff expenses according to legal provisions, expense over the amount approved by the revenues and expenses budget approved for 2011, from the responsible persons;
- measure no.24: the company' management will take measures for the amount of 14,881.62 lei, from SC Incas SA, representing interests due according to art. 12.1 from works contract no. 169/17.12.2010;
- measure no.29: the company' management will take the necessary measures to issue the operational procedure according to GD no.1151/2012.
- measure no.23: the company management will take measures to recover the amount of 18,319.85 lei, from SC Petroserv, representing interests due and calculated according to art. 12.1 from the works contract no.103/16.08.2010 until lowest amount of 4,227,65 lei .
- it rejects as groundless, the intervention request submitted in the claiman' interest, by SCA Mirela Radu, Valentin Tudor & Asociatii
- it rejects as groundless the summons with object the administrative act execution/ cancellation, submitted by the claimant Oil Terminal SA, in contradictory with the defendant Public Finances Ministry – Dept. of previous complaints solution and of contests by the County Administration of Constanta Public Finances''.

Both Oil Terminal SA and ANAF- General Direction of Large Tax payers administration appealed in legal term.

In appeal, the file had no. 581/36/2015, the first term being settled on 28.01.2016.

By Civil sentence no.95/11.02.2016, the appeal court ordered the followings:

''it admits the appeals.

It writes off partly the decision , judging again, orders:

- it rejects the request of claimant Oil Terminal SA to cancel the measures ordered by the defendant for items 4 and 5 of Disposal no.337/30.09.2013.
- it keeps the file for being re judged regarding the measures ordered in intems 25 and 26 of Disposal no.337/30.09.2013.
- it settles term on 21.04.2016 with parties' calling
- it keeps the rest of orders from the judgement under appeal.

On term of 21.04.2016, the Court ordered the issue of an address to the accountant expert appointed for the file, in order for him to state an opinion regarding the measures 25 and 26 of Disposal no.337/30.09.2013.

On term of 02.06.2016, the court gave a new term in view to effect the financial accountant expertise related to items 25 and 26 of the compulsory disposal, settled an expert fee in an amount of 1,000 lei in the recurrent Oil Terminal SA' charge, appointed an accountant expert – Mrs. Morosanu Ionela.

On term 22.09.2016, the court postponed the trial as the parts can analyse the expertise report content.

The next term is settled for 17.11.2016.

For this file, a provision of 842,699 lei was constituted.

IV. File no.1517/118/2012, creditor: Oil Terminal SA and debtor: SC Byotech Prod General, by which the defendant is obliged to pay the total amount of 251,185 lei.

By Civil sentence no. 16622/24.10.2012, Constanta Court admits the summons submitted by the claimant OIL TERMINAL SA, in contradictory with the defendant SC Byotech Prod General SRL. It obliges the defendant to pay the amount of 164,066 lei, to the claimant, representing the countervalue of VATfor the excise of 863,504 lei and the amount of 87,119 lei, representing delay penalties. It obliges the defendant to apy to the claimant court expenses in an amount of 8,255.70 lei.

Request of enforcement was submitted. The bailiff put garnishment to all the debtor' accounts. Until the present date, the debt hasn't been recovered due to funds' lack.

For this file, a provision of 246,970 lei was constituted.

V. File no.3164/118/2014, pending Constanta Court, in contradictory with Union Oil Terminal, by which the claimant requests to the defendant the additional hours payment worked in 2013 and uncompensated by free time, and for those who received the compensation in 2014, to be paid the c/value of the benefits for these worked and not paid hours and the meal tickets for the additional hours worked in 2013 according to individual labour contract and the collective one for the company, available until 31.12.2013.

The first term was given for 19.09.2014, the court agreed the inscriptions evidence and the accountant expertise to be deposited. On 19.09.2014, the Court admits the objectives proposed by claimants for the accountant expertise report and partly admits the objectives proposed bt the defendant. It settles the following objectives for the expertise report:

- additional hours number determination, worked by claimants in 2013;
- additional hours number determination worked in 2013, for which paid free hours were given and other compensations in 2014;
- the rights settlement for each claimant for these additional hours and the possible differencies of unpaid money quantification. On term of 03.10.2014 court settles expert fee and gives the next term for 06.03.2015. A new term was given for 17.04.2015 for the expertise report to be filled in.

On term of 17.04.2015, the Court communicated the accountant expertise report to parties and postponed the file for the possible objections' submission.

On term of 29.05.2014, the expertise report objections submitted by both parties were admitted. On term of 10.07.2015, the Court gave a new term to answer to the expertise report objections. The next term is settled for 02.10.2015

The Court admitted the objections submitted by the claimant to the expertise report, so that to answer to objections by the accountant expert, the judgement was postponed for 30.10.2015. The file was postponed for terms 11.12.2015, 22.01.2016, 05.02.2016, in order that the expert answers to the objections stated by parties, and the parties are noticed of these.

In view to effect the additional act to the accountant expertise, a new term was given for 13.05.2016. On term of 10.06.2016, it dosposed to replace the accountant expert to be in charge with the additional act to the accountant expertise, a term was settled for 08.07.2016.

In order to effect the accountancy expertise, the terms of 09.09.2016 and 07.10.2016 were given.

The next term is settled for 04.11.2016

For this file, a provision of 7,800 lei was constituted.

VI. File no.11403/212/2011 pending on Constanta Court, by which the claimants Iasar Ana, Iasar Tair, Iasar Doina, Iasar Sevinci, Iasar Esan, Iasar Ghiulgean, Iasar Ssbria request the claimants Oil Terminal SA, Oil Prod SRL, Eco Petroleum SA to pay the materials gamages in an amount of 30,000 lei and moral damages in an amount of 60,000 lei.
By Conclusion of 26.06.2013, the file will be suspended by its own, according to art.36 of Law no.85/2006, due to Oil Prod SRL' insolvency.
With appeal in the term provided by art. 244 index 1 paragraph 2 Code of civil procedure.
For this file, a provision of 90,000 lei was constituted.

VII. File no.29101/212/2013 pending on Constanta Court, by which SC GFR SA requests the payment of the amount 92,762.49 lei as damages/interests, representing the equivalent of the amount 17,233.40 euros, the amount paid by SC GFR SA, owner of railcar 3387, 7850, 7156 to the company ERMEWA SA Switzerland.
Oil Terminal SA called for warranty Groupama Asigurari
Stamp fee of 2,960.25 lei was deposited on 21.01.2014.
Term: 29.04.2014 – to notice the answer to the contestation submitted by GFR and to call in court.
Term: 03.06.2014 – it admitted the call for warranty request; Groupama will submit contestation
Answer to the contestation stated on 21.10.2014 and submitted on 23.10.2014.
On term 28.10.2014, the Court decides:
-it rejects the prescription and inadmissibility exception;
It admits the request of calling in warranty;
- it orders the technical expertise to be done;
- it extends the oral evidence
- Term:18.11.2014- to submit objections to the expertise and to appoint a party expert;
- Term: 16.12.2014- to annex the damage file
- The discussion about the technical expertise is postponed
- Groupama annexed the damage file
- Term: 10.02.2015 – for the expertise to be done
- Term: 21.04.2015 – the expert changes, Galea Mihai is appointed
- Term: 19.05.2015 – another expert is appointed, namely Mr. Ioanitoaia Pompiliu
- Term: 16.06.2015 – for the report to be issued
- Term: 08.09.2015- for objections to be stated regarding the expertise report
- Term: 06.10.2015 – to answer the objections stated by the defendant by the expert
- The discussion regarding the expert fee is postponed.

On term of 17.11.2015, the file was postponed for 02.02.2016, for the parties to be noticed of the objections stated in the expertise report by the called in wat=rranty
On term of 02.02.2016, the Court remained in pronouncing, postponing then the pronounciation for 16.02.2016, when Constanta Court decided the folowings:
-"it admits the summons stated and mentioned by the claimant SC GRUP FEROVIAR ROMAN SA in contradictory with the defendant SC OIL TERMINAL SA.
- it obliges the defendant to pay the amount of 4,283.16 lei to the claimant, as court expenses, from which the amount of 2,283.16 lei representing the stamp tax and the amount of 2,000 lei representing barrister fee.
- it admits partly the calling in warranty requested submitted by the defendant SC OIL TERMINAL SA in contradictory with the called in warranty SC GROUPAMA SA
- it obliges the called in warranty to pay the amount of 56,256.66 lei , to the defendant, representing conutervalue of the compensations paid by the defendant to the claimant.
-it obliges the called in warranty to pay the amount of 4,230 lei, to the defendant, representing court expenses paid by the defendant to the claimant further the main request admission
- it obliges the called in warranty to pay the amount of 2,230 lei, to the defendant, as court expenses made by the defendant for the calling in warranty, namely stamp tax
- it takes note of the fact that, the called in warranty didn't request ourt expenses
- it rejects the expert request to increase the expertise report fee, as groundless.

SC GRUP FEROVIAR ROMAN SA appealed on 10.05.2016 to Constanta Court. No term has been given up to now.
For this file, a provision of 92,763 lei was constituted.

VIII. File no.3752/118/2016 pending on Constanta Court, in contradictory with Romania Audit Office having as object : contestation against the decision no, 35/19.05.2016, by which Oil Terminal SA asks for the cancelation of the measures disposed by the control entity.
The action was deposited on 06.06.2016.
No term has been given up to now.

IX. File no. 4106/118/2016 pending on Constanta Court, in contradictory with MFP- Dept. of Comnplaints and Contestations Solutioning
by which the previous complaint submitted by Oil Terminal against the Compulsory Disposal no.4/13.01.2016 and the Economic-Financial Report no.47/13.01.2016 by which Oil Terminal SA asks for the cancelation of the measures disposed by the control entity.
Action deposited on 23.06.2016.
On term 12.10.2016, the court remained in pronouncing.
The pronouncing is postponed for 27.10.2016.
By Civil sentence no.1438/28.10.2016 Constanta Court gave the following solution :
''It rejects the contestation as groundless.'' The decision is final and can be appealed in 15 days since commnication. The civil sentence is ging to be edited and communicated to parties.
For this file, a provision of 3,000 lei was constituted.

X. File no.1040/2015 pending Teleorman Court, in contradictory with Interagro SRL having as object: insolvency. Oil Terminal SA submitted ensollment in the state od affairs request for the amount of 1,557,336.05 lei.
On term of 19.05.2016, court postponed the cause as lack of procedure with parties. On term of 27.05.2016, the court postponed the cause due to the parties' summoning procedure unachievement.
By decision no. 317/16.06.2016, the court gave the following solution:
-"it admits the request of abstention and replacement of the trustee, submitted by ZRP Insolvency SPRL
- ''It orders the replacement of interim trustee represented by the trustes group made of SPRL CITR Bucharest branch and ZRP Insolvency SPRL with interim trustee SPRL CITR Bucharest branch.
- it rejects as groundless the application for joinder inadmissibility exemption submitted by the creditor- Attorney office – Ciobanu Crina Ionela.
-it rejects as groundless the application for joinder lateness exemption submitted by creditor SC AUTOCORA SRL
-it admits the application for joinder
- it orders the submission of file no.4010/87/2015 and of the associated files regarding the debtor SC INTERAGRO SRL to Bucharest Court, VII Civil section, the first court appointed to solve up the file n.36095/3/2015 regarding the debtor SC INTERAGRO SA"
The decision is exectory and can be appealed in 7 days since communication.
By decision no. 1617/13.10.2016, Bucharest Court of Appeal rejected the appeals submitted by the appealant SC AUTOCORA SRL and SC INTERAGRO SRL as groundless.
The decision is final and hasn't been communicated yet.
For this file, a provision of 13,557,336 lei was constituted

The shareholding structure

The shareholding structure on the reference date: 30.09.2016 is the following:

Shareholder	Shares number	Contribution (%)
Romanian Satate through the Ministry of Energy	347,257,973	59.6222
Fond Proprietatea S.A.	36,796,026	6.3177
Legal persons	96,303,869	16.5348
Physical persons	102,072,385	17.5253
TOTAL	**582,430,253**	**100.0000**

The executive management members list presentation

Societatea Oil Terminal SA' executive management had the following structure in the period January – September 2016:

Name/first name	Position
Viorel Sorin CIUTUREANU	General Director 06.07.2012 - present
Dan Cristian POPESCU	Deputy General director 10.05.2013 – 10.04.2016
Adriana FRANGU	Economic Director10.07.2012 - present
Gabriel DARABAN	Commercial Director 10.07.2012 - present
Emil ROHAT	Technical Director 04.01.2011 - present

The executive management members, namely Mrs. Adriana FRANGU, Commercial Director Gabriel DARABAN, Technical Director Emil ROHAT are the company' employees according to labor individual contracts for an undetermined period of time.

Cases of noncompliance with the financial liabilities

It's not necessary

Transactions with state propriety companies

In period January – September 2016, the company ran the following transactions with state propriety companies:

Commercial debts

Partner	Unsettled amounts on 31st December 2015	Sales in period 01.01-30.09.2016	Settlements in period 01.01-30.09.2016	Unsettled amounts on 30th Septemberr 2016
OLTCHIM SA	32,760	889,793	896,393	26.1600
S.N.T.F.M CFR MARFA SUCURSALA MUNTENIA DOBROGEA	4,003	28,188	28,530	3.6611
TOTAL	**36,763**	**917,981**	**924,923**	**29,821**

Services acquisitions

Partner	Unsettled amounts on 31st December 2015	Acquisitions in period 01.01-30.09.2016	Settlements in period 01.01-30.09.2016	Unsettled amounts on 30th Septemberr 2016
C.N.C.F. CFR SA	23,409	215,362	213,172	25,5999
National Company of Maritime Ports Administration	43,581	1,892,599	1,893,989	42,1911
RAJA	128,541	632,298	706,095	54,7444
ELECTRIFICARE CFR	21,338	62,192	62,759	20,7711
Romanian Railways Authority	638	47,431	47,598	4711
South – East Regional Constructions Inspectorate		35,884	35,884	
Romanian Naval Authority		13,375	13,375	
Official Journal		13,267	13,267	
C.N.C.I.R- National Company for boilers,lifting devices and		12,852	12,852	

recipients under pressure control				
POSTA ROMANA National Company EXPRESS SERVICES branch	1,337	8,787	10,124	
I.N.C.D.P.M. ALEXANDRU DARABONT – National Institute for Research – Development labor protection		8,748	8,748	
CFRTelecommunications		8,180	8,180	
Areal Port Authority		7,296	7,296	
National Agency for Mineral Resources		4,890	4,890	
DOBROGEA LITORAL National Agency Romanian Waters Water area Administration	1,302	2,381	3,683	
Romanian Road Authority-ARR		4,833	4,833	
FORMENERG		4,123	4,123	
Stock exchange		9,000	9,000	
APELE ROMANE National Administration		2,500		2,5000
TOTAL	**220,146**	**2,985,998**	**3,059,868**	**146,2766**

Outstanding events

During 2016' 9 months, in the company, the following outstanding events took place:

- Since the 1st January 2016, a new Collective Labor Contract has been in force, contract negotiated with a team made of 4 managers and the general director, according to the Board of Directors' decision. The Collective Labor Contract was signed by the general director, according to the Board of Directors' decision 109/13.10.2015.

  The Collective Labor Contract available in the period 01.01.2016-31.12.2017 was recorded in the Labor Territorial Inspectorate under number 29842/26.12.2015.
  Further, in February 2016, the Board of Directors, with the majority of votes, assumed, approving by a decision, with a majority of votes the content and structure of the Collective Labor Contract.
  On 03.06.2016, the Additional Act no.1 of the Collective Labor Contract was signed by the general director, having as object the increase of the company' employees with individual work contract' salaries, in force on the increase effective application date by the amount of 150 lei, applicable since the 1st July 2016.
  This increase was negotiated by the negotiation team, settled by the Board of Directors' decision, in the Collective Labor Contract' negotiation meeting of December 2015, if the Budget of Revenues and Expenses is complied with and approved.
  We mention that, this salary increase negotiated in December 2015 is provided in the budget of revenues and expenditures for 2016 approved by the Shareholders General Ordinary Assembly.
- Societatea OIL TERMINAL SA' Board of Directors, by decision no.14/19.02.2016 approved the start the appeal against the company' major shareholder, Broadhurst Investments Ltd., for excess of minority, appeal based upon a extrajudicial expertise to settle the damages brought to the company Oil Terminal

- By decision no. 28/29.05.2015, the Board of Directors settled the structure of the advisory committees that ran inside the Board of Directors in the period May 2015-March 2016:

Audit Committee:

Cristian Florin Gheorghe – Chairman
Matei Dumitru – Member
SC STAAR RATING SRL – by representatrive,
Dan Cristian Barbulescu - member

Nomination and Remuneration Committee:

Matei Dumitru – Chairman
Toma Bogdan Costreie – member
SC STAAR RATING SRL – by representatrive,
Dan Cristian Barbulescu – member
Dan Paun – member
Elena Daniela David - member

Advisory Committee for Strategy And Development:

Dan Paun - Chairman
Cristian Florin Gheorghe member
Elena Daniela David – member
Toma Bogdan Costreie - member

- By the Board of Directors' decision no.38/15.04.2016, the Board of Directors settled the structure of the advisory committees that ran inside the Board of Directors in the period April 2016 – 10.10.2016*:

Audit Committee:

CODESCU Dan – Chairman
MATEI Dumitru – Member
SC STAAR RATING SRL – by representatrive,
Dan Cristian Barbulescu - member
GRIGORESCU Catalin Constantin – Member

Nomination and Remuneration Committee:

GRIGORESCU Catalin Constantin – Chairman
GHITA Valentin Bogdan – member
TANASE Iulia Gabriela – member
MATEI Dumitru - member
SC STAAR RATING SRL – by representatrive,

Advisory Committee for Strategy And Development:

TANASE Iulia Gabriela - Chairman
GHITA Valentin Bogdan - member
CODESCU Dan – member

*__Note__: on 30.05.2016, Mr. Manager Dan Codescu, appointed by the company' Shareholders General Ordinary Assembly' decision no.3/28.03.2016, presented his resignation from his position of the Board of Ditectors' member since 01.06.2016, due to personal reasons.

By AGOA' decision no.1/28.03.2016, the Budget of Revenues and Expenditures for 2016

By AGOA' decision no.2/28.03.2016 the followings were adopted:

appointment of Societatea Oil terminal SA' Board of Directors' cumulative vote method, with the following structure

- Costreie Toma Bogdan
- Grigorescu Cătălin Constantin
- Tănase Iulia Gabriela
- Codescu Dan
- Ghiță Bogdan Valentin
- SC STAAR Rating SRL
- Matei Dumitru

legal ceasing of the manager mandate reported to provisions of art. 124 chapter IV section I of CNVM Regulation no.1/2006 for the following managers:

- Crișan Daniel Marius
- Gheorghe Cristian Florin
- David Daniela Elena
- Păun Dan

approval of Societatea Oil Terminal' Board of Directors' members indemnities that will not exceed the average of the last 12 months of the monthly average salary in the field the company runs its activity, communicated by the National Statistics Institute previous the appointment, only complying with the Budget of Revenues and Expenditures approved for 2016.

By AGOA' decision no.3/27.04.2016 the followings were adopted:

- approval of the financial situations for 2015, issued according to International Standards of Financial Report (IFRS), containing: financial situation position, overall result situation, own capitals alterations situation, cash flows situation, notes of financial situations, according to the Board of Directors' report and the Report of the independent financial auditor.
- approval of the Annual Report of financial year on 31.12.2015, issued according to CNVM Regulation 1/2006.
- approval of the proposal of net profit distribution for 2015 in an amount of 6,484,474.81 lei as follows:

- Legal reserve: 539,045 lei
- Other reserves representing fiscal facilities provided by law 237,780 lei
- Employees participation to profit: 570,765 lei
- Dividends due to shareholders: 2,853,825 lei
- Own financing source: 2,283,059.81 lei

- rejection of Fondul Proprietatea' proposal to settle the gross dividend per share for 2015 as 0.00881974242 lei/share.
- approval of the settling of gross dividend per share for 2015 as being 0.00489985 lei/share. It settles the payment term of 60 days according to provisions pf art. 1 paragraph (3) of Government Ordinance no.64/2001 regarding the profit' distribution in national, commercial companies with fully or state major capital, with further alterations and additions, ''the companies in which the state or an administrative territorial entity is an unique, major shareholder or in which it has control to give the dividends due to shareholders in a term of 60 days since the term stipulated by law for the annual financial situations deposit''. The details regarding the payment methods, agent and the supporting documents will be communicated to shareholders before the Payment date by a press bulletin and will be presented to Bucharest Stock Exchange and to Financial Survey Authority by a current report.

- approval of the date of 03.06.2016 as dividends payment date according to art.2 letter g) of Regulation 6/2009 and art. 129/3 of Regulation 1/2006.
- approval of the management contract framework for the Board of Directors' members, appointed by AGOA' decision no.2/28.03.2016 in the form and content proposed by the Ministry of Energy.

- in the 13th May 2016 meeting, the Board of Directors, with a majority of votes, decided to extend the general director' mandate period until the appointment of a new general director, according to EGO 109/2011, but no more than 4 years. We mention that, the CCNR' recommendation was to extend the mandate until expiry of a term of 30 days since the first Board of Directors' first meeting selected and appointed according to provisions of EGO 109/2011, but not later than 31.10.2016.
- On 31st May 2016, at the company' office, the resignation act of Mr. Dan Codescu, due to personal reasons, was recorded.

- -By the Board of Directors' decision no.49/16.06.2016, interim manager was appointed – Mr. Stanescu Nicolae Bogdan Codrut, for the vacancy further Mr. Dan Codescu' resignation, until AGOA' meeting.
- -By Shareholders General Ordinary Assembly no. 4/11.08.2016 the followings were adopted:
- it approves Mr. Dan Codescu' recalling from manager position following his dismissal;
- it appointsMrs. Moise Nicoleta Mariana as manager for the vacancy;
- -it approves the management contract for the newly appointed;
- It approves the guarantees related to the credit line in an amount of 5,000,000 lei extension for a 12 – month period

Events further the 9-month period completed on 30th September 2016

By Shareholders General Ordinary Assembly' decision no.5/10.10.2016, the followings were adopted:
- it rejects the liability action start versus the company' general director and managers, for the company' prejudice following their operations, breaking the legal provisions, as follows:
- capital market manipulation, on which the shares issued by the company, are traded, by forging the preliminary financial situations for the financial year 2015
- approval for the losses, recorded in the company' contracts with clients in insolvency: Oil Prod, Oltchim, Interagro, to be taken as fiscally nondeductible costs in the financial situations for 2015 and those for trimester I 2016.
- Conclusion of the Labor Collective Contract, without the previous approval of the Board of Directors or by the Budget of Revenues and Expenditures' rectification by the shareholders general assembly, fact that brought prejudice to the company by reducing the profits of semester III and semester IV of 2015 by about 4 million euros.
- illegal extension of the mandate contract of the company' General Director for a four-year period
- approval of a public acquisitions regulation without applying Law no.99/2016 regarding the sectorial acquisitions and of EGO no.34/2006 regarding the public acquisitions, although Oil Terminal SA is a company in the major Romanian State' propriety.
- Under evaluation of the company' fields of the social capital by 10 times, than the value of the non included fields in the social capital.
- Under evaluation of the intangible assets of the oil leasing agreement to 3 million lei, than a yearly got revenue of 1,5 million in accountancy
- Approval of incorrect diminishing of the intangible assets amortization and the services supplies under real costs in accountancy
- Delay to put in practice the action of liability approved by the shareholders general assembly of 2012 versus the company' directors for the prejudices noticed by Constanta National Agency of Fiscal Administration.

- it rejects the initiation of recovery from the responsible persons of OIL TERMINAL' losses of the period 2010-2014 generated by the market rate diminishing following the application of EGO no. 54/2010 regarding some measures for tax evasion combat, ordinance noticed illegal by the European Commission and generated by services supplies under costs to private clients, for the tariffs regulated by National Agency of Mineral Resources, representing an illegal state aid''
- it approves the conclusion of consulting, legal assistance and representation in Court in the shareholding field

By Shareholders General Extraordinary Assembly' decision no.6/10.10.2016, the followings were adopted:
- it approves the social capital increase of 58,243,025.30 lei at the maximum value of 319,236,363.80 lei, by contribution in kind and in cash, in a maximum value of 260,993,338.5 lei, by issuing a maximum number of 2,609,933,385 new registered, in a dematerialized form shares, with a nominal value of 0,10 lei/share, from which:
    a) **contribution in kind** – a number of 1,556,101,790 shares, with a nominal value of 0.10 lei, in a total amount of 155,610,179 lei, representing the value of the fields for which, certificates of the propriety right certification were issued, settled by the evaluation report no.160524.1/24.05.2016, issued by Authorized Physical Person VERDES MIHAELA-VIORICA, namely:

- **field in a surface of 254,261,324 sq.m**., located in Constanta county, no.2, Caraiman str., recorded in Land Cadastre no.215416 held by the Office of Cadastre and Real Estate Advertising, with cadastre number 215416, according to the certificate of propriety right certification on the fields series MO3 no.11703/02.02.2011, and
- **field in a surface of 129,334.70 sq.m**. located in Constanta county, no.2, Caraiman str., recorded in Land Cadastre no.215382 held by the Office of Cadastre and Real Estate Advertising, with cadastre number 215382, according to the certificate of propriety right certification on the fields series MO3 no.11704/02.02.2011

    b) **contribution in cash** – a maximum number of 1,053,832,595 shares, with a nominal value of 0.10 lei, in a total value of maximum 105,383,259.50 lei, to be submitted for subscription to other shareholders in the preferential right, in view to hold the participations held in the social capital of Oil Terminal, on the registering date.

2. The social capital increase at the shares nominal value, without the first issue, according to disposals of art.12, paragraph 5¹ and 5² of Law no.137/2002 regarding some measures for the privatization' acceleration.
    - Shareholders will be able to exercise their preferential rights in the term of 45 days since the day mentioned in the proportional offer folder to be issued by the authorized intermediary. The preferential rights number is equal to the shares number recorded in the issuer' register on the issuing date. A preferential right is equal to a share.
    - The subscription rate is 4.811088909098. The real shares number to be able to be subscribed by each shareholder in the preferential right exercising is determined by multiplying the subscription rate by the owned shares number. If whole number does not arise, the result rounds up or down until the nearest whole number.
3. Authorization of the Board of Directors to appoint an intermediary authorized by the Financial Survey Authority, to issue the proportioned offer folder and to accomplish any and all the legal recording, approval formalities of the folder, according to provisions of art.15 item 10 of CNVM Regulation no.1/2006 regarding the issuers and operations of securities with further alterations and additions and of Regulation (EC) no.809/2004 – as it was added by Delegate Regulation (EU) no.486/2012 of the Commission.
4. Authorization of the Board of Directors, according to art.114, paragraph 1 of the Companies Law no.31/1990, re published and altered together with art.236, paragraph 2 of Law no.297/2004, to accomplish all and any formalities to fulfill AGEA' decision, including but not limiting to the followings:
    - Approval of the proportioned offer folder
    - Following and coordination of actions to approve the proportioned offer folder, by the Financial Survey Authority and its publishing
    - Offer run (settling and approval of the subscription procedure, date, place and payment methods, the way the effected subscriptions are analyzed and validated, adoption of measures regarding the unsubscribed actions and any other necessary measures)
    - Closing of subscription and the Financial Survey Authority' notification regarding the subscriptions final situation
    - Approval of final results after the subscriptions closing, the exact value determination by which the social capital increases, from which, what part is the contribution in kind and what part is the contribution in cash, detailing the number of shares issued for the contribution in kind and of the total number of shares issued for the contribution in cash; settling of the social capital value after increase and the social capital' distribution per shareholders; alteration of the constitutive act according to increase; adoption of auxiliary decisions for the Financial Survey Authority' notification regarding the subscriptions closing and recording to the Commerce Registrar Office and to the Registrar Company.
    - Cancellation of unsubscribed shares in the subscription period closing

- it rejects the company' achievement of specialty study having as object: (i) settling of necessary measures for decontamination of fields for which the company got propriety right authorization certificates, (ii) evaluation of costs foe the fields' decontamination; and (iii) evaluation of costs for the existent constructions and facilities on these fields' removal. The achieved study will be used to issue a new evaluation report of the filelds for which the company got propriety right authorization certificates.

By Shareholders General Ordinary no.7/10.10.2016 the following decisions were adopted:
- it appoints as Societatea OIL TERMINAL SA' Board of Directors' members, by the cumulative voting method:

- COSTREIE TOMA BOGDAN 486.578.517 votes
- GRIGORESCU CĂTĂLIN CONSTANTIN 486.161.162 votes
- MATEI DUMITRU 486.161.162 votes

- FLOREA CRISTIAN 486.161.162 votes
- PATRINICHE BOGDAN CRISTIAN 486.161.162 votes
- NEGRIȘAN CLAUDIU EDUARD 399.299.061 votes
- SC STAAR RATING SRL 310.965.865 votes

- It revokes from Societatea OIL TERMINAL SA' Board of Directors, after not having been reconfirmed by the cumulative vote, according to art.32 paragraph (7) of EO no.109/2011 regarding the public companies' corporative governance, approved with further alterations and additions:
- Mrs. Tanase Iulia Gabriela from Societatea OIL TERMINAL SA' Board of Directors' member
- Mrs. Moise Nicoleta Mariana from Societatea OIL TERMINAL SA' Board of Directors' member
- Mr. Ghita Bogdan from Societatea OIL TERMINAL SA' Board of Directors' member
- It approves the period of Societatea OIL TERMINAL SA' Board of Directors' members mandate, appointed by the cumulative voting method, of 4 (four) years, according to EGO no.109/2011 regarding the public companies' corporate governance, approve with further alterations and additions by law no.111/2016.
- It settles the Board of Directors' members' monthly fixed indemnity, equal to the average of 12 last months of the monthly gross average salary for the activity ran according to the recorded activity main object, on the rank level according to the activities classification in the national economy, communicated by the Statistics National Institute, previously the appointment.
- By the Board of Directors' decision no. 95/27.10.2016, the Board of Directors settled the consultative committees' structure to run inside the Board of Directors, as follows:

Audit committee:
PATRINICHE Bogdan-Cristian – Chairman
GRIGORESCU Cătălin Constantin– Member
FLOREA Cristian – Member

Nomination and remuneration committee:
GRIGORESCU Cătălin Constantin - Chairman
COSTREIE Toma-Bogdan – Member
PATRINICHE Bogdan-Cristian – Member
NEGRIȘAN Claudiu-Eduard– Member
SC STAAR RATING SRL prin reprezentant, Dan Barbulescu – Member

Development and strategies committee:
NEGRIȘAN Claudiu-Eduard - Chairman
COSTREIE Toma-Bogdan - Member
FLOREA Cristian – Member
PATRINICHE Bogdan-Cristian - Member
GRIGORESCU Cătălin Constantin- Member
SC STAAR RATING SRL by representative, Dan Barbulescu – Member

- On 21.11.2016, the Shareholders General Ordinary Assembly is convoked with the following day agenda:

- Approval of guarantees' structure in view to extend the facility of the bank guarantee letter' issue in an amount of 5 million Euros
- Approval of the mandate contract form to be concluded with the Board of Directors' members appointed in the Shareholders General Assembly of 10.10.2016
- Empowerment of a Ministry of Energy' representative in the Shareholders General Assembly to sign the management contracts of managers appointed in the Shareholders General Assembly of 10.10.2016
- The Chairman' empowerment to sign the meeting' documents
- The company' general director' empowerment to sign the necessary documents regarding the shareholders' general assembly' decisions at the Commerce Office by Constanta County and to effect the formalities regarding these decisions' publishing.
- Settling the date 12.12.2016 as register date, according to art. 238, al.1 of Law no.297/2004 and settling of date 09.12.2016 as ex-date, according to art. 238, al.1 of Law no.297/2004, CNVM Regulation no.1/2006 and CNVM Regulation no.6/2009 together with ASF Decision no.1430/07.10.2014.

- On 21.11.2016, the Shareholders General Extraordinary Assembly is convoked with the following day agenda:

- Approval of guarantees' structure in view to extend the facility of the bank guarantee letter' issue in an amount of 5 million Euros
- The Chairman' empowerment to sign the meeting' documents
- The company' general director' empowerment to sign the necessary documents regarding the shareholders' general assembly' decisions at the Commerce Office by Constanta County and to effect the formalities regarding these decisions' publishing.
- Settling the date 12.12.2016 as register date, according to art. 238, al.1 of Law no.297/2004 and settling of date 09.12.2016 as ex-date, according to art. 238, al.1 of Law no.297/2004, CNVM Regulation no.1/2006 and CNVM Regulation no.6/2009 together with ASF Decision no.1430/07.10.2014.

The interim financial situations related to period January – September 2016 are audited and were issued according to International Accountancy standard 34- ''Interim Financial Report''

Board of Directors' Chairman
Matei Dumitru

Financial position situation on 2016, September 30th

	Note	30th September 2016	30th SSeptember 2015
Revenues from services supplies	3	116,132,479	99,378,049
Revenues from residual products sale	4	730,884	647,456
Other revenues from operating	5	2,749,535	1,086,957
Material expenses	7	(5,816,140)	(4,173,608)
Energy and water expenses	8	(2,865,889)	(3,032,026)
Employees expenses	9	(47,093,726)	(42,829,681)
Services supplied by third parties expenses	10	(8,797,037)	(8,400,630)
Amortization expenses	11	(9,221,606)	(8,301,929)
Other operating expenses	12	(25,964,718)	(14,136,785)
Result from operating		**19,853,782**	**20,237,803**
Revenues and financial expenses (net values)	6	(1,145,700)	(440,398)
Year gross result		**18,708,082**	**19,797,405**
Taxation on balance expenses	13	3,388,101	3,624,431
Year net result		**15,319,981**	**16,172,974**
Overall result other elements:			
Elements not being reclassified for profit and loss, from which:		**53,873**	**143,379**
Earnings from leased/ scrapped real estate' reevaluation	26	53,873	143,379
Total overall result	39	**15,373,854**	**16,316,353**
Result per share (lei/share)		**0.02640**	**0.02801**
Result per diluted share (lei/share)	39	**0.02640**	**0.02801**

The presented simplified interim financial situations were issued by the company on 09.11.2016 and signed in its name:

Board of Directors' Chairman,
Matei Dumitru

General Director,
Ciutureanu Viorel-Sorin

Economic Director,
Frangu Adriana

Chief of Accountant Dept.,
Popovici Cecilia

Overall result on 2016, September 30th

	Note	30th September 2016	30th September 2015
ASSETS			
FIXED ASSETS			
Intangible assets	17	3,615,761	3,842,195
Tangible assets	15	461,255,395	452,535,812
Tangible assets in execution	16	2,095,485	8,053,492
Financial assets	18	809,075	809,075
Total fixed assets		**467,775,716**	**465,240,574**
CURRENT ASSETS			
Stocks	19	941,267	659,463
Clients and assimilated accounts	20	14,245,384	14,118,800
Other receivables	21	1,926,035	2,845,905
Fees and taxes to be recovered	21	785,476	165,243
Cash and cash equivalents	22	21,676,759	21,022,923
Total current assets		**39,574,921**	**38,812,334**
Total assets		**507,350,637**	**504,052,908**
OWN CAPITALS			
Social capital	23	58,243,025	58,243,025
Other elements of own capitals	24	221,566	221,566
Reserves from reevaluation	25	210,962,268	211,016,140
Legal reserves	27	3,692,585	3,153,540
Other reserves	27	174,254,031	171,733,191
Surplus achieved from reevaluation reserves	26	4,143,435	4,089,562
Result reported without IAS 29	26	396,930	396,930
Result reported arisen from accountant errors correction	26	(25,839,366)	(25,839,366)
Current profit		15,319,981	5,913,710
Total own capitals		**441,394,455**	**428,928,298**
DEBTS ON LONG TERM			
Loans on long term	28	7,650,000	9,011,593
Debts regarding tax on postponed profit	28	28,723,015	28,723,015
Total debts on long term		**36,373,015**	**37,734,608**
CURRENT DEBTS			
Loans on long term – current part	28	2,085,687	2,896,375
Commercial debts	32	10,110,012	15,694,022
Debts regarding taxations and taxes	33	2,058,474	1,767,684
Other current debts			
Total current debts		**18,750,529**	**25,470,965**
Total debts		**55,123,544**	**63,205,573**
Provisions	34	10,767,900	11,826,513
Subventions	35	64,738	92,524
Total own capitals and debts		**507,350,637**	**504,052,908**

The simplified interim financial situations presented were issued by the company on 09.11.2016 and signed in its name by:

Board of Directors' Chairman,
Matei Dumitru

General Director
Ciutureanu Viorel-Sorin

Economic Director
Frangu Adriana

Chief of Accountant Dept.,
Popovici Cecilia

Situation of own capitals aterations on 2015, September 30th

	Subscribed paid social capital	Other ekements of own capital	Reserves from reevaluation	Legal reserves	Reported result representing surplus achieved from reserves from reevaluation	Other reserves	Reported result arisen from the first adoption of IAS, less IAS 29	Reported result arisen from accountant errors correction	Reported result arisen from the first adoption of IAS 29	Year result	Reported result representing undistributed profit	Total own capitals
Balance on 1 January 2015	**58,243,025**	**3,001,332**	**197,406,053**	**3,040,813**	**3,209,102**	**171,252,482**	**396,930**	**(25,839,366)**	**0**	**565,475**	**0**	**411,275,846**
Year net profit										**16,172,974**		**16,172,974**
Overall result' other elements:												
Surplus from reevaluation of tangible assets												
Total of overall result'other elements												
Transfer of shoretanks from reevaluation into reported result			**(143,378)**		**143,378**							
Taxation on postponed profit												
Period' overall total result			**(143,378)**		**143,378**					**16.172.974**		**16,172,974**
Other elements				**112,727**		**190.846**				**(303,573)**	**0**	**0**
Other elements total				**112,727**		**190,846**				**(303,573)**	**0**	**0**
Dividends' distribution										**(261,901)**		**(261,901)**
Balance on 30 September 2015	**58,243,025**	**3,001,332**	**197,262,675**	**3,153,540**	**3,352,481**	**171,443,328**	**396,930**	**(25.839,366)**	**0**	**16,172,974**	**0**	**427,186,919**

For details regarding own capitals, notes: 23, 24, 25, 26, 27 must be read.

The presented simplified interim financial situations were issued by the company on 09.11.2016 and signed in its name by:

Board of Directors' Chairman,
Matei Dumitru

General Director,
Ciutureanu Viorel-Sorin

Economic Director,
Frangu Adriana

Chief of Accountant Dept.,
Popovici Cecilia

Situation of own capitals aterations on 2016, September 30th

	Subscribed paid social capital	Other ekements of own capital	Reserves from reevaluation	Legal reserves	Reported result representing surplus achieved from reserves from reevaluation	Other reserves	Reported result arisen from the first adoption of IAS, less IAS 29	Reported result arisen from accountant errors correction	Year result	Total own capitals
Balance on 1 January 2016	**58,243,025**	**221,566**	**211,016,140**	**3,153,540**	**4,089,562**	**171,733,191**	**396,930**	**(25,839,366)**	**5,913,710**	**428,928,298**
Year net profit									**15,319,981**	**15,319,981**
Overall result' other elements:										
Surplus from reevaluation of tangible assets										
Total of overall result'other elements										
Transfer of shoretanks from reevaluation into reported result			**(53,872)**		**53,872**					
Taxation on postponed profit										
Period' overall total result			**(53,872)**		**53,872**				**15,319,981**	**15,319,981**
Other elements				**539,045**		**2,520,840**			**(3,059,885)**	**0**
Other elements total				**539,045**		**2,520,840**			**(3,059,885)**	**0**
Dividends' distribution									**(2,853,825)**	**(2,853,825)**
Balance on 30th September 2016	**58,243,025**	**221,566**	**210,962,268**	**3,692,585**	**4,143,435**	**174,254,031**	**396,930**	**(25,839,366)**	**15,319,981**	**441,394,455**

For details regarding own capitals, notes: 23, 24, 25, 26, 27 must be read.

The presented financial situations were issued by the company on 09.11.2016 and signed in its name by:

Board of Directors' Chairman,
Matei Dumitru

General Director,
Ciutureanu Viorel – Sorin

Economic Director,
Frangu Adriana

Chief of Accountant Dept.,
Popovici Cecilia

Cash flows situation on 2016, September 30th

	Note	30th September 2016	30th September 2015
Flow cash from operating activity			
Net profit		15,319,981	16,172,974
Regulations for nonmonetary elements			
Amortization and regulations from the fixed assets depreciation	11	9,221,606	8,301,929
(Profit) /Loss from fixed assets' disposal		(47,873)	36,190
Net movement of regulations for current assets	19.20	(73,602)	1,322,273
Net movement of provisions for risks and expenses	34	(1,058,613)	(1,842,325)
Other regulations		(2,363,356)	203,803
(Profit)/Loss regarding interests	6	286,448	398,596
(Profit)/Loss from different currency exchange rate differencies	6	876,568	52,206
Operational profit before other alterations in the current capital		**6,841,178**	**8,472,672**
(Increases)/Decreases in stocks value	19	(282,004)	(17,745)
(Increases)/Decreases of receivables	20.21	173,053	(2,212,041)
Increases/(Decreases) in commercial and of different kind debts value	32.33	(6,105,965)	(1,509,118)
Net received (paid) interests	6	(286,448)	(398,596)
Net cash flow from the operating activity		**15,659,795**	**20,508,146**
Cash flow used in investments activity			
Tangible and intangible assets	15,16,17	(11,797,447)	(5,571,488)
(Increases)/Decreases in assets value on long term	18	-	5,919,747
Net cash flow used in the investments activity		**(11,797,447)**	**348,259**
Cash flow from financing activities			
(Increase) /Decrease of loans on short term	28,30	810,688	(850,000)
increase/(Decrease) of loans on long term	28	(1,361,593)	(2,066,031)
Paid dividends		(2,657,607)	(253,894)
Cash flow from financing activities		**(3,208,512)**	**(3,169,925)**
Net increase /(decrease) of cash and cash equivalents			
Cash and cash equivalents value at the year start		**653,836**	**17,686,480**
Cash and cash equivalents value at the period end			
	22	**21,022,923**	**573,536**
	22	**21,676,759**	**18,260,016**

The presented interim simplified financial situations were issued by the company on 09.11.2016 and were signed on its behalf of it by:

Board of Directors' Chairman,
Matei Dumitru

General Director,
Ciutureanu Viorel-Sorin

Economic Director,
Frangu Adriana

Chief of Accountant Dept..,
Popovici Cecilia

Notes of simplified interim financial situations on 2016, September 30th

1. General information about main activities

Oil Terminal S.A. Constanta is a stock company residing in Romania. The company has the social headquarter in Constanta, no.2, Caraiman str.
The company was founded according to Law 15/1990 and Romanian Government decision no.1200/12.11.1990, S.C.Oil Terminal S.A., being a stock company and was registered at Commerce Registrar Office of Constanta Court under no. J13/512/01.02.1991, having fiscal register code RO 2410163.
On 30.09.2016, Oil Terminal' main shareholder is the Romanian State through the Ministry of Energy, owing 347,257,973 shares, representing 59.62% of the social capital.
Oil Terminal is a joint stock company, according Law 31/90 regarding companies, republished, with further alterations, being a publicly owned company, according the terminology provided in Law 297/2004 regarding the capital market. Oil Terminal' shares are traded on a regulated market, managed by Bucharest Stock Exchange under symbol ''OIL''.
OIL TERMINAL is the largest terminal for import/export of crude oil, petroleum and petrochemical products at a national level.
According to the company' statute, the object of activity contains services supplies regarding crude oil, petroleum and liquid chemical products storage, receiving, loading, discharging and conditioning from import/export and transit.
Oil Terminal SA Constanta has a storage capacity of about 1.5 million metric tons and is the largest operator by sea in Constanta port, specialized in crude oil, petroleum, liquid petrochemical and other finite products and other liquid raw liquids for import, export and transit, representing a strategical location in the Black Sea area.
The oil terminal in Constanta is one of the largest of this kind in south-eastern Europe, located in the maritime transport crossroads among Asia, Central and Western Europe and Middle East.
Old of 118 years in this field of activity, the company ensures crude oil, petroleum, petrochemical and liquid chemical products' import, export and other services supplies.
S.C. OIL TERMINAL S.A has three storage farms (North, South, Port). Each storage farm, according to its characteristics, is provided with:

- Shoretanks with capacities between 1,000 cm and 50,000 cm, of metallic construction, cylindrical, vertically located –above ground, safety protection belts, fixed or floating roof, with the stored product quantity remotely measured and with fire fighting system;
- Facilities for petroleum, petrochemical and liquid chemical products loading-discharging consisting of rail platforms with a total length of abt. 30 kms with a cumulated capacity of abt. 20,000 tons/24 hours;
- Facilities for gas oil loading into railcars provided with volumetric flowmeters;
- Transport pipelines with diameters between 100 and 1000 mm, for withdrawals inside the storage farms, the connection among them and the jetties where vessels are operated;
- Pump houses achieving flows between 100 cm /h and 2,500 cm/h (pumps KSB South sf.);
- Remote flowmeters facilities located in the very neighbourhood of loading/discharging jetties for gas oil, gasoline, crude oil'discharging;
- Facilities for firefighting consisting of pipelines reaching each shoretank, pump houses, fire fighting stuff specific for each product, firemen equipped by fire fighting cars;
- Boiler for technological steam supply;
- Facilities on jetty foe products' loading into barges (crude oil, gas oil, gasoline, fuel oil) and for vessels' light and heavy fuel bunkerage in all oil jetties
- Laboratories RENAR authorized, provided with apparata to determine specific physical, chemical tests;
- Facilities to catch and clean waste waters;
- Equipments for railcars' manoeunvre in discharging platforms by engines and own staff, AFER certified and authorized.

Oil Terminal is located in mol 4 Constanta port area, jetties 69-79. This operates 7 operational jetties from which 6 have depths of 12.80 m and a length of 325 m – jetties 69-76, jetty 79 has the depth of 17.50 m and length of 393 m, allowing operation of vessels with a capacity up to 150,000 dwt.
Jetties are provided with coupling facilities at vessels for loading, discharging, hydraulically operated, with diameters of 12'' WOODFIELD type, Dn 300 mm and operation flow 2,000 t/h in jetties 70-76 and with diameter of 16'' FLEXIDER type , Dn 400 mm, operation flow 2,000 t/h in jetty 79.
Each jetty is provided with fire fighting water and foam facilities. Jetties 69-73 are provided with water/foam cannons. Jetties 75,76,79 have firefighting water/foam located in cannons at a height of 16 m remote control. There is also facility for water wall formation between vessel and Oil Terminal facilities.
S.C. OIL TERMINAL SA Constanta is interconnected with Romanian refineries by transport company CONPET SA Ploiesti for crude oil' transport from terminal to refineries, by underground pipelines being part of national transport network.
Terminal is also connected to the national rail system, road system and Danube-Black Sea canal.
The main internal market competitors are:

- Midia port terminal operated by SC Rompetrol Rafinare SA Constanta;
- Terminal Unicom-Oil Terminal Galati;
- Frial SA Constanta and Minmetal SA Constanta

The main external market competitors are:

- Terminal of Omisalj port in Croatia, which undertook the total crude oil transit to Serbia;
- Reni terminal.

The company has certificate for quality management received from Bureau Veritas Romania, available until 13 May 2018..
The main services supplied by the company are:

- receiving, storage, conditioning and dispatch of crude oil, fuel oil, petroleum, petrochemical and liquid chemical products for import, export and transit;
- tests and technical analyses for the handled products in own laboratories;
- tests and technical analyses for the third parties in own laboratories;
- repairs and maintenance works for its own facilities and equipments;
- its own facilities' hiring;
- wholesale of residues and wastes.

The mission of Oil Terminal is services supplies of crude oil, petroleum, petrochemical and liquid chemical products' receiving, storage, conditioning and delivery into and from martime and river vessels, railcars, oilo pipelines, loading into tankers and vessels' bunkerage.

The present interim simplified financial situations were issued according to the principle of activity' continuity. The amounts are expressed in lei, in all interim simplified financial situations components.
OIL TERMINAL is not a part of any entities' group being under the control of a parent company.

On 30.09.2016 Societatea Oil Terminal does not have relationships with associated entities and does not own shares in other companies.
The interim simplified financial situations completed on 30.09.2016 is were revised by an external auditor.

The turnover achieved in the period 01.01.206 – 30.09.2016 is **116,836,233 lei**. Comparing to the previous year, an outstanding increase in absolute size of **16,753,713 lei** was achieved.
The turnover distribution achieved by handled products in the period 01.01.2016-30.09. 2016 comparing the same period of 2015 is as followings:

Petroleum products lei	30th September 2016	30th September 2015
Crude oil	36,258,971	36,763,960
Gas oil	44,938,487	38,292,478
Gasolene	8,533,823	8,339,268
Fuel oil	14,622,809	3,906,081
Chemical products	7,516,597	8,164,091
Residual products	362,705	347,316
Other products and services	4,602,841	5,269,326
TOTAL	**116,836,233**	**100,082,520**

The main economic financial indicators achieved by the company in the period 01.01.2016-30.09.2016 comparing to the same period of 2015 are the followings:

Indicator name	30th September 2016	30 September 2015
Current liquidity	2.11	2.18
Immediate liquidity	2.06	2.15
Rotation speed of clients debts (days)	33	31
Rotation speed of suppliers credits (days)	29	17
Rotation speed of intangible assets (rot)	0.25	0.22
Rotation speed of total assets (rot)	0.23	0.21
Rentability of the engaged capital (%)	3.99	4.38
Result on base share (lei/share)	0.02640	0.02801
Indicator regarding the interests recovery (number of times)	51.81	42.37
Gross limit from sales (%)	16.01	19.78

On 30.09.2016, the number of employees was 940, and the employees effective number is 973, structured on training levels as followings:

- high training employees 184 from which 36 with management positions
- medium/gymnasium training employees: 789 employees, from which 724 trained staff and 65 untrained staff.

On 30.09.2015, the employees' number was 974.

Structure of employees expenses is as followings:

Indicator	30th September 2016	30th September 2015
Salaries, meal tickets, indemnities expenses	37,003,408	34,813,241
Expenses regarding the bonuses for employees' participation to profit	570,765	0
Insurances and social protection	9,702,082	7,707,601
Employees expenses	35,170,743	33,042,718
Employees average number	940	963

OIL TERMINAL SA' executive management in the period 01.01.2016-30.09.2016 is:

No.	Name/first name	Position
1.	Viorel Sorin CIUTUREANU	General Director 06.07.2012 - present
2.	Dan Cristian POPESCU	Deputy General Director 10.05.2013 – 08.04.2016
3.	Adriana FRANGU	Economic Director 10.07.2012 - present
4.	Emil ROHAT	Technical Director 01.01.2011 - present
5.	Armando Traian ANDREȘOIU	Logistics Repairs Director 10.07.2012 – 31.08.2015
4.	Gabriel DARABAN	Commercial Director 10.07.2012 - present

In the period 01.01.2016-30.09.2016, the indemnities of the Board of Directors' members are in a total amount of 114,149 lei.

On 30.09.2016, there are no recorded advances and credits given to the management entities.

The company' management is provided by a Board of Directors made of 7 members.
In the period 01.01.2016-30.09.2016 the Board of Directors' structure was:

No.	Name/first name	Birth date	Profession	Position
1.	CRIȘAN DANIEL MARIUS	18.09.1961	Engineer	Board of Directors' Chairman May 2015 – March 2016
2.	COSTREIE TOMA BOGDAN	13.11.1976	Legal adviser	Manager May 2015 – present Chairman of Board of Directors – April 2016-17.10.2016
3.	GHEORGHE CRISTIAN FLORIN	03.08.1975	Engineer	Manager May 2015 – March 2016
4.	PAUN DAN	13.04.1964	Engineer	Manager May 2015 – March 2016
5.	DAVID ELENA DANIELA	11.08.1976	Legal adviser	Manager May 2015 – March 2016
6.	MATEI DUMITRU	08.07.1965	Engineer	Manager May 2015 – present BoD' chairman – 18.10.2016 - present
7.	S.C. STAAR RATING SRL	-	Legal entity represented by Dan Cristian BARBULESCU	Manager May 2015-present
8.	CATALIN CONSTANTIN GROGORESCU	21.05.1975	Legal adviser	Manager 28.03.2016 – present
9.	IULIA GABRIELA TANASE	05.07.1979	Engineer	Manager 28.03.2016 – 10.10.2016
10.	DAN CODESCU	31.08.1953	Engineer	Manager 28.03.2016-31.05.2016
11.	BOGDAN VALENTIN GHITA	05.07.1969	Engineer	Manager 28.03.2016-10.10.2016
12.	NICOLAE BOGDAN CODRUT STANESCU	08.09.1974	Engineer and legal adviser	Interim manager – 16.06.2016 – 28.08.2016
13.	MOISE NICOLETA MARIANA	27.08.1982	Economist	Manager - 11.08.2016-10.10.2016
14.	FLOREA CRISTIAN	05.05.1972	Economist	Manager - 10.10.2016-present
15.	PATRINICHE BOGDAN CRISTIAN	16.01.1960	Engineer	Manager - 10.10.2016-present
16.	NEGRISAN CLAUDIU EDUARD	23.08.1972	Engineer	Manager - 10.10.2016-present

By Shareholders General Ordinary Assembly' decision no.2/28.03.2016, Societatea OIL TERMINAL' Board of Directors was appointed, by the cumulative voting decision, with the following structure:

- COSTREIE TOMA BOGDAN
- GRIGORESCU CATALIN CONSTANTIN
- TANASE IULIA GABRIELA
- CODESCU DAN
- GHITA BOGDAN VALENTIN
- SC STAAR RATING SRL
- MATEI DUMITRU

According to art.2 of the same decision, the management contract of the followings ceased:

- CRISAN DANIEL MARIUS
- GHEORGHE CRISTIAN FLORIN
- DAVID DANIELA CORNELIA
- PAUN DAN

On 31st May 2016, Mr. Manager Dan Codescu' dismissal request was registered, due to personal reasons in the company' office.

By the Board of Directors' decision no.49/16.06.2016, Mr. Stanescu Nicolae Bogdan Codrut was appointed as interim manager, in the vacancy following Mr. Dan Codescu' dismissal, until the Shareholders General Ordinary Assembly' meeting.
By Shareholders General Ordinary Assembly' decision no.4/11.08.2016, it was approved Mr. Dan Codescu' revokation from the manager position, following his dismissal, and it was appointed Mrs. Moise Nicoleta Catalina as manager.
By Decision no. 7/10.10.2016,the Shareholders General Ordinary Assembly appointed, by the cumulative voting method the Board of Directors with the following structure:

- COSTREIE TOMA BOGDAN
- GRIGORESCU CATALIN CONSTANTIN
- MATEI DUMITRU
- FLOREA CRISTIAN
- PATRINICHE BOGDAN CRISTIAN
- NEGRISAN CLAUDIU EDUARD

- SC STAAR RATING SRL
  According to art.2 of the same decision, the followings ceased their manager mandate:
- TANASE IULIA GABRIELA
- MOISE NICOLETA MARIANA
- GHITA BOGDAN

By the Board of Directors' decision no.94/18.10.2016, Mr. Matei Dumitru was appointed as Chairman of the Board of Directors.
In view to be recorded, the Shareholders General Ordinary Assemly' decision no.7/10.10.2016 was communicated to the Commerce Registrar Office by Constanta Court.
Shareholders General Ordinary Assemly' decision no.7/10.10.2016 was not recorded in the Commerce Registrar Office by Constanta Court, as against its record, three intervention requests were deposited by: Broadhurst Investments Limited, Fondul Proprietatea, Androne nicusor, the file being submitted to be solved up to Constanta Court.

As far as Shareholders General Ordinary Assemly' decision no.7/10.10.2016 is concerned, in Constanta Court there are three files, namely:
- 7167/118/2016 of 20.10.2016, intervener Androne Nicusor
- 7168/118/2016 of 20.10.2016, intervener Broadhurst Investments Limited
- 7170/118/2016 of 20.10.2016, intervener Fondul Proprietatea
  The Board of Directors' decision no.94/18.10.2016 was communicated to the Commerce Registrar Office by Constanta Court in order to be recorded acording request of 28.10.2016, regitered in the Commerce Registrar Office by Constanta Court under no. 77907/28.10.2016.

Against this decision a contestation was recorded. According mentions of Commerce Registrar Office by Constanta Court' site, the file is submitted to the court to be solved up. Until the present situation, there hasn' t been recorded a file number in court.

1. Significant accountancy policies
The accountant policies applied in these simplified interim financial situations are the same as those applicable to Societatea' financial situations on the date and for the financial year completed on 31st December 2015.

2.1 Conformity Statement
These financial reports were issued according to IAS 34 – Interim financial report. These don't include all necessary information for a full financial situations set according to International Standards of Financial Report (IFRS).
Nevertheless, some Explanatory Notes are included in order to explain the outstanding events and trades to understand the alterations occurred in Societatea' financial position and performance since the latest financial situations, on the date and for the financial year completed on 31st December 2016.

2.2. Functional and presentation currency
These reports are presented in lei, this being the company' functional currency. All financial information is in lei, rounded to integer if not mentioned otherwise.

2.3 Use of estimations and professional reasonings
The preparation of the financial reports according to IFRS supposes the management' use of some estimations, judgements and suppositions affecting the accountant policies application and the assets, debts, revenues and expenses'reported value. The estimations and suppositions associated to these estimations are based on the hystorical experience and on other reasonable factors in the context of these estimations. The results of these estimations is the base of the judgements regarding the assets and debts' accountant values not being got from other information sources. The current results can be different from the estimations values.
The outstanding reasonings used by the management to apply the company' accounting policies and the main uncertainties sources regarding the estimations were the same as those applied the annual financia situations on the date and for the financial year completed on 31st December 2015.

2.4 Transactions in foreign currency
Transactions in foreign currency are changed into the company' functional currency using the exchange rate of the trade date.
The monetary assets and the denominated debts in the foreign currency on the balance sheet issue date are changed into the functional currency by an exchange rate on the balance sheet date.
The exchange rates differencies are recorded in the profit and loss account.
The non monetary asssets and liabilities, presented startibg the hystorical cost in foreign currency are changed using the exchange rate on the trade date.
On 30.09.2016, namely 30.09.2015 the official exchange used for balance' conversion into foreign currency are:

Currency		30th September 2016 (lei)	30th September 2015 (lei)
1 SWISS FRANC	CHF	4.1041	4.0442
1 EURO	EUR	4.4523	4.4167
1 STERLING POUND	GBP	5.1627	5.9770
1 USA DOLLAR	USD	3.9822	3.9342

3. Revenues from operating – supplied services
The revenues achieved by the company are reported at the following values level:

	30th September 2016	30th September 2015
Revenues from service supplies	115,444,248	98,580,957
Revenues from goods use lease	333,412	281,589
Revenues from various actvities	354,819	515,503
Total revenues from serices supplies	**116,132,479**	**99,378,049**

4. Revenues from residual products sale

	30th September 2016	30th September 2015
Revenues from residual products sale (recovered fuel type A)	362,705	347,316
Revenues from other wastes recovery	341,050	357,155
Revenues related to products stocks costs	27,129	(57,015)
Total revenues from residual products sale	**730,884**	**647,456**

5. Other revenues from operation

	30th September 2016	30th September 2015
Revenues from regulations for clients' receivables	95,972	218,856
Expenses for impairment of clients' receivables	(56,660)	(1,537,580)
Net provisions for receivables	(39,312)	(1,318,724)
Revenues from immobilizations	31,624	44,040
Revenues from penalties	25,571	167,736
Revenues from tangible assets sale	88,572	-
Revenues from provisions reversal	1,087,063	2,753,269
Expenses regarding provisions	(28,550)	(910,944)
Revenues regarding regulations for assets' impairment	1,144,979	-
Net regulations for provision	2,203,592	1,842,325
Revenues from regulations for stocks	55,803	16,870
Expenses for stocks impairment	(21,513)	(20,419)
Net regulations for stocks impairment	**34,290**	**(3,549)**
Other revenues from operation	326,574	355,129
Total revenues from operation	**2,749,535**	**1,086,957**

6. Revenues and Financial expenses

	30th September 2016	30th September 2015
Revenues from interests	81,742	79,886
Revenues from exchange currency rate differencies	398,813	459,856
Revenues from earned discounts	17,316	10,404
Total financial revenues	**497,871**	**550,146**

Expenses regarding the paid interests	(368,190)	(478,482)
Expenses from exchange rate differencies	(1,275,381)	(512,062)
Total financial expenses	**(1,643,571)**	**(990,544)**
Net financial results	**(1,145,700)**	**(440,398)**

7. Materials expenses

	30th September 2016	30th September 2015
Additional materials expenses	2,107,571	1,324,221
Fuels expenses	940,870	1,122,341
Packing stuff expenses	63,747	43,178
Spare parts expenses	1,018,100	519,199
Other supplies expenses	581,755	558,101
Inventory objects expenses	1,091,340	588,417
Unstocked stuff expenses	12,757	18,151
Total materials expenses	**5,816,140**	**4,173,608**

8. Power and water expenses

	30th September 2016	30th September 2015
Water consumption expenses	912,750	791,716
Electric power consumption expenses	1,953,139	2,240,309
Total Power and water expenses	**2,865,889**	**3,032,025**

9. Staff expenses

	30thSeptember	30th September 2015
Managers salaries expenses (general director)	168,597	125,010
Expenses regarding the employees' salaries	35,170,743	33,042,718
from which:executive directors	423.458	465,453
Expenses regarding the participation to profit bonuses	570,765	-
Expenses regarding the meal tickets given	1,481,539	1,459,553
Expenses regarding contribution to social insurances fund	6,189,355	5,726,160
Expenses regarding contribution to health fund	1,876,351	1,732,882
Expenses regarding contribution to unemployment	269,198	248,559
Other expenses regarding the insurances and social protection	1,367,178	494,799
Total salaries expenses	**47,093,726**	**42,829,681**

*The values represent gross amounts given in period 01.01.2015-30.09.2015 for 4 directors from which 132,915 lei represent the contributions due by the employee, the taxation included, in period 01.01.2016-30.09.2016 for 4 directors, from which 121,587 lei represent the contributions due by the employee, the taxation included.

Employees

The effective employees number had the following evolution:

	30th September 2016	30th September 2015
High training employees	184	179
From which with Management positions	36	37
Medium / gymnasium training employees	789	795
From which:trained employees	724	739
Total	973	974

Salaries and related contributions expenses recorded in period 01.01.2016-30.09.2016, namely 01.01.2015-30.09.2015 are the followings:

	30th September 2016	30th September 2015
Salaries expenses	21,823,974	20,429,778
Expenses regarding social insurances fund, health and unemployment contributions	8.334.904	7,707,601
Total	30,158,878	28,137,379

Note: The position – salaries expenses does not include the employees' bonuses and allowances or the General Director and the Board of Directors' members' indemnities.
According to the Collective Labor Contract in force, the company gave to employees the following bonuses: Easter, Christmas bonuses, Oil day bonus, Fidelity bonus, aids for retirement, marriage, employees participation to profit, rest and health cure tickets, the related transport included, presents given to women employees and the employees minor children, aids for birth, funerals, severe diseases, meal tickets, other bonuses (hospitalization, accommodation aids)

Obligations regarding employees' allowances are as follows:

	30th September 2016	30th September 2015
Retirement bonuses	357,365	571,848
Benefits	8,814,930	7,840,672
Other allowances	150,342	36,044
Total	9,322,637	8,448,564

Obligations regarding employees' bonuses are as follows:

	30th September 2016	30th September 2015
Rest and cure tickets and related transport	822,650	9,713
Presents given to women employees and minor children	112,050	118,800
Aids for birth	107,850	72,000
Aids for funeral	276,478	236,673
Meal tickets	1,481,539	1,459,553
Employees participation to profit	570,765	0
Bonuses according to Collective Labor Contract	2,104,900	2,506,940
Fidelity bonuses	1,768,581	1,511,767
Aids for marriage	28,760	24,000
Aids for hospitalization	106,258	109,059
Aids for accomodation	15,633	12,610
Total	7,443,614	6,116,728

General Director, Board of Directors' members
The indemnities paid by the company to the General Director, Board of Directors' members are presented in detail here-below:

	30th September 2016	30th September 2015
Indemnities related to the mandate contract	168,597	125,010
Indemnities for the Board of Directors' members	114,149	182,596
Total	**282,746**	**590,352**

10. Third parties supplied services expenses

30th September 2016	30thSeptember 2015

Expenses regarding various services supplied by third parties	8,038,006	7,767,855
BOD and AGA indemnities expenses	182,529	185,960
Phone supplies services expenses	271,710	249,256
Bank supplies services expenses	212,897	132,034
Commissions and fees expenses	91,895	65,525
Total third parties supplied services expenses	**8,797,037**	**8,400,630**

11. Immobilizations amortization expenses

	30th September 2016	30th September 2015
Intangible assets amortization expenses	228,917	218,603
Tangible assets amortization expenses, from which:	8,992,689	8,083,326
Buildings and buildings facilites	6,429,384	5,879,242
Technical facilities, technological equipments	2,092,682	1,746,586
Furniture and other immobilizations	470,623	457,498
Total immobilizations amortization expenses	**9,221,606**	**8,301,929**

12. Other operation expenses

	30th September 2016	30th September 2015
Repairs expenses	11,366,914	2,932,639
Maintenance expenses	2,567,693	1,868,642
Royalties expenses	4,796,418	3,790,837
Hires and administrative locations expenses	2,486,705	1,796,442
Insurance premium expenses	224,358	155,675
Studies and researches expenses	255,061	197,358
Staff training expenses	124,825	139,008
Advetising expenses	51,383	33,732
Protocol expenses	40,561	17,792
Movement/travel expenses	181,542	240,585
Expenses regarding other taxes and fees	2,436,869	1,730,901
Expenses regarding the donations given	13,400	4,000
Compensations, fines, penalties expenses	9,803	1,182,591
Other expenses from operation	1.409,186	46,583
Total other operation expenses	**25,964,718**	**14,136,785**

13. Expenses regarding the tax on profit

Tax on profit found in the profit and loss acoount**:**

	30th September 2016	30th September 2015
Current tax expenses	3,388,101	3,624,431
Total expenses regarding the tax on profit	**3,388,101**	**3,624,431**

The company recorded tax on profit costs on the current activity and on the differencies from reevaluation, transferred on the amortization expenses during the year, taxable in the profit tax calculation.
The company didn't record a revenue or expense regarding the postponed taxation either on 30.09.2016 or on 30.09.2015.
On the 30th September 2016, the company recorded a gross profit of year in an amount of 18,708,082 lei.
For period 01.01.-30.09. 2016, the fiscal profit calculated according to provisions of Law 227/2015 regarding the Fiscal Code, with further alterations and additions is in a value of 21,259,384 lei.

Tax on profit calculated on the fiscal profit is in amount of 3,401,501 lei, diminished to 3,388,101 lei, after the sponsorship expenses in an amoun t of 13,400 lei recording, expenses achieved in the limit provided in Fiscal Code..

Reconciliation of the taxation effective rate for period 01.01.2016-30.09.2016 comparing to the same period of 2015 is as follows:

	30th September 2016	30th September 2015
Profit before the tax on profit	18,708,083	19,797,405
Profit before the tax on profit (sponsorship expense excluded)	18,721,483	19,801,405
Tax on profit at the statutary rate of 16%	2,995,437	3,168,225
Effect of non-deductible expenses	236,382	597,213
Taxation of reserves from reevaluation	710,108	536,310
Nondeductible revenues effect	(381,427)	(478,880)
Deductions from legal reserve	(149,665)	(158,379)
Reinvested profit	(9,334)	(36,058)
Tax exemptions regarding sponsorship	(13,400)	(4,000)
Expense of tax on profit	3,388,101	3,624,431

On 30th September 2016, a tax on postponed profit, constituted on its own capitals is in an amount of 28,723,015 lei.
On the 31st December 2014, a tax on postponed profit, related to reserves fom reevaluation for 2011-2014, on its own capitals of 25,943,248 lei, by account'' reported result arisen from accountant errors correction'' was recorede according to IAS 8 ''Accountant policies, accountant estimations alterations and errors'.
For 2015, a tax on postponed profit, constituted on its own capitals in an amount of 2,779,767 lei.
The balance of the postponed profit tax is of 28,723,015 lei, on 31.12.2015.
During 2016, there was no recorded postponed profit and the balance of the postponed profit tax constituted on its own capitals remains in the amount of 28,723,015 lei, on 30th September 2016.

14. Information on segments

Oil Terminal SA has only one reporting segment, namely services supplies regarding receiving, storage, conditioning and dispatch of crude oil, fuel oil, petroleum, petrochemical and liquid chemical products for import, export and transit.

Total revenues from supplied services

	30th September 2016	30th September 2015	Δ %
Services supplies regarding receiving, storage, conditioning and dispatch of crude oil, fuel oil, petroleum, petrochemical and liquid chemical products.	115,444,248	98,580,957	17

Services supplies for external clients

Client name	Country	30th September 2016	30th September 2015	Δ %
VITOL	Switzerland	15,145,303	6,031,452	151
EURONOVA ENERGIES	Switzerland	5,302,791	3,333,983	59
LITASCO	Switzerland	5,188,410	-	-
MADDOX	Switzerland	3,952,914	437,512	803

MITSUBISHI INTERNATIONAL GMBH	Germany	1,621,254	1,830,478	(12)
ISLAND PETROLEUM	Cyprus	377,658	802,224	(53)
VICTORIA CHEMICALS SPOLKA Z OGRANICZONA ODPOWIEDZIALNOSCIA	Poland	168,796	171,731	(2)
ELEMENT ALPHA	Switzerland	128,441	-	-
SAKSA OOD	Switzerland	58,439	92,827	(37)
SWISSOIL TRADING	Switzerland	44,228	-	-

Invoiced amount for Oil Terminal SA ' main clients

Client name	**Country**	**30th September 2016**	**%**	**30th September 2015**	**%**
PETROTEL LUKOIL	Romania	42,324,140	31.96	39,851,422	33.82
OSCAR DOWNSTREAM	Romania	15,276,858	11.54	11,870,366	10.07
VITOL	Switzerland	15,145,303	11.44	6,031,452	5.12
OMV PETROM	Romania	14,393,850	10.87	15,790,819	13.40
MOL ROMANIA PETROLEUM PRODUCTS	Romania	12,215,582	9.22	13,650,620	1158
EURONOVA ENERGIES	Switzerland	5,302,791	4.00	3,333,984	2.83
LITASCO	Switzerland	5,188,410	3.92	-	-
MADDOX	Switzerland	3,952,973	2.98	437,736	0.37
NATIONAL ADMINISTRATION OF STATE RESERVES	Romania	2,441,936	1.84	2,171,723	1.84
ROMPETROL RAFINARE	Romania	2,353,552	1.78	10,310,398	8.75

15. Tangible assets

Gross value	**Fields**	**Buidings**	**Technical facilities and equipments**	**Other facilities, equipments and furniture**	**Total**
Balance on the 31st December 2015	298,616,273	127,903,160	22,318,723	3,697,656	452,535,812
Transfers from going on assets	-	17,519,782	223,716	9,473	17,752,971
Outputs	-	-	(45,566)	-	(45,566)
Balance on 30th September 2016	**298,616,273**	**145,422,942**	**22,496,873**	**3,707,129**	**470,243,217**

Amortizations	**Fields**	**Buidings**	**Technical facilities and equipments**	**Other facilities, equipments and furniture**	**Total**	**Total**
Balance on 31st December 2015	-	-	-	-		-

Amortization in 2016	-	6,429,384	2,092,682	470,623	8,992,689
Outputs cumulated amortization	-	-	(4,867)	-	(4,867)
Balance on 30th September 2016	-	**6,429,384**	**2,087,815**	**470,623**	**8,987,822**

Net value					
Balance on the 31st December 2015	**298,616,273**	**127,903,160**	**22,318,723**	**3,697,656**	**452,535,812**
Balance on the 30th September 2016	**298,616,273**	**130,993,558**	**20,409,058**	**3,236,506**	**461,255,395**

The intangible assets are presented in the simplified interim financial reports at the reevaluated value, less the amortizations and regulations for impairment or value loss, according to IAS 16 – tangible assets and IAS 36 – immobilizations impairment.
Reevaluation at the fair value on 31.12.2015 was recorded according to an Evaluation Report, issued by an authorized assessor, member of ANEVAR.
The fair value, on 30th September 2016, as determined, revealed by reevaluated value is as followings:

Fields	298,616,273 lei
Constructions Group	138,993,558 lei
Technical facilities and cars	20,409,058 lei
Other facilities, equipment and furniture	3,236,506 lei
Tangible assets going on	2,098,485 lei

The company has in its patrimony the following fields:

- field in a surface of 951,386.79 sqm registered according to propriety title series MO3 no. 3285/19.11.1196 located in South Storage Farm, in an amount of 50,191,073 lei
- field in a surface of 413,413.16 sqm got in 2003 according to propriety title series MO 3 no. 8448/16.04.20013 located in North Storage Farm, in an amount of 59,200,900 lei
- field got in 2004 according to sale-purchase contract no.181/20.01.2004 concluded with Constanta City Hall, in a surface of 243,912.70 sqm located in North Storage Farm, in an amount of 33, 438,600 lei
- field in a surface of 254,261.33 sqm, got in 2011, according to propriety title series MO3 no. 11703/02.02.2011, located in North Storage Farm, in an amount of 103,260,400 lei
- field in a surface of 129,334.70 sqm got in 2011 according to propriety title series MO 3 no. 11704/02.02.20011 located in North Storage Farm, in an amount of 52,525,300 lei

16. Tangible assets in execution

Assets in execution in an amount of 10,821,375 lei represent uncompleted investments on 30.06.2016, from which:

	Investments according OIL TERMINAL' program	**Investments achieved according Oil Agreement***	**Total**
Balance on the 31st December 2015	3,780,582	4,272,910	8,053,492
Increases during year	8,793,048	3,001,916	11,794,964
Transfers in tangible assets	(10,765,934)	(6,987,037)	(17,752,971)
Balance on 30th September 2016	**1,807,696**	**287,789**	**2,095,485**

*Assets going on from investments expenses according to Oil Agreement of shoretanks, crude oil and petroleum produsts, pumping facilities and other facilities and equipments related to them activity'leasing, concluded wth the National Agency of Mineral Resources Bucharest.
The total investments expenses value in period 01.01.- 30.09.2016 is 11,794,964 lei, from which the main investments objectives are:

- Upgrading shoretank M22 located in South Storage Farm – 8,202,445 lei
- Upgrading of shoretank T38 located in South Storage Farm – (according to Oil agreement) – 3,003,567 lei;
- Remote facility for trucks' weighing – 129,359 lei;
- Cooling tower in shut circuit EWK-C 225/3 – 120,351 lei;
- Upgrading lighting facility for the loading/discharging platform located in South Storage Farm – 80,276 lei;
- Upgrading shoretank 22P located in Port Storage Farm – 69,000 lei;
- Upgrading of 2 skids gas oil flowmeters – 44,259 lei;
- Removing to surface of the pipelines network Port Storage Farm – MIM bridge – 35,000 lei;
- Three phase welding generator (3 pieces) – 23,100 lei;
- Optiflux 5300 electromagnetic flowmeter – 19,999 lei;
- Fein STS 325 alternative pneumatic saws – 14,960 lei;
- COV analyser Riken Keiki type – 14,670 lei.

On 31.12.2015 the com pany recorded regulations for tangible assets impairment in execution in an amount of 1,144,979 lei representing ceased investments noticed when going on assets' inventory.
During 2016 the regulations for tangible assets impairment regulations in execution in an amount of 1,144,979 lei are going on.

17. Intagible assets

Gross values	Licenses/patents	Leases	Other intangible assets	Total
Balance on the 31st December 2015	-	3,438,172	404,023	3,842,1955
Increases from acquisitions		-	2,482	2,4820
Balance on the 30th September 2016	**-**	**3,438,172**	**406,505**	**3,844,6775**

Amortizations and impairments	Licenses/patents	Leases	Other intangible assets	Total
Balance on the la 31st December 2015	-	-	-	-
Amortization in 2016	-	-	228,916	228,9161
Balance on the 30th September 2016	-	-	**228,916**	**228,9161**
Net value	-	**-**	**-**	**-**
Balance on the 31st December 2015	-	**3,438,172**	**404,023**	**3,842,1955**
Balance on the 30th September 2016	**-**	**3,438,172**	**177,589**	**3,615,614**

Intangible assets, recorded in SC OIL TERMINAL SA Constanta' accountant record, are informatic/licences programs, purchased from third parties and leasing of crude oil, petroleum products' shoretanks, pipelines activity, pumping facilities and other equipments related to these, concluded with the National Agency for Mineral Resources, approved by GD 886/16.06.2002.
The used lifetime in the intangible assets amortization calculation representing soft licenses is 3 years, the used amortizatin method being the linear one.
The leasing useful lifetime is undetermined, according to item 88 of IAS 38 – Intangible assets, so this is not amortizable.
Intangible assets are presented in financial reports at the reevaluated value, less the amortizations and regulations for impairment or value loss, according to IAS 38 - intangible assets and IAS 36- assets impairment.
On 30 September 2016, no signs were identified regarding the intangible assets impairment.
Reevaluation at fair value on 31.12.2015 was recorded according to an Evaluation Report by an authorized assesssor, member of ANEVAR.
The fair value, so determined, recorded by the reevaluated value method is as followings:

- leasing Oil Agreement 3,438,172 lei
- informatic/ licences programs 177,589 lei

18. Financial assets

	30th September 2016	31st December 2015
Guarantees given to suppliers	867	867
Other immobilizations	808,208	808,208
Total financial assets	**809,075**	**809,075**

19. Stocks

	30th September 2016	31st December 2015
Additional materials	512,760	239,720
Fuel oils	49,157	55,921
Package stuff	833	17,076
Spare parts	137,784	50,495
Other supplies	47,445	95,528
Inventory objects stuff	196,940	236,169
Residual products	42,752	45,249
Regulations for supplies	(46,404)	(78,002)
Regulations for inventory objects	-	(2.693)
Total stocks	**941,67**	**659,463**

Stocks without movement, in balance on 30.09.2016 are 46,404 lei, on 31.12.2015 are in an amount of 80,695 lei. For the unmoved stocks' total value, regulations were constituted for the materials impairment.
In period 01.01.2016-30.09.2016 the company recorded regulations for stocks impairmen as followings:

	30th September 2016	31st December 2015
Regulations balance for stocks impairment on the 1st January	80,695	81,041
Constitutions in year	21,513	22,077
Reversals in year	(55,804)	(22,423)
Regulations of balance for stocks impairment at the period end	**46,404**	**80,695**

20. Clients and assimilated accounts

	30th September 2016	31st December 2015
Clients issued invoices, to collect	13,986,470	13,952,396
Uncertain clients and in litigation	3,148,219	3,187,531
Clients invoices to be issued	262,603	170,093
Regulations for clients' receivables impairment	(3,151,908)	(3,191,220)
Total clients	**14,245,384**	**14,118,800**

The clients situation – invoices issued to be collected in an amount of 13,986,470 lei in balance on the 30th September 2016, is classified on period of time, as followings:

- Clients' receivables not exceeding the due payme date — 13,861,0628 lei
- Clients' receivables with exceeded due time between 1 – 30 days — 124,3166 lei
- Clients' receivables with exceeded due time between 31 - 60 days — 966
- Clients' receivables with exceeded due time over 60 days — 1263 lei

The uncertain clients recorded on 30.06.2016 are in a total amount of **3,148,219 lei**. For uncertain clients, the company constituted regulations for the clients receivables impairment for the total amount VAT included.

In period 01.01.2016-30.09.2016 2016, the company recorded regulations fro clients receivables impairment, as followings:

	30th September 2016	31st December 2015
Provision balance for impairment on the 1st January	3,191,220	3,665,363
Constitutions in year	56,660	1,666,773
Reversals in year	95,972	(2,140,916)
Provision balance from impairment at the period end	**3,151,908**	**3,191,220**

21. Oher receivables and expenses in advance

	30th September 2016	31st December 2015
Different debtors	1,462,651	1,278,216
Expenses recorded in advance	153,571	178,473
Other receivables	309,813	1,389,216
Total other receivables	**1,926,035**	**2,845,905**

Taxes and fees to be recovered

	30th September 2016	31st December 2015
Tax on profit	-	164,484
Tax on constructions	210,324	-
Tax on buildings	121,722	-
Tax on field	443,191	-
Taxes tranport ways	8,152	759
Company tax	330	-
Charge of peace	1,57	-
Total	**785,476**	**165,243**

22.Cash and cash equivalent

	30th September 2016	31st December 2015
Available in lei cash in banks' current accounts	21,641,819	5,239,646
Available in foreign currency in banks' current accounts	4,189 15,762,134	
Cash advance given to employees	5,794	-
Other values	17,225	11,323
Available in cash	7,732	9,820
Total cash and equivalents	**21,676,759**	**21,022,923**

The are no restrictions on the monetary availability accounts

23. Social capital

	Number of shares	Social capital
Statutory social capital	582,430,250	58,243,025
Total capital	**582,430,250**	**58,243,025**

The social capital structure on the 30th June 2016, according to data submitted by Depozitarul Central, is the following:

Shareholder	Number of shares	Total nominal value	Possession %
Romanian State through the Economy Ministry	347,257,973	34,725,797	59.62
Fondul Proprietatea SA	36.796.026	3,679,603	6.32
Legal persons	96,303,869	9,630,387	16.53
Physical persons	102,072,385	10,207,239	17.53
Total capital	**582,430,253**	**58,243,025**	**100**

Romanian State represented by the Ministry of Economy is the main shareholder and owns 59.62% of the social capital.
The subscribed and paid social capital through the Ministry of Economy is 58,243,025 lei divided in 582,430,253 shares with a nominal value of 0.10 lei/share, on the 30th September 2016 and on the 31st December 2015, as well. Each share gives the right of a single vote to its owner.
Societatea OIL TERMINAL SA is a company quoted in Bucharest Stock Exchange. The shares were traded at 0.0970 on the 30th September 2016 and at 0.1055 lei/share on 30 December 2015.
The unpaid dividends value on the 30th September 2016 is 245,511 lei, representing the unpaid dividends from the previous years from which physical persons 238,582 lei and legal persons 6,929 lei.

24. Other elements of own capital

	30th September 2016	31st December 2015
Recognized postponed tax on own capitals	(2,813,375)	(2,813,375)
Other elements of own capitals	3,034,941	3,034,941
Total other elements of own capitals	**221,566**	**221,566**

The tax on postponed profit constituted on own capitals in an amount of (2,813,375) lei in balance on 30th September 2016 and on 31st December 2015 is constituted from:

- recognized postponed tax on own capitals in 2015 for the reserves from reevaluation in an amount of (2,779,766) lei.
- recognized postponed tax on own capitals in 2014 for the reserves from reevaluation in an amount of (103,883) lei.
- recognized postponed tax for fiscal facilities for 2012 in an amount of 70,274 lei.

On 30th September 2016 and on 31.12.2015 other elements of own capitals remain in balance, the counterparty of intangible asset recognition – oil agreement leasing, approved by GD 886/2002, in an amount of 3,034,941lei

25. Reserves from reevaluation

	30th September 2016	31st December 2015
Reserves from tangible and intangible assets reevaluation	**210,962,268**	**211,016,140**

On 30.09.2016 and on 31.12.2015 the total value of reserves from reevaluation is 210,962,268 lei, including:

- reserve from reevaluation related to fields of 122,014,018 lei
- reserve from reevaluation related to tangible assets of 88,445,191 lei
- reserve from reevaluation related to untangible assets, representing rights given by the Oil Agreement of leasing of the operation of shoretanks, crude oil and petroleum products transport pipelines activity, of pumping facilities and of other facilities and equipments related to these, concluded with National Agency for Mineral Resources, approved by GD 886/16.08.2002 of 403,231 lei.
- reserve from reevaluation related to inatngible assets representing licenses of 99,828 lei

26. Reported result

a. Reported result representing the surplus achieved from reevaluation reserves:

	30th September 2016	31st December 2015
Reported result representing surplus achieved from reevaluation reserves	4,143,435	4,089,562
Total surplus achieved from reevaluation reserves	**4,143,435**	**4,089,562**

Reevaluation surplus achieved from reevaluation reserves was constituted by passing to the reported result of the reevaluation difference related to tangible assets to their derecognition.
In period 01.01-30.09.2016, it transferred in reported result representing the achieved surplus from reserves from reevaluation the amount of 53,873 lei related to ceded/ quashed tangible assets.

b. Reported result arisen from IAS adoption for the first time, less IAS 29

Reported result arisen from IAS adoption for the first time, less IAS 29	310th September 2016	31st December 2015
	396,930	396,930
Total reported result arisen from IAS adoption for the first time, less IAS 29	**396,930**	**396,930**

The amount of 396,930 lei representing retreatments from IAS adoption for the first time, less IAS 29, for 2000, according to Order no.94/2001 for approval of Accountant Regulations together with Directive IV of European Economic Communities and the Accountant International Standards.
For 2000, the balance sheets issued according to Finences Ministry no. 403/1999 to approve the of Accountant Regulations together with Directive IV of European Economic Communities and the Accountant International Standards were retreated, according to Order no.94/2001 for Accountant regulations approval together with Directive IV of European Economic Communities and the Accountant International Standards.

c. Reported result arisen from accountant errors correction

On 30.06.2016 and on 31.12.2015, the balance of the reported result arisen from accountant errors correction is as followings:

	30th September 2016	31st December 2015
Reported result arisen from accountant errors correction	(25,839,366)	(25,839,366)
Total Reported result arisen from accountant errors correction	**(25,839,366)**	**(25,839,366)**

On 31st December 2014, postponed profit taxation in an amount of 25,839,366 lei, for the reserves from reevaluation for 2011-2013 on own capitals, by account '' reported result arisen from the accountant errors' correction'', according to IAS8 ''Accountant policies, accountant estimations and errors' alterations'', as follows:

- for 2011 value (9,519,349) lei
- for 2012 value (8,242,884) lei
- for 2013 value (8,077,133) lei.

27. Legal reserves and other reserves

	30th September 2016	31st December 2015
Legal reserves	3,692,585	3,153,540
Other reserves	174,254,031	171,733,191
Total reserves	**177,946,616**	**174,886,731**

The legal reserves, in an amount of 3,692,585 lei in balance on 30th September 2016 recorded, increased comparing to those recorded on on 31st December 2015 by the amoun t of 539,045 lei.
According to AGA' decision, Oil Terminal yearly transfers to legal reserve at least 5% from the book yearly profit, according to AGA decision and to Law 31/1990, Law 571/2003 and GO 64/2001 provisions, until the accumulated balance reaches the 5th part of the paid social capital.
In 2016, legal reserves in an amount of 539,045 lei, from 2015' net profit were recorded, according to Shareholders General; Ordinary Assembly' decision no. 3/27.04.2016.
Other reserves in balance on 30th September 2016 are in an amount of 174,254,031 lei, from which:
- reserves constituted from the distributed for constituting its own financing source according to AGA' decisions, in an amount of 21,552, 205 lei.
- Reserves from fiscal facilities in an amount of 622,962 lei;
- Fields recognized according to reserves for which propriety titles were got in 2011 in an amount of 151,789,000 lei, as follows:
- field in a surface of 254,261.3 sqm, got in 2011, according to propriety tiltle series MO3 no. 11703/02.02.2011, located in North Storage Farm, in an amount of 100,611,000 lei.
- field in a surface of 129,334.70 sqm, got in 2011, according to propriety tiltle series MO3 no. 11704/02.02.2011, located in North Storage Farm, in an amount of 51,178,000 lei.

For these 2 fields the social capital increase is going on, provided by GD 834/1991.
- field in a surface of 5,494 sq.m. located in South Storage Farm, in an amount of 289,864 lei, representing the field difference arisen from the cadastral documentation updating made in 2015, for the field recorded according to propriety title MO3 no.3285/19.11.1996

28. Debts on long term

a. Loans on long term

	30thSeptember 2016	31st December 2015
Contract no. 40012/2011 Raiffeisen Bank	810,687	2,026,718
Minus current part	**(810,687)**	**(1,621,375)**
Contract no C12002013014745/05.09.2013 OTP Bank (investments credit)	8,925,000	9,881,250
Minus current part	**(1,275,000)**	**(1,275,000)**
Total loans on long term	**7,650,000**	**9,011,593**

The reported loans on long term are generated by the following below-mentioned contracts:

Creditor	Currenc.	Due date	Reimbursment	Interest	Guarantee	31.12.2015	30.09.2016
1.Contract no. 40012/2011 Raiffeisen Bank*	lei	25.03.2017	Monthly rates	ROBOR at 1 month plus rate exchange	Mortgage and real estate guarantee	2,026,718	810,687

*Additional Act no. 1/2012 of the credit facility contract on term no. 40012/2011
* Additional Act no. 2/2012 of the credit facility contract on term no. 40012/2011
* Additional Act no. 2/2012 of the credit facility contract on term no. 40012/2011

On 29.03.2011 the company signed with Raiffeisen Bank SA a credit facility contract on term, for financing a shoretank of 10,000 CM building in Port Storage Farm, in an amount of 8,067,135 lei, with reimbursement term until 25.03.2017.
The shoretank building was completed in 2012.
SC OIL TERMINAL SA constituted in Raiffeisen Bank SA' favour the following guarantees:

- Prime mortgage priority on the building on Oil Terminal' propriety, located in Constanta, no.2, Caraiman str., in a surface of 19,900 sqm and buildings C343, C346-C350, C353-C355, C357, C359, C360 in a totall built surface of 9,625 sqm, with cadastral number 116119 registered in Constanta' Land Registrar with no. 160526.
- Pledge on present and future availabilities of Oil Terminal SA' accounts opened or to be opened at Raiffeisen Bank. In 2012, it completed the withdrawal from the loan contracted with Raiffeisen Bank, the balance of this loan on 30.09.2016 is810,687 lei.

Creditor	Currency	Due date	Reimbursement	Interest	Guarantee	31.12.2015	31.09.2016
2.Contract no. C12002013014745 of 05.09.2013 OTP Bank Romania*	lei	01.09.2023	Monthly rates	ROBOR on 3 months plus rate exchange	Mortgage and real estate guarantee	9,881,250	8,925,000

*Additional Act no. 1/2013/23.09.2013 of the investments credit contract no. C12002013014745
* Additional Act no. 2/2013/14.10.2013 of the investments credit contract no. C12002013014745

On 05.09.2013 the company signed with OTP Bank Romania an investment credit contract, to finance/refinance the expenses of upgrading shoretank 28 in South Storage Farm, being state public domain, according to Oil Agreement approved by HG 886/2002, in an amount of 10,200,000 lei with reimbursement term until 01.09.2023 and a grace period until 30.09.2015 The shoretank upgrading was completed in 2013.

SC OIL TERMINAL SA constituted in OTP Bank Romania the following guarantees:

a) Security mortgage on the accounts opened by client at bank
b) Mortgage on the building plot, category of use yards-buildings in a surface of 12,916 sqm, located in Constanta county, no.2, Caraiman str. Noth Storage Farm I, Constanta county parcel 3, identified with cadastral number 214855 registered at Constanta Land Registrar with number 214855, together with its buildings , in a total built surface of 913 sqm as follows:

- C 394 ''Ghena'' identified with cadastral umber 214855-C1
- C395 – ''Administrative building'' identified with cadastral number 214855-C2
- C 396 ''Greenhouses'' with cadastral number 214855-C3
- C397 '' Greenhouses'' with cadastral number 214855-C4 SC OIL TERMINAL SA propriety

c) Mortgage on the building plot, category of use yards-buildings in a surface of 23,141 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 2, identified with cadastral number 211722 registered at Constanta Land Registrar with number 211722, together with its buildings, with a total built surface of 2,477 sqm, as follows:
    - C1 ''Shoretank'' in a built surface of 830 sqm, identified with cadastral number 211722 – C1
    - C3''Shoretank'' in a built surface of 748 sqm, identified with cadastral number 211722 – C2
    - C5 ''Shoretank'' in a built surface of 849 sqm, identified with cadastral number 211722 – C3, in SC OIL TERMINAL SA' propriety

d) Mortgage on the building plot, category of use yards-buildings in a surface of 34,153 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 1/1, identified with cadastral number 238666 registered at Constanta Land Registrar with number 238666, together with its buildings, with a total built surface of 2,477 sqm, as follows:
    - C6 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238666 – C6
    - C7 ''Shoretank'' in a built surface of 804 sqm, identified with cadastral number 238666 – C7
    - C8 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238666 – C8
    - C9 ''Shoretank'' in a built surface of 854 sqm, identified with cadastral number 211722 – C9, in SC OIL TERMINAL SA' propriety

e) Mortgage on the building plot, category of use yards-buildings in a surface of 15,801 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 1/2/1, identified with cadastral number 238836 registered at Constanta Land Registrar with number 238836, together with its buildings, with a total built surface of 2,477 sqm, as follows:

- C2 ''Shoretank'' in a built surface of 856 sqm, identified with cadastral number 238836 – C2
- C4 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238836 – C4, , in SC OIL TERMINAL SA' propriety

In September 2013, the withdrawal from the loan contracted with OTP Bank was completed,the balance of this loan on 30.09.2016 being 8,925,000 lei.

b. Debts regarding tax on postponed profit

On 31 December 2014, it recorded, according to '' Accountant policies, alterations of accountant estimations and errors'', tax on postponed profit in an amount of 25,839,366 lei, related to reevaluation reserves for 2011-2013 on own capitals, by account ''reported result arisen from accountant errors correction''.
For 2014, tax on postponed profit was recorded on own capitals in an amount of 103,882 lei and for 2015, tax on postponed profit was recorded on own capitals in an amount of 2,779,767 lei.
The balance of the postponed profit tax is 28,723,015 lei, on 31.12.2015.
In period 01.01-30.09. 2016, there was no tax on postponed profit recorded.

The reconciliation of tax on postponed profit is as followings:

	30th September 2016	31st December 2015
Tax on postponed profit on 1 January	28,723,015	25,943,248
Tax on postponed profit on 31 December	28,723,015	25,723,015
Variation of postponed tax	**0**	**2,779,767**
From which debt with tax with postponed recognized on own capitals	0	2,779,767

29. Debts regarding financial leasing obligations

The company doesn't record debts of financial leasing on 30.09. 2016 nor for the previous year.
In 2015, Societatea concluded the following operational; leasing contracts:

1. Contract 33/126/23.04.2015 concluded with BCR Fleet Management having as object operational leasing for car Skoda Superb Elegance Business – 1 piece

The contract period is 24 months since the car' delivery

2. Contract 49/154/27.05.2015 concluded with CENTER TEA&CO SRL with object:

Operational leasing backhoe – 1 piece
Operational leasing crane – 1 piece
The contract period is 24 months since the cars' delivery

3. Contract 81/203/27.07.2015 concluded with CENTER TEA&CO SRL with object:

Operational leasing car Ford Mondeo Trend 2,0 TDCi – 2 pieces
Operational leasing tipper 18- MTMA-MAN– 1 piece
Operational leasing car Ford Mondeo Wagoon 2,0 TDCi -1 piece
Operational leasing tipper 18- MTMA-MAN– 1 piece

4. Contract 357/146/09.12.2015 concluded with CENTER TEA&CO SRL with object:

Operational leasing car Dacia Logan MCV Laurete 1.5 DCI 90 CP – 1 piece
Operational leasing car Dacia Logan MCV Laurete 1.5 DCI 90 CP – 7 pieces
Operational leasing van Ford Transit V 36 double cabin 350 L3 BASE RWD 2.2 TDCI125 CP DPF – 1 piece
The contract period is 36 months since the cars' delivery date.

1. Contract 100/171/16.06.2016 concluded with CENTER TEA&CO SRL with object:

Operational leasing for backhoe – 1 piece
The contract period is 36 months since the cars' delivery date.
There is the possibility that Societatea becomes legal owner after the residual value' payment, on the leasing period completion.

Societatea recognized as expenses in the profit and loss account during 2016, the payments for the operational leasing contracts, using the linear model for leasing period, in a total amount of 925,389 lei.
The minimum future leasing payments are settled up to the price agreed by contract and the rates number remained to be paid.
The situation of the minimum future leasing payments on 30.09.2016 is as follows:

	Future payments up to 1 year	Future payments up to 2-5 years
Contract 33/126/23.04.2015 BCR Fleet Management SRL	33,852	0
Contract 49/154/27.05.2015 Center Tea &Co SRL	349,675	0
Contract 81/203/27.07.2015 Center Tea &Co SRL	433,510	509,267
Contract 357/146/09.12.2015 Center Tea &Co SRL	131,966	172,095
Contract 100/171/16.06.2016 Center Tea &Co SRL	109,687	189,819
Total	**1,058,690**	**871,181**

30. Loans on short term – presentation of loans on short term

	30th September 2016	31st December 2015
Loans on short term	-	-

On 30th September 2016 and on 31 December 2015, the loans on short term have no balance.
Contracts regarding the loans on short term are:

Creditor	Currency	Due date	Reimbursement	Interest	Value
1. Credt contract (credit line) no. C12002013014744/05.09.2013 concluded with OTP Bank	lei	05/09/2014	Full reimbursement on due date	ROBOR on 3 months plus exchange rate	3,000,000

* Additional Act no. 1/23.09.2013 of credit contract no. C12002013014744/05.09.2013
* Additional Act no. 2/14.10.2013 of credit contract no. C12002013014744/05.09.2013
* Additional Act no. 3/04.09.2014 of credit contract no. C12002013014744/05.09.2013

For credit line for financing and/refinancing the current activity in a value of 3,000,000 lei, the contract **C12002013014744/05.09.2013 cu OTP Bank Romania starting 05.09.2013 until 03.09.2014 and the following guarantees were constituted:**
a) Security mortgage on the accounts opened by client at bank
b) Mortgage on the building plot, category of use yards-buildings in a surface of 12,916 sqm, located in Constanta county, no.2, Caraiman str. Noth Storage Farm I, Constanta county parcel 3, identified with cadastral number 214855 registered at Constanta Land Registrar with number 214855, together with its buildings , in a total built surface of 913 sqm as follows:

-C 394 ''Ghena'' identified with cadastral umber 214855-C1
-C395 – ''Administrative building'' identified with cadastral number 214855-C2
- C 396 ''Greenhouses'' with cadastral number 214855-C3
-C397 '' Greenhouses'' with cadastral number 214855-C4 SC OIL TERMINAL SA propriety

c) Mortgage on the building plot, category of use yards-buildings in a surface of 23,141 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 2, identified with cadastral number 211722 registered at Constanta Land Registrar with number 211722, together with its buildings, with a total built surface of 2,477 sqm, as follows:

- C1 ''Shoretank'' in a built surface of 830 sqm, identified with cadastral number 211722 – C1
- C3''Shoretank'' in a built surface of 748 sqm, identified with cadastral number 211722 – C2
- C5 ''Shoretank'' in a built surface of 849 sqm, identified with cadastral number 211722 – C3, in SC OIL TERMINAL SA' propriety

d)Mortgage on the building plot, category of use yards-buildings in a surface of 34,153 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 1/1, identified with cadastral number 238666 registered at Constanta Land Registrar with number 238666, together with its buildings, with a total built surface of 2,477 sqm, as follows:

- C6 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238666 – C6
- C7 ''Shoretank'' in a built surface of 804 sqm, identified with cadastral number 238666 – C7
- C8 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238666 – C8
- C9 ''Shoretank'' in a built surface of 854 sqm, identified with cadastral number 211722 – C9, in SC OIL TERMINAL SA' propriety

e)Mortgage on the building plot, category of use yards-buildings in a surface of 15,801 sqm, located in Constanta, no.2 Caraiman str., Constanta County, parcel 1/2/1, identified with cadastral number 238836 registered at Constanta Land Registrar with number 238836, together with its buildings, with a total built surface of 2,477 sqm, as follows:

- C2 ''Shoretank'' in a built surface of 856 sqm, identified with cadastral number 238836 – C2
- C4 ''Shoretank'' in a built surface of 855 sqm, identified with cadastral number 238836 – C4, , in SC OIL TERMINAL SA' propriety.

Creditor	Currency	Due date	Reimbursement	Interest	Value
2.Credit contract (credit line) no. C12002013014744/05.09.2013 concluded with OTP Bank and additional act no. 4/03.09.2015	lei	01/09/2016	Full reimbursement at due date	ROBOR on 3 months plus exchange rate	5,000,000

On 04.09.2014, the additional act no.3/04.09. 2014 for contract C12002013014744/05.09.2013, concluded with OTP Bank is signed, by which the credit line for the current activity' financing and/or refinancing increases by 2,000,000 lei, becoming 5,000,000 lei, with due date 04.09.2015.
On 03.09.2015, the additional act no.4/03.09. 2015 for contract C12002013014744/05.09.2013, concluded with OTP Bank is signed, by which the credit line for the current activity' financing and/or refinancing increases by 5,000,000 lei, becoming 5,000,000 lei, with due date 02.09.2016.
The guarantees constituted in OTP Bank' favour remain the same as those initiaqlly constituted no. C12002013014744/05.09.2013

Creditor	Currency	Due date	Reimbursement	Interest	Value
2.Credit contract no. 1403/27.11.2015 (facility in view to issue a guarantee letter) concluded with Bancpost SA	lei	27/11/2016	Full reimbursement at due date	ROBOR on 3 months plus exchange rate	22,193,000

By Credit contract no. 1403/27.11.2015 Bancpost gave Societatea Oil Terminal a facility for a guarantee bank issue in favour of National Afgency of Fiscal Administration, to get the fiscal warehouse authorization in an amount of 22,193,000 lei, representing the equivalent in lei of the amount 5,000,000 euro, calculate dat BNR' exchange rate (available on the contract signing date, namely 1 euro = 4.4386 lei), for which the followings constituted as guarantees:

a) Mortgage on the field of 20,000 sq,m registered in land registry no.244347 Constaqnta, identified with number 244347 and the buildings on it;

- shoretank R36 identified with cadastral number 244347-C9 (inventory number 11223318), in a surface of 2,859 sq.m.
- shoretank R37 identified with cadastral number 244347-C10 (inventory number 11223319), in a surface of 2,859 sq.m.

b) Mortgage on the receivables arisen from contracts concluded with its main commercial partners
c) cession of receivable rights arisen from insurance policies concluded by the borrowed, having as object the real estates' insurance as guarantee

In 2015, Societatea Oil Terminal got the fiscal warehouse authorization. To get this authorization , it was necessary the constitution of a guarantee in an amount of 22,193,000 lei, representing the equivalent in lei of the amount 5,000,000 euro (calculated on BNR exchange rate available on the contract signing date namely 1 euro= 4.4386 lei) in the favour of National Agency of Fiscal Administration, according to provisions of art. 206 index 54 of Law 571/2003 regarding the Fiscal code, with further alterations and completions.

31. Commercial debts

	30th September 2016	**31st December 2015**
Supplier obligations for goods and services	9,724,382	14,846,789
Contributors obligations	4,242	9,070
Suppliers unarrived invoices	381,388	838,163
Total commercial debts	**10,110,012**	**15,694,022**

Situation of suppliers' age in balance sheet on 30.09.2016 is:

- Suppliers in due date term 9,722,730 lei
- Suppliers with exceeded due date between 1-30 day 1,652 Lei
- Suppliers with exceeded due date between 31-60 days 0 lei

32. Debts regarding due taxes and fees

	30th September 2016	**31st December 2015**
Current obligations regarding oil royalty	1,452,639	1,521,311
Current obligations at social insurances budget	1,660,153	2,039,096
Current obligations at state budget	1,383,564	1,467,920
Current obligations at local budget	-	84,557
Total taxes and fee	**4,496,356**	**5,112,884**

33. Other current debts

	30th September 2016	31st December 2015
Staff obligations	1,613,813	1,521,154
Dividends to be paid	245,511	49,294
Clients creditors	55,908	76,479
Different creditors	119,863	97,378
Received guarantees	23,379	23,379
Total other debts	**2,058,474**	**1,767,684**

34. Provisions in balance of 10,856,534 lei on the 30.09. 2016, from which:
a) provisions for litigations in an amount of 9,109,264lei;
b) provisions for the employees' benefits in an amount of 1,658,636 lei;

a) Provisions for litigations

The company records provisions for litigations in an amount of 9,109,264 lei on 30th September 2016.

	30th September 2016	31st December 2015
Balance on the year start	9,157,657	4,379,158
Constitutions during the year	28,550	7,712,072
Reversals during the year	(76,943)	(2,933,573)
Balance on the year end	**9,109,264**	**9,157,657**

The company'management periodically analyses the litigations going on, after consulting its legal advisers, decides upon the necessity to create some provisions for the amounts involved or for their presentation in the interim simplified financial situations.
Taking into consideration the existent information, the company' management considers the outstanding litigations going on being the followings :
The main litigations going on, for which provisions were constituted are :

I. File no. 25976/212/2011 pending Constanta Court with object Contraventional claim against Observation protocol no.144/16.09.2011, concluded by Constanta Regional Customs Direction of Customs National Authority, by which we were punished for:

- Customs declarations and accompanying documents containing errors data regarding plus goods quantity deposit;
- Customs declarations and documents in which the products names proposed by the Customs central laboratory don't comply with that indicated by the depositary;
- Unachievement of Customs regime holder' obligation provided in the Customs warehouse authorization. For noncomplying with art. 653 , letters f,h, art.652 letter m of GD 707/2006, for approval of Romanian Customs Code, the company was fined by 16,000 lei.

Evidence was administrated with the respondent examination, oral evidence, technical expertise evidence. On term of 08.07.2014, court noticed that the appointed expert' death and revertedon the respondent objections, these being taken into account at the file solutioning.

On term of 23.09.2014, court remained in pronouncing., postponing for 28.10.2014.
The file was pending again to discuss by parties of the appointed expert additional fee in file. The next term is 24.03.2015.
On term of 12.05.2015, court ordered the expertise surplus payment.
On term of 04.08.2015 the court ordered the respondent' address to be issued.
On term of 29.08.2015, court found the illegal procedure of the defendant' citation.
On term of 30.10.2015 the cpurt gave another term for 27.11.2015, in view to call all defendants.
On term 12.02.2016, court remained in pronouncing and postponed the decision for 26.02.2016, and then for 11.03.2016
By Decision no. 3605/18.03.2016 the court gave the following solution: ''it admits the contravention complaint. It cancels the ascertainment and sanctioning report of contraventions nos. 144 of 16.09.2011, issued by the Customs National Authority, by Constanta County Customs Direction.
The decision is not final, being able to be appealed in 15 days since communication.
The civil serntence hasn't been communicated yet.
For this file, a provision of 4,239,695lei was constituted.

II. File no. 5826/2/2012 pending on Bucharest Court of Appeal with object: appeal against Decision no.1/200476/28.05.2012 issued by Economic Financial Inspection General Direction of Public Finances Ministry by which the appeal against Compulsory Disposal no. 853.525/30.03.2012 was rejected.

The first term was settled for 21.11.2012.
In this file, the documentary expertise was administrated, the accountant and the technical technical one were disposed in oil and gases field.
On term of 20.05.2015, the Court of Appeal gave the folowing solution:''Admits partly the action. Cancels the decision no. 1/200476/28.05.2013 issued by the defendant. Obliges the defendant to solve the compainant' previous complaint against the financial control report no.5007/29.03.2012 and of the compulsory disposal no.853535/30.03.2012, by issuing a motivated decision. It obliges the defendant to pay 9,000 lei court expenses to the claimant'' The decision can be appealed in 15 days since communication. Oil Terminal SA submitted appeal in legal term.
The High Court of Cassation and Justice settled the first term for 01.03.2016.
By civil sentence no. 561/01.03.2016, the instance, namely The High Court of Cassation and Justice gave the following solution:

- Admits the appeals of the complaint SC Oil Terminal SA an d by the defendant the Public Finances Ministry against the civil sentence no.1425 of 20 May 2015 of the Court of Appeal Bucharest – section VIII, legal administrative and fiscal department
- It writes off the sentence
- It submits the sentence to be judged again, by the same instance

The decision is irrevokable.
By civil sentence no.2708/23.09.2016, Constanta Court of Appealgave the following solution:

- It partly admits the acion
- It partly cancels Decision no.1/200476/28.05.2012 to solve up the previous complaint. The financial survey protocol no. 5007/29.03.2012 and the Compulsory disposal no.853535/30.03.2012 as follows:
    - It removes the measure 16;
    - It removes measure 33;
- it partly alters Measure no.51, namely'' the company' management will analyse the reasons of the sponsorship expenses unjustified exceed in the budgets of revenues and expenditures approved for period 2009-2010, in the amount of 35.5 thousand lei and will order measures to recover the amount from the responsible persons''
    - otherwise, it rejects the action in annullment, as groundless, it notices that no court taxes were requested''.
    - The decision can be appealed in 15 days since communication. Oil Terminal SA submitted and deposited appeal on 21.10.2016.

For this file, a provision of 3,311,038 was constituted.

III. File no.3551/118/2014 pending on Constanta Court, in contradictory with ANAF – General Direction of Large Paytaxers has as object: Appeal against Compulsory Order no.337/30.09.2013 and of Economic Financial Inspection no.39/30.09.2013.
On term of 26.09.2014, the submission deposited by ANAF was communicated for 25.09.2014.
SCA Mirela Radu, Valentin Tudor & Asociatii submitted the intervention request on 25.09.2014.
Oil TERMINAL SA submitted decision no.50/01.09.2014 for the contests' solution. Mentions were submitted regarding the inadmissibility' exception.
On term of 17.10.2014 the followings were ordered:

- to take note of request item 1 give up;
- to admit the appeal deposit lateness exception bt the defendant;
- to extend the intervention requst discuss submitted by the company and the inadmissibility exception regarding the Inspection Report appealing;
- to invoke the requested measures implementation cancellation request inadmissibility, at which the claimant will answer in written form. On term of 28.11.2014, the court ordered the following measures:
- to accept the intervention request according to art.18 paragraph 2, to reject the Inspection report inadmissibility exception
- to accept the inscriptions evidence and the accountant expetise evidence
- in pronouncing on the adjournment request according to art.15 of Law 554/2006 of administrative legal department
- to give term to settle the bail (guarantee)

On term of 12.12.2014, the court remained in pronouncing on the adjournment request; court appreciates that any bail payment doesn't impose for the adjournment payment. By Termination no.2917/12.12.2014 court rejects the administrative act execution adjournment request. Against this decision, an appeal was submitted. On term of 30.01.2015, the pronounciation was postponed for expetise report lack and a new term was given for 27.02.2015.
On term of 27.02.2015, the accountant expertise report was communicated
On term of 17.04.2015, objections to the expertise report with inscriptions were submitted. Court postponed the file in order to communicate the objections to parties and their admission is going to be discussed on the next term 15.05,2015, when the inscriptions were submitted.
On term of 29.05.2015, court ordered a new term for AGA latest decisions' submission.
By Civil sentence no.1064 of 24.07.2015, the first court, Constanta Court gave the following solution:

- -''it admits partly the summons with object the administrative act execution/ cancellation, submitted by the claimant Oil Terminal SA, in contradictory with the defendant Fiscal Administration Nation al Agency – General Direction of Public Finances Galati – Constanta – Tulcea Economic Financial Inspection Dept. by Constanta County Administration of Public Finances.
- it cancels partly the compulsory disposal no.337/30.09.2013 issued by Direction of Public Finances Galati – Constanta – Tulcea Economic Financial Inspection Dept, namely:
- it cancels fully the following measures:
- -measure no.4: the company' management will take measures for the amount of 49,000 lei' recoverage, representing staff-meal tickets expenses, expense over the amount approved by the revenues and expenses budget approved for 2011, from the responsible persons;
- measure no.5: the company' management will take measures for the amount of 113,000 lei' recoverage, representing other staff expenses according to legal provisions, expense over the amount approved by the revenues and expenses budget approved for 2011, from the responsible persons;
- measure no.24: the company' management will take measures for the amount of 14,881.62 lei, from SC Incas SA, representing interests due according to art. 12.1 from works contract no. 169/17.12.2010;

- measure no.29: the company' management will take the necessary measures to issue the operational procedure according to GD no.1151/2012.
- measure no.23: the company management will take measures to recover the amount of 18,319.85 lei, from SC Petroserv, representing interests due and calculated according to art. 12.1 from the works contract no.103/16.08.2010 until lowest amount of 4,227,65 lei .
- it rejects as groundless, the intervention request submitted in the claiman' interest, by SCA Mirela Radu, Valentin Tudor & Asociatii
- it rejects as groundless the summons with object the administrative act execution/ cancellation, submitted by the claimant Oil Terminal SA, in contradictory with the defendant Public Finances Ministry – Dept. of previous complaints solution and of contests by the County Administration of Constanta Public Finances".

Both Oil Terminal SA and ANAF- General Direction of Large Tax payers administration appealed in legal term.
In appeal, the file had no. 581/36/2015, the first term being settled on 28.01.2016.
By Civil sentence no.95/11.02.2016, the appeal court ordered the followings:
''it admits the appeals.

It writes off partly the decision , judging again, orders:
- it rejects the request of claimant Oil Terminal SA to cancel the measures ordered by the defendant for items 4 and 5 of Disposal no.337/30.09.2013.
- it keeps the file for being re judged regarding the measures ordered in intems 25 and 26 of Disposal no.337/30.09.2013.
- it settles term on 21.04.2016 with parties' calling
- it keeps the rest of orders from the judgement under appeal.

On term of 21.04.2016, the Court ordered the issue of an address to the accountant expert appointed for the file, in order for him to state an opinion regarding the measures 25 and 26 of Disposal no.337/30.09.2013.
On term of 02.06.2016, the court gave a new term in view to effect the financial accountant expertise related to items 25 and 26 of the compulsory disposal, settled an expert fee in an amount of 1,000 lei in the recurrent Oil Terminal SA' charge, appointed an accountant expert – Mrs. Morosanu Ionela.
On term 22.09.2016, the court postponed the trial as the parts can analyse the expertise report content.
The next term is settled for 17.11.2016.
For this file, a provision of 842,699 lei was constituted.

IV. File no.1517/118/2012, creditor: Oil Terminal SA and debtor: SC Byotech Prod General, by which the defendant is obliged to pay the total amount of 251,185 lei.
By Civil sentence no. 16622/24.10.2012, Constanta Court admits the summons submitted by the claimant OIL TERMINAL SA, in contradictory with the defendant SC Byotech Prod General SRL. It obliges the defendant to pay the amount of 164,066 lei, to the claimant, representing the countervalue of VATfor the excise of 863,504 lei and the amount of 87,119 lei, representing delay penalties. It obliges the defendant to apy to the claimant court expenses in an amount of 8,255.70 lei.
Request of enforcement was submitted. The bailiff put garnishment to all the debtor' accounts. Until the present date, the debt hasn't been recovered due to funds' lack.
For this file, a provision of 246,970 lei was constituted.

V. File no.3164/118/2014, pending Constanta Court, in contradictory with Union Oil Terminal, by which the claimant requests to the defendant the additional hours payment worked in 2013 and uncompensated by free time, and for those who received the compensation in 2014, to be paid the c/value of the benefits for these worked and not paid hours and the meal tickets for the additional hours worked in 2013 according to individual labour contract and the collective one for the company, available until 31.12.2013.
The first term was given for 19.09.2014, the court agreed the inscriptions evidence and the accountant expertise to be deposited. On 19.09.2014, the Court admits the objectives proposed by claimants for the accountant expertise report and partly admits the objectives proposed bt the defendant. It settles the following objectives for the expertise report:
- additional hours number determination, worked by claimants in 2013;
- additional hours number determination worked in 2013, for which paid free hours were given and other compensations in 2014;
- the rights settlement for each claimant for these additional hours and the possible differencies of unpaid money quantification. On term of 03.10.2014 court settles expert fee and gives the next term for 06.03.2015. A new term was given for 17.04.2015 for the expertise report to be filled in.

On term of 17.04.2015, the Court communicated the accountant expertise report to parties and postponed the file for the possible objections' submission.
On term of 29.05.2014, the expertise report objections submitted by both parties were admitted. On term of 10.07.2015, the Court gave a new term to answer to the expertise report objections. The next term is settled for 02.10.2015
The Court admitted the objections submitted by the claimant to the expertise report, so that to answer to objections by the accountant expert, the judgement was postponed for 30.10.2015. The file was postponed for terms 11.12.2015, 22.01.2016, 05.02.2016, in order that the expert answers to the objections stated by parties, and the parties are noticed of these.
In view to effect the additional act to the accountant expertise, a new term was given for 13.05.2016. On term of 10.06.2016, it dosposed to replace the accountant expert to be in charge with the additional act to the accountant expertise, a term was settled for 08.07.2016.
In order to effect the accountancy expertise, the terms of 09.09.2016 and 07.10.2016 were given.
The next term is settled for 04.11.2016
For this file, a provision of 7,800 lei was constituted.

VI. File no.11403/212/2011 pending on Constanta Court, by which the claimants Iasar Ana, Iasar Tair, Iasar Doina, Iasar Sevinci, Iasar Esan, Iasar Ghiulgean, Iasar Ssbria request the claimants Oil Terminal SA, Oil Prod SRL, Eco Petroleum SA to pay the materials gamages in an amount of 30,000 lei and moral damages in an amount of 60,000 lei.
By Conclusion of 26.06.2013, the file will be suspended by its own, according to art.36 of Law no.85/2006, due to Oil Prod SRL' insolvency.

With appeal in the term provided by art. 244 index 1 paragraph 2 Code of civil procedure.
For this file, a provision of 90,000 lei was constituted.

VII. File no.29101/212/2013 pending on Constanta Court, by which SC GFR SA requests the payment of the amount 92,762.49 lei as damages/interests, representing the equivalent of the amount 17,233.40 euros, the amount paid by SC GFR SA, owner of railcar 3387, 7850, 7156 to the company ERMEWA SA Switzerland.
Oil Terminal SA called for warranty Groupama Asigurari
Stamp fee of 2,960.25 lei was deposited on 21.01.2014.
Term: 29.04.2014 – to notice the answer to the contestation submitted by GFR and to call in court.
Term: 03.06.2014 – it admitted the call for warranty request; Groupama will submit contestation
Answer to the contestation stated on 21.10.2014 and submitted on 23.10.2014.
On term 28.10.2014, the Court decides:
-it rejects the prescription and inadmissibility exception;
It admits the request of calling in warranty;
- it orders the technical expertise to be done;
- it extends the oral evidence
- Term:18.11.2014- to submit objections to the expertise and to appoint a party expert;
- Term: 16.12.2014- to annex the damage file
- The discussion about the technical expertise is postponed
- Groupama annexed the damage file
- Term: 10.02.2015 – for the expertise to be done
- Term: 21.04.2015 – the expert changes, Galea Mihai is appointed
- Term: 19.05.2015 – another expert is appointed, namely Mr. Ioanitoaia Pompiliu
- Term: 16.06.2015 – for the report to be issued
- Term: 08.09.2015- for objections to be stated regarding the expertise report
- Term: 06.10.2015 – to answer the objections stated by the defendant by the expert
- The discussion regarding the expert fee is postponed.

On term of 17.11.2015, the file was postponed for 02.02.2016, for the parties to be noticed of the objections stated in the expertise report by the called in wat=rranty
On term of 02.02.2016, the Court remained in pronouncing, postponing then the pronounciation for 16.02.2016, when Constanta Court decided the folowings:
-"it admits the summons stated and mentioned by the claimant SC GRUP FEROVIAR ROMAN SA in contradictory with the defendant SC OIL TERMINAL SA.
- it obliges the defendant to pay the amount of 4,283.16 lei to the claimant, as court expenses, from which the amount of 2,283.16 lei representing the stamp tax and the amount of 2,000 lei representing barrister fee.
- it admits partly the calling in warranty requested submitted by the defendant SC OIL TERMINAL SA in contradictory with the called in warranty SC GROUPAMA SA
- it obliges the called in warranty to pay the amount of 56,256.66 lei , to the defendant, representing conutervalue of the compensations paid by the defendant to the claimant.
-it obliges the called in warranty to pay the amount of 4,230 lei, to the defendant, representing court expenses paid by the defendant to the claimant further the main request admission
- it obliges the called in warranty to pay the amount of 2,230 lei, to the defendant, as court expenses made by the defendant for the calling in warranty, namely stamp tax
- it takes note of the fact that, the called in warranty didn't request ourt expenses
- it rejects the expert request to increase the expertise report fee, as groundless.

SC GRUP FEROVIAR ROMAN SA appealed on 10.05.2016 to Constanta Court. No term has been given up to now.
For this file, a provision of 92,763 lei was constituted.

VIII. File no.3752/118/2016 pending on Constanta Court, in contradictory with Romania Audit Office having as object : contestation against the decision no, 35/19.05.2016, by which Oil Terminal SA asks for the cancelation of the measures disposed by the control entity.
The action was deposited on 06.06.2016.
No term has been given up to now.

IX. File no. 4106/118/2016 pending on Constanta Court, in contradictory with MFP- Dept. of Comnplaints and Contestations Solutioning
by which the previous complaint submitted by Oil Terminal against the Compulsory Disposal no.4/13.01.2016 and the Economic-Financial Report no.47/13.01.2016 by which Oil Terminal SA asks for the cancelation of the measures disposed by the control entity.
Action deposited on 23.06.2016.
On term 12.10.2016, the court remained in pronouncing.
The pronouncing is postponed for 27.10.2016.
By Civil sentence no.1438/28.10.2016 Constanta Court gave the following solution :
''It rejects the contestation as groundless.'' The decision is final and can be appealed in 15 days since commnication. The civil sentence is ging to be edited and communicated to parties.
For this file, a provision of 3,000 lei was constituted.

X. File no.1040/2015 pending Teleorman Court, in contradictory with Interagro SRL having as object: insolvency. Oil Terminal SA submitted ensollment in the state od affairs request for the amount of 1,557,336.05 lei.
On term of 19.05.2016, court postponed the cause as lack of procedure with parties. On term of 27.05.2016, the court postponed the cause due to the parties' summoning procedure unachievement.

By decision no. 317/16.06.2016, the court gave the following solution:
-"it admits the request of abstention and replacement of the trustee, submitted by ZRP Insolvency SPRL
- ''It orders the replacement of interim trustee represented by the trustes group made of SPRL CITR Bucharest branch and ZRP Insolvency SPRL with interim trustee SPRL CITR Bucharest branch.
- it rejects as groundless the application for joinder inadmissibility exemption submitted by the creditor- Attorney office – Ciobanu Crina Ionela.
-it rejects as groundless the application for joinder lateness exemption submitted by creditor SC AUTOCORA SRL
-it admits the application for joinder
- it orders the submission of file no.4010/87/2015 and of the associated files regarding the debtor SC INTERAGRO SRL to Bucharest Court, VII Civil section, the first court appointed to solve up the file n.36095/3/2015 regarding the debtor SC INTERAGRO SA"
The decision is exectory and can be appealed in 7 days since communication.
By decision no. 1617/13.10.2016, Bucharest Court of Appeal rejected the appeals submitted by the appealant SC AUTOCORA SRL and SC INTERAGRO SRL as groundless.
The decision is final and hasn't been communicated yet.
For this file, a provision of13,557,336 lei was constituted

b) Provisions for the employees' benefits
On 31st December 2015, the company recorded in the provisions'account for the employees' benefits the amounts of 2,098,91 lei, from which 1,435,992 lei represents obligations on short term, and the amount of 662,099 lei representing obligations on long term.
This provision was calculated according to Collective Labour Contract no.2029/28.12.2015, available in the period 01.01.2016-31.12.2017, by estimating the average salary, the salaries average number by the payment due for retirements, of the period in which they are paid and the contributions due by the employer for the gross calculated amounts.
In period 01.01-30.09.2016, amounts of 439,455 lei, from this provision, were discharged, representing salaries paid for the retired employees, employer' contribution included.
The provisions account balance for the employees' benefits is 1,658,636 lei on 30th September 2016.

c. Other provisions
Societatea recorded a provision for the employees participation to profit in an amount of 570,765 lei, on 31st December 2015, according to provisions of GD 64/2001 regarding the profit in commercial companies with fully or major state capital, with further alterations and completions, GD 312/06.05.2015 regarding the Budget of revenues and expenses for 2015 and OMFP 418/2005, regarding some accountant mentions applicable to the economic agents.
In June 2016, the company recorded the payment obligation representing the employees participation to profit for 2015, according to Decision no.3/27.04.2016 of the Shareholders General Ordinary Assembly, by which, from the net profit distribution of the employees' participation to profit for 2015, the amount of 570,765 lei was approved. The provision constituted for the employees participation to to profit was poured for the total amount of 570,765 lei and does not present balance on 30.09.2016.

35.Subventions

	30th September 2016	**31st December 2015**
Balance on the year start	92,524	94,832
Constitutions during the year	0	42,961
Consumed during the year	(27,786)	(45,269)
Total subventions	**64,738**	**92,524**

The amount of 64,738 lei remainde in balance on 30.09.2016 represents inventory plus of unimpaired assets.

36. Information regarding the cash flow

In period 01.01.2016-30.09. 2016, the cash flow from the operational activity is of 15,659,795 lei, decreasing comparing to the same period of 2015 by the amount of 4,848,351 lei.
The cash flow from investments activity includes mainly payments for investments in tangible and intangible assets in an amount of 11,797,447 lei for 9 months of 2016 and of 5,571,488 lei for 9 months of 2015.
Comparing to the previous year, the net cash flow used in investments activity increases by 6,225,959 lei.
Cash flows from financing activity is represented by cash outputs representing loans payments in an amount 550,905 lei lei for 9 months of 2016 and 2,916,031 lei for 9 months of 2015.
Payments for dividends were in an amount of 2,657,607 lei for the period 01.01.2016-30.09.2016 and of 253,894 lei in the same priod of 2015.
Comparing to the previous year, cash flow from financing activities decreases by 38, 587 lei.

37. Management of risks

The company established and put in practice a risks management process in order to facilitate its objectives' efficient achievement, to lead to the risks' reduction, the most possible without affecting Societatea' activity' competitivity and flexibility.
The company is exposed, by its operations to the following risks:
- capital risk

- credit risk
- currency exchange risk
- liquidity risk
- associated risks regarding the defined objectives' achievement
- price risk
- interest rate risk

Capital risk
Oil Terminal SA continuously manages to ensure the resources optimal valorification acording to risks exposure and to determine a maximum earning for shareholders.
The structure of the engaged capital is made of own capitals including: social capital, othe own capital elements, result reported representing surplus achieved from reevaluation reserves, reported result from IAS application for the first time, less IAS 29, legal reserves, reserves from reevaluation, other reserves and year result, according to presentation in Report of own capitals and debts alteration including loans on long term presented in notes 28 and 29.
Capital risk management is part of the company business management and is reported to the permanent review of the company' indebtedness degree. The indebtedness degree as report between debts on short term/own capitals was of 0.042 in trimester III 2016 and of 0,036 in trimester III 2015. The company management regularly reviews the capital structure and reports of risks, covering captal cost and risks associated with each captal category included.

Credit risk
Credit risk is the risk of financial loss for Societate arising when a client or a business partner doesn't succeeed to achieve contractual obligations. Societatea is exposed mainly to crddit risk arisen from the services supplied to the clients. Annualy, the contracts content regarding the services supplies for all liquid petroleum products are approved by National Agency of mineral Resources' order. In these contracts, the commercial terms to fulfill the service supplied by the company to clients are presented:
- payment of services supplied in maximum 30 days;
- accessories calculation (penalties and delay interests) for the payment uneffectment in contractual terms by clients;
- in certain situations, well contractually stated, the revenues are cashed in advance;
- if the invoices are not paid in the term stipulated in contract, Societatea has the right to retain the transited cargo, until the amounts due by the clients payment.

Foreign currency risk

Currency risk occurs when Societatea concludes transactions expressed in another currency than those functional one.
It dependes on decision factors outside the company, namely BNR policy regarding the currency evolution in a certain period of time.
The company' exposure to currency risk expressed in RON is as follows:

30th September 2016	Lei value	Euro value	USD value	GBP value
Cash and cash equivalents	4,189	506	453	26
External clients	3,440,019	0	863,849	0
Net exposure in the financial position	3,444,208	506	864,302	26

Oil TERMINAL operates foreign currency for external clients and is exposed to Amercian dollar and euro exchange rate alteration towards Romanian leu.

Liquidity risk

The risk of liquidity arises from the management of working capital and the financing expenses and main amount reimbursement for the company' credit instruments.
Oil Terminal' policy is to ensure that it always disposes enough cash to allow the financial obligations complying to third parties (materials, services suppliers, employees, banks, state financial institution s, etc) when these obligations are due for payment.
To achieve this objective, the company took the following measures:
- monitorin g of cashings in contractual term;
- contractation of a credit line type work capital and its use only in situations when the current cash balance is not enough for the due payments effectment;
- keeping of a cash balance to satisfy the payments necessities;
- issuing of a cash flow, weekly.

By applying the above- mentioned measures, the company has enough liquid resources to achieve its obligations in all reasonable predicted situations.
The liquidity indicators provide the guarantee to cover the current debts from current assets. The current liquidity represents the ratio between the curent assets and the current debts, recording on 30.09.2016 the value of 2.11 than 2.18 on 30.09. 2015.
The immediate liquidity (acid test) represents a ratio between the diminished current assets by stocks and the current debts, this indicator' value being 2.06 on 30.09.2016 than 2.15 on 30.09. 2015.

Debts' balance on 30th June 2016, from which

	Net value	Contractual value	<12 months	1-2 years	2-5 years
Balance of debts on 30th September 2016 from which:	**55,123,544**	**15,469,467**	**18,750,529**	**2,550,000**	**5,100,000**
Commercial debts and other current debts	12,168,486	0	12,168,486	0	0
Debts regarding taxes and fees	4,496,356	0	4,496,356	0	0
Debts related to leasing contracts	0	0	0	0	0
Loans	9,735,687	15,469,467	2,085,687	2,550,000	5,100,000
TOTAL	**26,400,529**	**15,469,467**	**18,750,529**	**2,550,000**	**5,100,000**

Other debts:

Debts regarding tax on postponed profit	28,723,015	-	-	-	-
TOTAL	**28,723,015**				

Risks associated regarding the stated objectives achievement

On 30.09.2016, Societatea Oil Terminal SA Constanta went on the maintenance and development of internal/managerial control system, by actions directions of Program of internal/managerial control system for 2016, according to Order no.400/2015 provisions for approval of Code of internal/managerial control in public entities and provisions of GO no.119/1999 regarding the intern/managerial control and the preventive financial control, republished, with further alterations and additions.
For the efficient management of risks on the company' activities/processes level, together with the specific objectives associated and derived from the company' general objectives, it achieved the analysis, evaluation, revision and management of risks in the company' departments by the Risks management team together with the risks employees in charge in every department.
On 30.09.2016, a number of 95 risks associated with the specific objectives/activities of the company' departments, as follows:

- **84** risks of level ,,tolerable" – percentage 88.42%;
- **9** risks of level ,,high tolerance" – percentage 9.47%;
- **2** risks of level ,,low tolerance" – percentage 2.11%;
- **0** risks of level,,intolerable" – percentage 0%.

From the critical analysis of Risks reistrar, recorded under no. 70/14.07.2016, it arises:

- about **4/5** from identified, analysed, evaluated and retained to be managed risks, on 30.06.2016, were taken to be ''tolerable'', with a percentage of 88.42%. In fact, at the present risk evaluation, an improvement of the risks percentage at the level ''tolerable'', by about 1.82%, than the previous evaluation settled on 31.12.2015, that had a percentage of 86.6% of the risks at the tolerance level ''tolerable'' is recorded.
- about **1/5** from identified, analysed, evaluated and retained to be managed risks, on 30.06.2016, are taken to be ''high tolerance level'' and ''low tolerance level'', with a percentage of about 11,58%. In fact, at the present risk evaluation, a decrease of the risks percentage at the level ''high tolerable'' and ''low tolerable'' by about 1.82%, than the previous evaluation settled on 31.12.2015, that had a percentage of 13.4% of the risks at the tolerance level '' high tolerable'' and ''low tolerable'' is recorded.

For the risks' good management, the functional structures chiefs, under the superior executive management, adopted the risks strategies and the most appropriate and efficient internal control measures, meant to lead to the causes' elimination, keeping under control of risks or to be able to prevent the occurrence and re occurrence of risks, being able to lead to the unachievement of the defined objectives and to keep the risks on a risk level approved by the company' management.
On the present reporting stage, 30.09.2016, it notices that, comparing to the risk tolerancy level approved by the company' management, the risks evolution retained to be managed by the risks registrar, in the company, shows:

- constant keeping of the risks number classified on the tolerance level ''tolerable'';
- decrease of risks number percentage ''high tolerable'' by about 18%;
- constant keeping of risks number ''low tolerable'' (2 risks);
- the fact that, no risks were identified as being classified on the tolerance level ''intolerable''.

Price risk
The company' exposure to the proce risk is monitored by management accounting and the costs calculation activity, containing the following matters:

- the company way of expenses' organisation;
- expenses' classification and behaviour reporting to factors generating them and their particularity;
- presettlement of the costs' level and structure for each service supply and for the whole planned service supply;
- production expenses current analytical record on management periods and of indicators' calculation required by the calculation methods used in a period of time;

- production expenses' level and structure' compared analysis, for the decisions' optimization in the service supply' valoric side management process

The costs' calculation is on the base of the tariffs' settling and represents the main instrument in the company' internal reserves' prospection, identification and mobilzation as:

1. costs calculation provides information on the service supply' valoric side achieved for the past expenses and for the present ones;
2. service supply' costs level is an economic criterion for the company' activity efficiency;
3. services supplies tariffs correct settling represents an important instrument for the company' management;
4. costs' calculation is an important instrument for the company' financial planning activity;
5. organising the management accounting on the company' level and for each service supply, the possibility to follow the costs in their dynamics occurs

By following periodically the costs' dynamics per product ton it provides a balance between the average cost per product ton and the average revenue achieved per the same measure unit, so that the services supplies are efficient and bring a plus value.

Risk of interest rate

Operational cash flows are afected by interests rate variations, mainly due to loans contracted on long term. The company has significant long term loans, with variable interest, exposing it to a cash flow risk.
In view to manage the interest rate risk, the company dets are permanently monitored for the due dates, by clients cashing policy providing the resources necessary for debts payment.

38. Extrabalance elements

On 30.09.2016, the company has recorded in accounts and besides the balance the followings:

- Crude oil, petroleum, chemical products, Oil Terminal'clients'propriety, pointed out as material values received to be kept and in custody;
- Stocks of inventory objects in use in a total value of 6,412,799 lei;
- Public goods received in administration, leasing, hired represent public goods according to Oil Agreement to lease the activity of shoretanks, transport pipelines for crude oil, oil products operation, of pumping facilities and other facilities and equipments related to them, concluded between National Agency of Mineral Resources and Oil Terminal, value 22,575,918 lei.
- other values, besides the balance, representing fixed assets approved to be out of use, in a value of 335,964 lei;
- guarantees and warranties received representing good execution guarantees in a value of 1,425,309 lei
- hired assets 174,026 lei
- other values besides the balance (social fund) 28,500 lei
- royalties management locations, hires and other assimilated debts (operational leasing) 1,929,871 lei
- other values besides the balance (Vodafone points) 344 lei
- contingent assets in an amount of 2,108,230 lei
- contingent debts in an amount of 4,920 lei
- guarantees and warranties given in an amount of 21,384,781 lei.

39. Result per share

On 30.09.2016 and on 30.09.2015, the result per share is:

	30th September 2016	**3th June 2015**
Profit of financial year	15,319,981	16,172,974
Other elements of overall result:		
Elements not being reclassified as profit and loss,		
From which	53,873	143,379
Earnings from real estates reevaluation	53,873	143,379
Surplus from assets reevaluation	0	0
Debt regarding the postponed tax	0	0
Overall result	**15,373,854**	**16,316,353**
Ordinay shares number on the period start and end (ordinary shares average number)	582,430,253	582,430,253
Main and diluted result per share (lei/share)	**0.02640**	**0.02801**

40. Assets and contingent debts

On 30th September 2016, Societatea has contingent assets in an amount of 2,108,230 lei, representing:

a) litigations pending in an amount of 237,055 lei
On the simplified interim financial situations issuing date, 30.09.2016, Societatea is involved in 72 pending litigations, 42 ones in which it is a claimant or a claimant part, 30 ones in which it is defendant.
For 46 litigations, Societatea constituted provisions described in Note 34.

b) debts to recover from the client Oltchim Ramnicu-Valcea in an amount of 1,871,175 lei acc. To Civil Sentence 617/30.01.2013 and 892/2015

On 30th September 2016, Societatea has contingent assets in an amount of 4,920 lei representing 52 pending litigations in which Oil Terminal is a defendant.

41. Transactions with companies in state propriety

In period January-September 2016, Societatea ran the following transactions with the following companies in state propriety:

Partner	Unsettled amounts on 31st December 2015	Sales in period 01.01-30.09.2016	Settlements in period 01.01-30.09.2016	Unsettled amounts on 30th Septemberr 2016
OLTCHIM SA	32,760	889,793	896,393	26.1600
S.N.T.F.M CFR MARFA SUCURSALA MUNTENIA DOBROGEA	4,003	28,188	28,530	3.6611
TOTAL	**36,763**	**917,981**	**924,923**	**29,821**

Partner	Unsettled amounts on 31st December 2015	Acquisitions in period 01.01-30.09.2016	Settlements in period 01.01-30.09.2016	Unsettled amounts on 30th Septemberr 2016
C.N.C.F. CFR SA	23,409	215,362	213,172	25,5999
National Company of Maritime Ports Administration	43,581	1,892,599	1,893,989	42,1911
RAJA	128,541	632,298	706,095	54,7444
ELECTRIFICARE CFR	21,338	62,192	62,759	20,7711
Romanian Railways Authority	638	47,431	47,598	4711
South – East Regional Constructions Inspectorate		35,884	35,884	
Romanian Naval Authority		13,375	13,375	
Official Journal		13,267	13,267	
C.N.C.I.R- National Company for boilers,lifting devices and recipients under pressure control		12,852	12,852	
POSTA ROMANA National Company EXPRESS SERVICES branch	1,337	8,787	10,124	
I.N.C.D.P.M. ALEXANDRU DARABONT – National Institute for Research – Development labor protection		8,748	8,748	
CFRTelecommunications		8,180	8,180	
Areal Port Authority		7,296	7,296	
National Agency for Mineral Resources		4,890	4,890	
DOBROGEA LITORAL National Agency Romanian Waters Water area Administration	1,302	2,381	3,683	
Romanian Road Authority-ARR		4,833	4,833	
FORMENERG		4,123	4,123	
Stock exchange		9,000	9,000	
APELE ROMANE National Administration		2,500		2,5000
TOTAL	**220,146**	**2,985,998**	**3,059,868**	**146,2766**

42. Further events

1. By Shareholders General Ordinary Assembly' decision no.5/10.10.2016, the followings were adopted:

- it rejects the liability action start versus the company' general director and managers, for the company' prejudice following their operations, breaking the legal provisions, as follows:
- capital market manipulation, on which the shares issued by the company, are traded, by forging the preliminary financial situations for the financial year 2015
- approval for the losses, recorded in the company' contracts with clients in insolvency: Oil Prod, Oltchim, Interagro, to be taken as fiscally nondeductible costs in the financial situations for 2015 and those for trimester I 2016.
- Conclusion of the Labor Collective Contract, without the previous approval of the Board of Directors or by the Budget of Revenues and Expenditures' rectification by the shareholders general assembly, fact that brought prejudice to the company by reducing the profits of semester III and semester IV of 2015 by about 4 million euros.
- illegal extension of the mandate contract of the company' General Director for a four-year period
- approval of a public acquisitions regulation without applying Law no.99/2016 regarding the sectorial acquisitions and of EGO no.34/2006 regarding the public acquisitions, although Oil Terminal SA is a company in the major Romanian State' propriety.
- Under evaluation of the company' fields of the social capital by 10 times, than the value of the non included fields in the social capital.
- Under evaluation of the intangible assets of the oil leasing agreement to 3 million lei, than a yearly got revenue of 1,5 million in accountancy
- Approval of incorrect diminishing of the intangible assets amortization and the services supplies under real costs in accountancy
- Delay to put in practice the action of liability approved by the shareholders general assembly of 2012 versus the company' directors for the prejudices noticed by Constanta National Agency of Fiscal Administration.
- it rejects the initiation of recovery from the responsible persons of OIL TERMINAL' losses of the period 2010-2014 generated by the market rate diminishing following the application of EGO no. 54/2010 regarding some measures for tax evasion combat, ordinance noticed illegal by the European Commission and generated by services supplies under costs to private clients, for the tariffs regulated by National Agency of Mineral Resources, representing an illegal state aid''
- it approves the conclusion of consulting, legal assistance and representation in Court in the shareholding field

2. By Shareholders General Extraordinary Assembly' decision no.6/10.10.2016, the followings were adopted:

- it approves the social capital increase of 58,243,025.30 lei at the maximum value of 319,236,363.80 lei, by contribution in kind and in cash, in a maximum value of 260,993,338.5 lei, by issuing a maximum number of 2,609,933,385 new registered, in a dematerialized form shares, with a nominal value of 0,10 lei/share, from which:

b) **contribution in kind** – a number of 1,556,101,790 shares, with a nominal value of 0.10 lei, in a total amount of 155,610,179 lei, representing the value of the fields for which, certificates of the propriety right certification were issued, settled by the evaluation report no.160524.1/24.05.2016, issued by Authorized Physical Person VERDES MIHAELA-VIORICA, namely:

- **field in a surface of 254,261,324 sq.m**., located in Constanta county, no.2, Caraiman str., recorded in Land Cadastre no.215416 held by the Office of Cadastre and Real Estate Advertising, with cadastre number 215416, according to the certificate of propriety right certification on the fields series MO3 no.11703/02.02.2011, and
- **field in a surface of 129,334.70 sq.m**. located in Constanta county, no.2, Caraiman str., recorded in Land Cadastre no.215382 held by the Office of Cadastre and Real Estate Advertising, with cadastre number 215382, according to the certificate of propriety right certification on the fields series MO3 no.11704/02.02.2011

c) **contribution in cash** – a maximum number of 1,053,832,595 shares, with a nominal value of 0.10 lei, in a total value of maximum 105,383,259.50 lei, to be submitted for subscription to other shareholders in the preferential right, in view to hold the participations held in the social capital of Oil Terminal, on the registering date.

5. The social capital increase at the shares nominal value, without the first issue, according to disposals of art.12, paragraph 5^1 and 5^2 of Law no.137/2002 regarding some measures for the privatization' acceleration.
   - Shareholders will be able to exercise their preferential rights in the term of 45 days since the day mentioned in the proportional offer folder to be issued by the authorized intermediary. The preferential rights number is equal to the shares number recorded in the issuer' register on the issuing date. A preferential right is equal to a share.
   - The subscription rate is 4.811088909098. The real shares number to be able to be subscribed by each shareholder in the preferential right exercising is determined by multiplying the subscription rate by the owned shares number. If whole number does not arise, the result rounds up or down until the nearest whole number.
6. Authorization of the Board of Directors to appoint an intermediary authorized by the Financial Survey Authority, to issue the proportioned offer folder and to accomplish any and all the legal recording, approval formalities of the folder, according to provisions of art.15 item 10 of CNVM Regulation no.1/2006 regarding the issuers and operations of securities with further alterations and additions and of Regulation (EC) no.809/2004 – as it was added by Delegate Regulation (EU) no.486/2012 of the Commission.
7. Authorization of the Board of Directors, according to art.114, paragraph 1 of the Companies Law no.31/1990, re published and altered together with art.236, paragraph 2 of Law no.297/2004, to accomplish all and any formalities to fulfill AGEA' decision, including but not limiting to the followings:
   - Approval of the proportioned offer folder
   - Following and coordination of actions to approve the proportioned offer folder, by the Financial Survey Authority and its publishing
   - Offer run (settling and approval of the subscription procedure, date, place and payment methods, the way the effected subscriptions are analyzed and validated, adoption of measures regarding the unsubscribed actions and any other necessary measures)
   - Closing of subscription and the Financial Survey Authority' notification regarding the subscriptions final situation

- Approval of final results after the subscriptions closing, the exact value determination by which the social capital increases, from which, what part is the contribution in kind and what part is the contribution in cash, detailing the number of shares issued for the contribution in kind and of the total number of shares issued for the contribution in cash; settling of the social capital value after increase and the social capital' distribution per shareholders; alteration of the constitutive act according to increase; adoption of auxiliary decisions for the Financial Survey Authority' notification regarding the subscriptions closing and recording to the Commerce Registrar Office and to the Registrar Company.
- Cancellation of unsubscribed shares in the subscription period closing

- it rejects the company' achievement of specialty study having as object: (i) settling of necessary measures for decontamination of fields for which the company got propriety right authorization certificates, (ii) evaluation of costs foe the fields' decontamination; and (iii) evaluation of costs for the existent constructions and facilities on these fields' removal. The achieved study will be used to issue a new evaluation report of the filelds for which the company got propriety right authorization certificates.

1. By Shareholders General Ordinary no.7/10.10.2016 the following decisions were adopted:
   - it appoints as Societatea OIL TERMINAL SA' Board of Directors' members, by the cumulative voting method:
   - COSTREIE TOMA BOGDAN 486.578.517 votes
   - GRIGORESCU CĂTĂLIN CONSTANTIN 486.161.162 votes
   - MATEI DUMITRU 486.161.162 votes
   - FLOREA CRISTIAN 486.161.162 votes
   - PATRINICHE BOGDAN CRISTIAN 486.161.162 votes
   - NEGRIȘAN CLAUDIU EDUARD 399.299.061 votes
   - SC STAAR RATING SRL 310.965.865 votes
   - It revokes from Societatea OIL TERMINAL SA' Board of Directors, after not having been reconfirmed by the cumulative vote, according to art.32 paragraph (7) of EO no.109/2011 regarding the public companies' corporative governance, approved with further alterations and additions:
   - Mrs. Tanase iulia Gabriela from Societatea OIL TERMINAL SA' Board of Directors' member
   - Mrs. Moise Nicoleta Mariana from Societatea OIL TERMINAL SA' Board of Directors' member
   - Mr. Ghita Bogdan from Societatea OIL TERMINAL SA' Board of Directors' member
   - It approves the period of Societatea OIL TERMINAL SA' Board of Directors'members mandate, appointed by the cumulative voting method, of 4 (four) years, according to EGO no.109/2011 regarding the public companies' corporate governance, approve with further alterations and additions by law no.111/2016.
   - It settles the Board of Directors' members' monthly fixed indemnity, equal to the average of 12 last months of the monthly gross average salary for the activity ran according to the recorded activity main object, on the rank level according to the activities classification in the national economy, communicated by the Statistics National Institute, previously the appointment.

2. By the Board of Directors' decision no.94/18.102016 Mr. Matei Dumitru was appointed as Chairman of the Board of Directors.

3. On 21.11.2016, the Shareholders General Ordinary Assembly is convoked with the following day agenda:

   - Approval of guarantees' structure in view to extend the facility of the bank guarantee letter' issue in an amount of 5 million Euros
   - Approval of the mandate contract form to be concluded with the Board of Directors' members appointed in the Shareholders General Assembly of 10.10.2016
   - Empowerment of a Ministry of Energy' representative in the Shareholders General Assembly to sign themanagement contracts of managers appointed in the Shareholders General Assembly of 10.10.2016
   - The Chairman' empowerment to sign the meeting' documents
   - The company' general director' empowerment to sign the necessary documents regarding the shareholders' general assembly' decisions at the Commerce Office by Constanta County and to effect the formalities regarding these decisions' publishing.
   - Settling the date 12.12.2016 as register date, according to art. 238, al.1 of Law no.297/2004 and settling of date 09.12.2016 as ex-date, according to art. 238, al.1 of Law no.297/2004, CNVM Regulation no.1/2006 and CNVM Regulation no.6/2009 together with ASF Decision no.1430/07.10.2014.

4. On 21.11.2016, the Shareholders General Extraordinary Assembly is convoked with the following day agenda:
   - Approval of guarantees' structure in view to extend the facility of the bank guarantee letter' issue in an amount of 5 million Euros
   - The Chairman' empowerment to sign the meeting' documents
   - The company' general director' empowerment to sign the necessary documents regarding the shareholders' general assembly' decisions at the Commerce Office by Constanta County and to effect the formalities regarding these decisions' publishing.
   - Settling the date 12.12.2016 as register date, according to art. 238, al.1 of Law no.297/2004 and settling of date 09.12.2016 as ex-date, according to art. 238, al.1 of Law no.297/2004, CNVM Regulation no.1/2006 and CNVM Regulation no.6/2009 together with ASF Decision no.1430/07.10.2014.

Notes numbered from 1 to 42 are part of the Simplified interim financial situations on 30.09.2016 were issued by the company, on 09.11.2016, and were signed in its name by:

Board of Directors' Chairman,	General Director,	Economic Director,	Chief of Accountant Dept.,
Matei Dumitru	Ciutureanu Viorel-Sorin	Frangu Adriana	Popovici Cecilia

STATEMENT

according to provisions of art. 113 of CNVM Regulation no.1/2006

The undersigned: Matei Dumitru, as the Board of Directors' Chairman and Ciutureanu Viorel-Sorin as General Director confirm that:

a) as per our knowledge, the financial accountant situation on 30th June 2016, issued according to applicable accountant standards, namely Order no.1286/2012 for approval of Accountant Regulations according to International Standards of financial report, applicable to the commercial companies which securities are allowed to be traded on a regulated market and to the International Standards of Financial Report, provides a correct and according to reality image of assets, obligations, financial position, profit and loss account of Societatea Oil Terminal SA;

b) the Board of Directors' report presents correctly and fully the information about Societatea Oil Terminal SA.

Chairman of Board of Directors,
Matei Dumitru

General Director,
Ciutureanu Viorel – Sorin

REPORT OF INTERIM FINANCIAL REVISION REVIEW

To: OIL TERMINAL S.A. Constanta' Shareholders

Introduction

1. We revised Societatea OIL TERMINAL S.A.' annexed simplified interim financial situations, including: Situation of financial position, Situation of overall result, Situation of cash flows, Situation of own capitals alteration and notes of simplified interim financial situations, on 30th September 2016.

The company' management is in charge with the accurate issue and presentation of these interim financial situations according to Public Finances Minister Order no.1286/2012 for approval of Accountant regulations complying with International Standards of financial reporting, applicable to commercial companies which securities are allowed to be traded on a regulated market, with all further alterations and completions and with International Accountant Standard IAS 34 '' Interim financial reporting''.
Our responsibility is to express a conclusion regarding the interim financial information issued on 30th September 2016, according to our review.

The review field of applicability

2. We effected the review according to International Standard for Review Missions 2410 '' Review of interim financial information, effected by the entity' independent auditor''.

A review of interim financial information consists of interviews, especially of persons in charge with the financial and accountant matters and with analytical and other review procedures' application. The field of a review application is, substantially more reduced than an audit one, run according to International Audit Standards, therefore it does not allow to get the insurance that we found all the outstanding matters that could be identified during an audit. Therefore, we don't express an audit opinion.

Conclusion

3. According to our review, we noticed no matter that makes us believe that, Societatea OIL TERMINAL S.A' simplified interim financial information doesn't provide a correct and accurate image of the entity' financial position on 30th September 2016 of the overall result, cash flows situation, own capitals alteration situation, according to Public Finances Minister Order no.1286/2012 for approval of Accountant regulations complying with International Standards of financial reporting, applicable to commercial companies which securities are allowed to be traded on a regulated market, with all further alterations and completions and with International Accountant Standard IAS 34 '' Interim financial reporting''.

Other aspects

4. This report is exclusively designed to the company' shareholders, as an overall. Our review was effected to be able to report to the company' shareholders those aspects we must communicate in a review report and not for other purposes. According to law, we accept and take the responsibility only towards the company and its shareholders, for our review or the stated conclusion.

5. The annexed interim accountant reports are not meant to present the company' position and the operations result according to regulations and political principles accepted in countries and jurisdictions other than Romania. The annexed interim accountant reports are not issued for persons' use not knowing Romanian accountant and legal regulations, Public Finances Minister Order no.1286/2012' provisions to approve the accountant regulations complying with the International standards of financial reporting applicable to commercial companies which securities are allowed to be traded on a regulated market, with all further alterations and additions.

Constanta, 03.11.2016
ROMAR-CO AUDIT SRL
Romania Financial Auditors Chamber' Authorization under number 186/2001

Financial auditor Dr.ec. Rusu Gheorghe
Recorded in Romania Financial Auditors Chamber under number 886/2001