

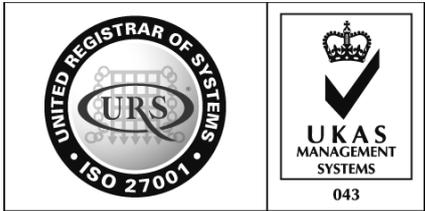


Board of Directors Report H1 2017

**Performanță
Transparență
Calitate**

**Performance
Transparency
Quality**

Bacău, str.Pictor Aman, nr. 94C, jud. Bacău, cod poștal 600164,
tel. 0234 576 740, fax: 0234 570 062
e-mail: sifm@sifm.ro, actionariat@sifm.ro
website.: www.sifm.ro



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



Esteemed shareholders

We hereby present you the results recorded by SIF Moldova at the end of H1 2017 and the objectives of the following period, in compliance with the “2014-2018 Investment Policy Objectives” and “2017 Activity Program” approved by the General Meetings of Shareholders.

Portfolio Structure

The quoted shares portfolio is predominant, with 72.9% of the total value of managed assets, while the unquoted shares ratio is of 12.3% based on the reorientation of the investment policy given the current market conditions. The financial sector (43.6%) and energy sector (19.2%) have remained the main sectors in the structure of listed portfolio, reported to total assets value. At the same time, the process of reducing the number of portfolio participants continued, registering the exit of 3 issuers from the historic portfolio and increase of exposure per issuer, so as to directly create positive influences on portfolio performance.

Financial performance

The net profit recorded for H1 2017 is of 72.2 mil lei (76% reported to BVC provisions 2017). The net earnings from assets sale is of 52.6 mil lei, and real estate investments have been of 57.4 mil lei (23% reported to the 2017 target). The total value of managed assets has been of 1,836 mil lei, an increase by 17% in comparison to H1 2016.

The investment process is run on the coordinates of the strategies defined for the assets portfolios:

- ✓ *Increase* for Majority Holdings Portfolio - a “private equity” –type approach within existent majority holdings (real estate, agriculture, other sectors);
- ✓ *Recalibration* for CORE portfolio –listed portfolio offering liquidity to SIF Moldova assets, representing the main generator of income;
- ✓ *Restructure* for SELL portfolio– continuing the restructure/ sale of the “historic” share portfolio.

In agreement with this strategy, exposure in real economy through private equity investments in performing sectors in Romania, represent the answer to the need to generate higher yields for shareholders, under the context of the continuous decrease of yields on the monetary or share markets, or increase of volatility on these markets. The development of “Majority Holdings” Portfolio is the main objective, in agreement with “2014 – 2018 Investment Policy Statement” and “2017 Activity Report”. Increasing the value of this portfolio may be determined by the implementation of some projects in several activity sectors, development of current projects or new businesses, either directly or through specialized companies. The research and investment process is focused on fields with proven increase potential, such as the agriculture, real estate, social services, etc. At the issue date of the report (03.08.2017), significant positive evolutions are registered in the development of the following main projects carried-out through the subsidiaries of the SIF Moldova Group:

- ✓ *The “Baba Novac Residence”* real estate project developed by “Tesatoriile Reunite SA” Bucharest – the building process of the residential project consisting of 6 blocks featuring 363 apartments and 436 parking spots (underground and above ground) has commenced. At the same time, the pre-sale process is being carried-out. So far, 42 reservation options have been signed with the advanced payments associated amounting to 600,000 Euros.
- ✓ *The “Blueberry Farm”* project developed by Agointens SA – the project to expand the investment in the Blueberry farm has been approved and is being implemented. Thus, new plots have been purchased in the villages of Vistea (5 hectares) and Mandra (44 hectare). Through this expansion, the total surface of the plots included in the project has reached 75 hectares (17 hectares – existing plantations; 45 hectares - plantations being established).

We are convinced that the coherent undertaking of defining values – *transparency, quality, performance* – significantly increases the management performance, for the final shareholders’ benefit

Respectfully yours,
Costel Ceocea - President

Contents**1. Activity Analysis**

- 1.1. Description of primary activity
- 1.2. General information
- 1.3. Activity Evaluation. Objectives. Performance.
- 1.4. Policy for the management of holdings/ companies in the portfolio
 - 1.4.1. "CORE" Portfolio
 - 1.4.2. "MAJORITY HOLDINGS" Portfolio. SIF Moldova Group.
 - 1.4.3. "SELL" Portfolio
 - 1.4.4. Abiding by the investment limits approved through the 2017 Activity Program
- 1.5. Risk management

2. Financial status

- 2.1. Overall Result. Financial status.
- 2.2. Management Expenses
- 2.3. Performance Indicators
- 2.4. Achievement Degree of Income and Expense Budget

3. SIF2 Share on Bucharest Stock Exchange**4. Promotion and Protection of SIF Moldova****5. Compliance Insurance**

- 5.1. Internal Audit Activity
- 5.2. Internal Control Activity

6. Corporate Governance

- 6.1. Relationship with investors. Dividend Policy
- 6.2. Corporate Events
- 6.3. Internal Regulations
- 6.4. Corporate Governance Code
- 6.5. Human Resource Management
- 6.6. Social awareness

7. Events occurred after the reporting date

Annexes:

1. Annex 1 Net assets status on 30.06.2017
 - Annex 1.1. Status of Assets and Liabilities of SIF Moldova (FSA Reg no. 15/2004- A16)
 - Annex 1.2. Status of Assets and Detailed Investments Status of SIF Moldova(FSA reg. no. 15/2004- A17)
2. Annex 2 Financial statements on 30.06.2017 IFRS
3. Annex 3 Litigation status on 30.06.2017
4. Annex 4 BVB, FSA Reporting – S 1 2017

NOTE1:

*The structure of the report complies with the provisions of **CNVM/ASF Regulation no. 1/2006** regarding issuers and securities operations. For the comparability of information, SIF Moldova maintains the same structure of the periodical reports on the trimestral/ quarterly level. Additionally, the structure of the report abides by the provision of **ASF Regulation no 39/2015** regarding the approval of Accounting Regulation according to the International Financial Reporting Standards, applicable to certified entities, regulated and supervised by ASF.*

NOTE 2: Calculated net assets with assets and liabilities elements evaluated as per FSA Norm no. 39/28.12.2015 for the approval of **Accounting Regulations pursuant to IFRS.**

1 Activity Analysis

1.1. Description of primary activity

INVESTMENT COMPANY TYPE

SIF Moldova is an AOPC, positioned mainly on the Romanian market, as closed fund with predominant share investments with average risk degree and temporary liquidity investments in fixed – rate instruments

The certification process for SIF Moldova as internally managed AFIA/FIA is running

Legal framework - SIF Moldova SA is a closed-end financial investments company setup according to the provisions of Law no. 133/1996 regarding the transformation of Private Property Funds in Financial Investment Companies, entered under the “Other Unterakings for Collective Investments (AOPC) with a diversified investment policy” category, certified by the National Committee for Transferable Securities / Finacial Supervision Authority with Certificate no. 258/14.12.2005.

Purpose – generation of value for the shareholders.

The main object of activity of the company are financial investments. The object of activity consists in:

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

Note: The object of activity has been completed with the “risk management” activity, as well as with “other activities auxiliary and connected to the collective management activity” in compliance with the provisions of art. 5 Law no. 74/2015 regarding the managers of alternate investment funds and FSA regulation no. 10/2015. The completion of the activity object has been approved by EGMS on 25.04.2016 and the Memorandum of Association is currently pending FSA approval.

1.2. General information

<i>subscribed and paid-up capital:</i>	103.817.917,6 lei
<i>No. of issued shares:</i>	1.038.179.176
<i>Nominal value:</i>	0,1 lei/share
<i>Shareholding structure:</i>	100% private
<i>free float:</i>	100%

Regulated market in which securities are traded:

Bucharest Stock Exchange
Premium Category

International identifiers:

Bucharest Stock Exchange: SIF2
ISIN: ROSIFBACNOR0
Bloomberg: BBGID BG000BMN5F5
Reuters: SIF2.BX

1.3. Activity Evaluation. Objectives. Performance.

1.3.1. Managed assets

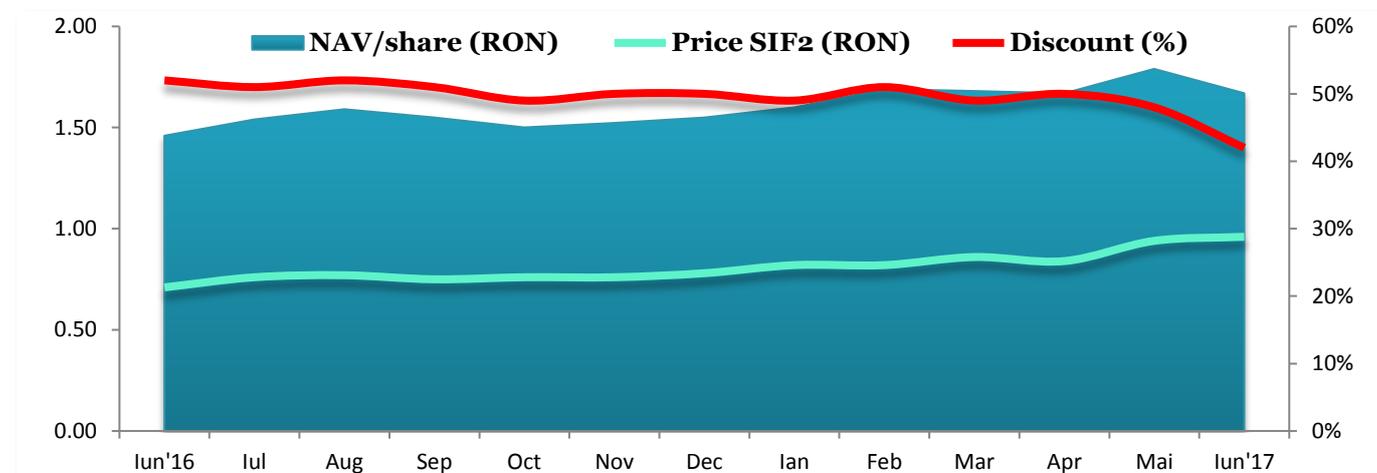
Assets value evolution (approach in compliance with FSA regulations¹)

Indicator (mil lei)	2015	S1 2016	2016	H1 2017
Total Assets (mil lei)	1.545	1.572	1.694	1.836
Net Assets (mil lei)	1.434	1.514	1.587	1.669
NAV/share (lei)	1,39	1,47	1,55	1,67
Market price (lei)	0,78	0,71	0,78	0,96
Discount (%) Market price / NAV	44	52	50	42

+ 17%
raportat la
S1 2016

* The no. of shares used in NAV calculation (997.179.176) was determined by the subtraction from the total number of shares of the shares purchased within the buy-back program / OPC (in compliance with applicable regulations).

NAV / SIF2 price evolution/ Discount (H1 2016 – H1 2017)



Comparative situation SIF s on H1 2017

mii lei	SIF1	SIF2	SIF3	SIF4	SIF5
Net assets 30.06.2017	2.203.599	1.669.179	953.038	1.243.624	1.698.590
Net assets 30.12.2016	1.920.299	1.585.573	913.830	1.173.709	1.494.899
Net Evolution 17/16%	14,75	5,27	4,29	5,96	13,63
Liquidities 30.06.2017*	58.456	117.545	56.562	42.762	39.888
Liquidities 30.12.2016*	145.027	118.569	12.370	81.104	27.975
Liquidities evolution 17/16%	-59,69	-0,86	357,25	-47,28	42,58
Net result 30.06.2017	33.301	72.222	41.487	13.126	39.352
Net result 30.12.2016	81.363	123.298	68.800	50.386	101.271
Net profit evolution 17/16%	-59,07	-41,42	-39,70	-73,95	-61,14
Up to date capitalization	1.075.745	1.027.797	550.440	669.840	1.026.893
Capitalization 30.12.2016	1.014.273	809.780	546.072	529.416	945.670
Up to date capitalization/30.12.2016	6,06	26,92	0,80	26,52	8,59
ANV 30.06.2017	4,2541	1,6739	0,4363	1,541	2,9278
Price 14.07.2017	1,960	0,990	0,252	0,830	1,770
price/NAV discount	-53,93	-40,86	-42,24	-46,14	-39,55
2016 Dividend	0	0,044	0,02	0,04	0
DY%	0,00	4,44	7,94	4,82	0,00
no. shares	548.849.268	1.038.179.176	2.184.286.664	807.036.515	580.165.714

* availabilities, deposits, state bonds

(Source: AAF)

The comparative analysis reveals that SIF Moldova has the highest profit, the highest liquidities, it is placed on the second position in terms of capitalization (the highest price increase criteria) and the lowest discount.

¹ In anex no 1 to the report the following are presents: (1) net assets status on 30.06.2017 (Annex 16) and (2) detailed status of SIF Moldova assets on 30.06.2017 (Annex 17) – drafted in compliance with the provisions of FSA regulation no. 9/2014 and FSA regulation no. 10/2015 and FSA norm no. 39/28.12.2015 (IFRS)

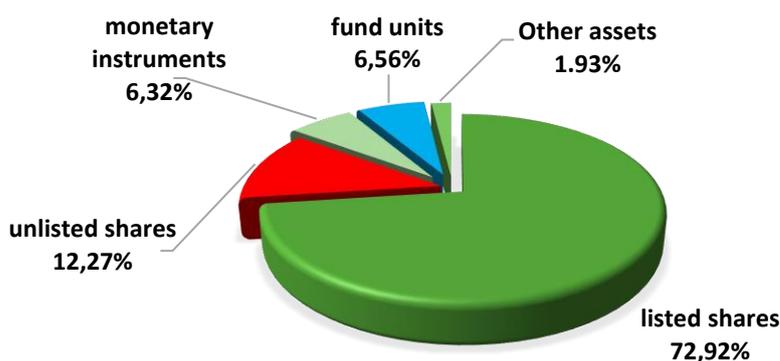
Evolution of Assets Structure

Assets structure (% of total assets value)	2015	H1 2016	2016	H1 2017	H1 2017 - S1 2016
Shares of which:	88,73	84,08	86,17	85,19	+1,11
- listed	73,68	69,86	74,11	72,92	+3,06
- unlisted	15,05	14,22	12,06	12,27	-1,95
AOPC + OPCVM Participation titles (fund units)	3,61	3,31	5,42	6,56	+3,25
Monetary instruments (deposits, cash)	5,93	10,24	7,00	6,32	-3,92
Bonds (municipal, corporate)	0,64	0,63	0,58	0,54	-0,09
Other assets	1,09	1,74	0,83	1,38	-0,36

Portfolio structure on assets types H1 2017 (% of total assets value)

Objective:

Maintaining the main share weight, namely listed shares

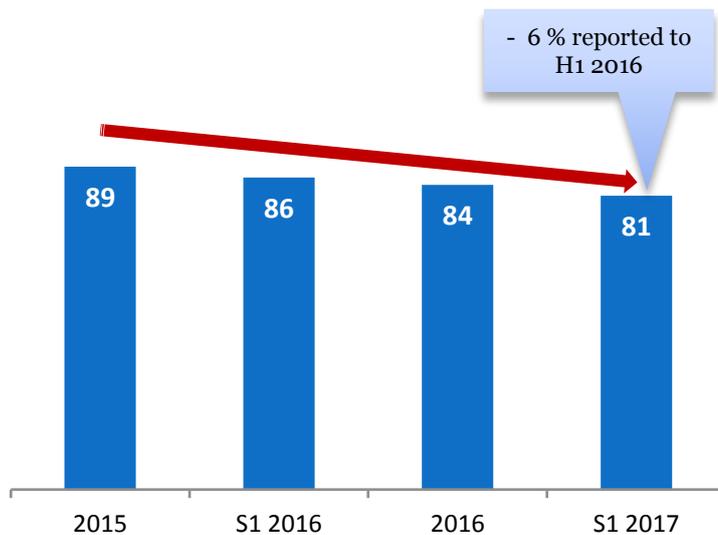


1.3.2. Share Portfolio

Evolution of the holdings number

Objective:

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

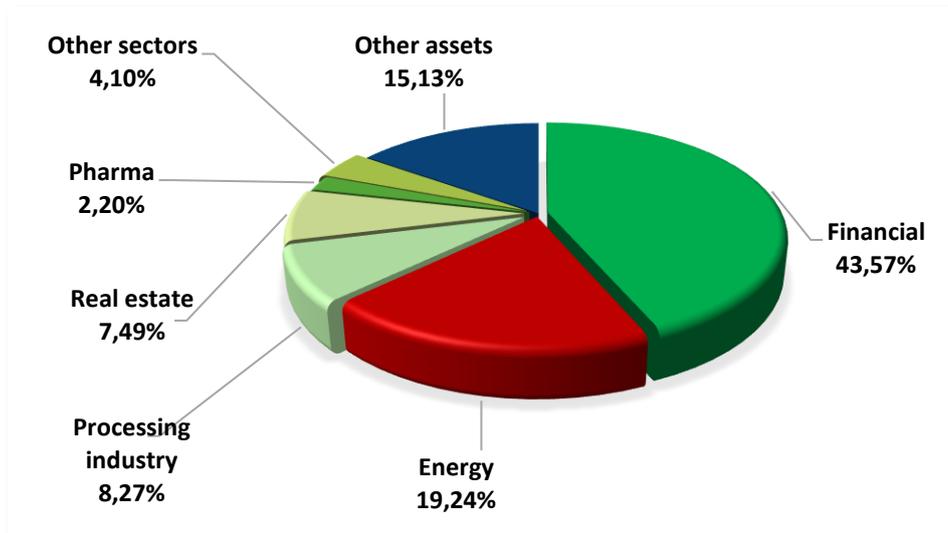


Evolution of Sectorial Exposure

Sectorial exposure (% din val. totala active)	2015	H1 2016	2016	H1 2017	H1 2017 – H1 2016
Financial	46,73	41,59	43,72	43,57	+1,98
Energy	16,79	17,94	19,90	19,24	+1,40
Processing Industry	11,36	11,85	9,21	8,27	-3,58
Real-estate		4,30	7,20	7,49	+3,19
Pharmaceutical	2,61	2,18	2,29	2,20	+0,11
Trade	3,12	3,10	2,20	1,45	-1,65
Tourism		1,34		1,08	-0,26
Agriculture	0,29	1,07	0,97	0,96	-0,11
Other sectors	7,80	0,72	0,68	0,61	-0,11

Sectorial exposure – H1 2017 (% of total assets value)**Objective:**

Maintaining the financial and energetic sector within important portfolio ratio

**Top companies/ holdings in the portfolio –H1 2017**

Issuer	% holding of issuer's capital	ratio > 1 % of total assets value
BANCA TRANSILVANIA	6,867	36,61
OMV PETROM	0,693	6,06
SNTGN TRANSGAZ	2,332	5,35
SNGN ROMGAZ SA	0,717	4,63
AEROSTAR	15,023	4,27
REAL ESTATE ASSET S.A.	99,999	3,65
TESATORIILE REUNITE	99,999	3,28
SIF OLTENIA	4,957	2,78
BIOFARM	13,620	2,16
SIF MUNTENIA	4,976	1,74
TRANSELECTRICA	1,512	1,65
SIF TRANSILVANIA	4,456	1,32
MECANICA CEAHLAU	63,302	1,12
HOTEL SPORT CLUJ SA	99,999	1,05
TOTAL		75,67

1.3.3. Operations**H1 2017**

- **Net earnings from assets sale: 52.6 mil lei**
- **Securities investments: 57.4 mil lei**

“Key” elements of the 2017 Activity Program, approved by shareholders in the GMS on 04.04.2017:

- ✓ **the solid/continuous investment policy** is the basis of the long-term increase of managed assets, a fundamental elements for the consolidation of investors' trust.
- ✓ **Predictable dividend policy**, which remunerates invested capital at a level higher than the yields offered by monetary investments, is meant to satisfy the shareholders' short-term interests. At the same time, the low yields on the monetary market favour investments, which serves the average and long term interests of shareholders.
- ✓ **Capital operations** through the running of a share buy-back program, for the purpose of reducing the share capital.

The main operations run in the first half of 2017, to reach the mentioned objectives:

- ✓ In H1. we have run operations with energy sectors issuers, based on the perspectives of offering important dividends and gaining from the market opportunities
- ✓ SNP share sales were made, under the circumstances of important price increase following the purchase in the FP offer, gaining a profit of 10,4 mil.lei from the operation.
- ✓ The operations run in the H1 2017 have triggered a profitable exist from Fondul Proprietatea and Antibiotice issuers.
- ✓ Due to the reach of historic price maximum levels, in the Q2 2017 we've marked TLV issuer, obtaining a substantial profit (22,6 mil.lei).
- ✓ In the Q2 2017, SIF Moldova has purchased 75.000 DIGI Communications shares, based on competitive market multiples, important market quota and high profitability margins.

1.4.

Policy for the management of holdings/ companies in the portfolio

The activity of the companies in the portfolio is permanently monitored, the main objectives targeted being:

- ✓ Evaluation of the companies' real potential;
- ✓ Estimate of the investment need for the development of the activity;
- ✓ Improvement of economic-financial results;
- ✓ Promotion of an efficient management;
- ✓ Setting the methods to capitalize the participations held;
- ✓ Implementation of proper corporate governance rules.

SIF Moldova has three defined portfolios: "CORE", "SELL", "MAJORITY HOLDINGS".

Strategies defined for the assets portfolios:

- ✓ **Increase** for **Majority Holdings Portfolio** - a "private equity" –type approach within existent majority holdings (real estate, agriculture, other sectors)
- ✓ **Recalibration** for **CORE** portfolio –listed portfolio offering liquidity to SIF Moldova assets, representing the main generator of income and sources for new investments.
- ✓ **Restructure** for **SELL** portfolio– continuing the restructure/ sale of the "historic" share portfolio

1.4.1. "CORE" Portfolio

On 30.06.2017, CORE portfolio represented 68,8% of total assets and included BVB listed issuers: : TLV, TGN, SNG, TEL, SIFs, SNP, FP, ARS, BIO, EL, COTE, with a value of 1.263,3 mil lei, representing 126% of SIF2 market value(1.003,9 mil.lei)

- **Financial banking sector** – represents on 30.06.2017 43,57% of total assets (in comparison to 43,72% on 31.12.2016).

The evolution of Banca Transilvania share in H1 2017 has confirmed the forecasts/expectations of SIF Moldova, the issuer significantly contributing to portfolio performance. On 30.06.2017 TLV exposure was of 36,6% of total SIF Moldova assets in comparison to 36,79% on 31.12.2016.

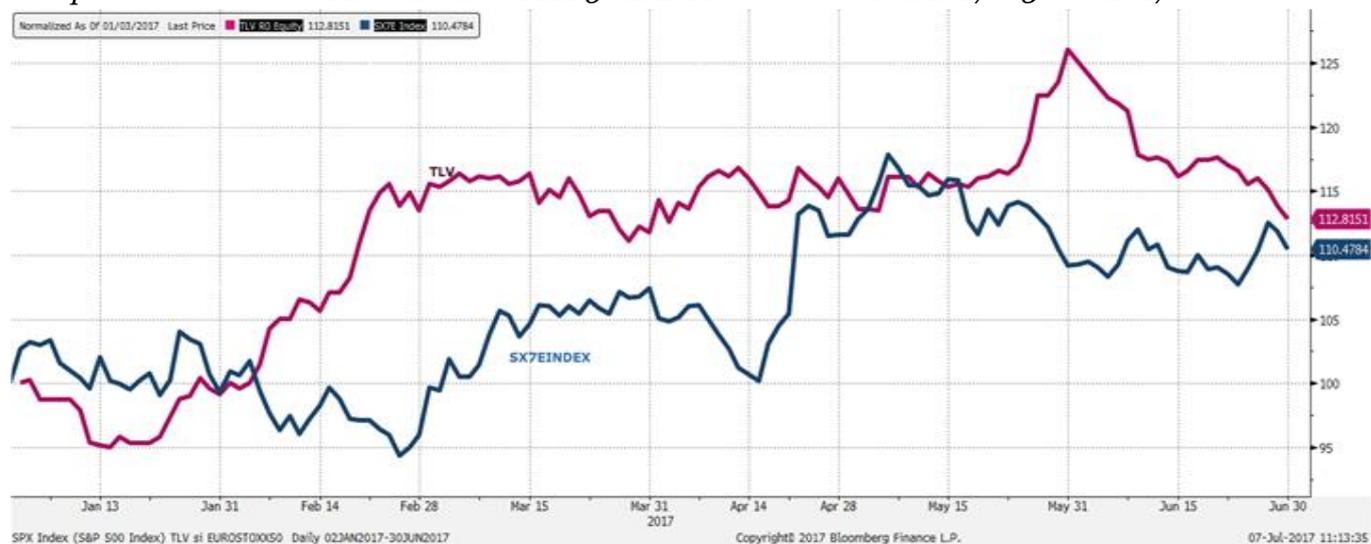
In compliance with the 2014-2018 Investment Policy Statement which foresees "the continuation of investment strategies in the financial-bank sector, with local market orientation" we have maintained a significant holding on Banca Transilvania due to the high yield offered (cash + free shares) and share increase potential, based on the increase ability of equity through „organic bank growth, as well as through purchases and mergers with other bank institutions operating on Romanian market" according to the bank entries in 2017 Program.

With a capital adequacy rate of 18%, TLV has a solid capitalization to support another purchase. Banca Transilvania has the ability to successfully absorb a new bank of average size, following the purchase of Volksbank and substantial profitability increase, and increase of the average – weighted risk of its credit portfolios.

The legal and prudential limits regarding holding per issuer (40%), per Group (50%) and in the bank capital (10%) are abided by. SIF Moldova has implemented an internal mechanism to manage exposure subjected to TLV title fluctuation.

Given the reach of historic price maximum levels, we have made markings on TLV issuer in Q2 2017, achieving a substantial profit (22,6 mil.lei).

Comparative evolution TLV – EURO STXX 50 BANKS between 01.01.2017 – 30.06.2017



(source: Bloomberg)

From the graphs presented one can notice that in H1 2017, TLV price has over-performed in comparison to bank indexes in the euro area.

- **Energy sector** – the weight of the energy – utilities sector in total assets on 30.06.2017 has reached 19,24% (from 19,90% la 31.12.2016).

Through a memorandum issued on 27.01.2017, the Government has authorized its representatives in the general meetings of shareholders in the companies with full or majority state capital, to take all measures necessary in order to assign a minimum quota of 90% of the 2016 profit as dividends/ payments to the state budget.

Issuers purchases were made in the sector, due to the positive international context of the oil & gas market, some operational margins and high profitability margins and some high market indicators for similar international companies (EBIT margin, net profit margin, Dy, EV/EBITDA).

SNP sales were made based on an important price increase following the purchase within FP offer, making a profit of 10,4 mil.lei from the operation.

In Q2 2017, SIF Moldova purchased 75.000 DIGI Communications shares, based on competitive market multipliers, important market quota and high profitability margins.

Investments were made in Fondul Privat Comercial, OTP Bonds and OTP Comodis RO.

The continuation of purchase of Aerostar (ARS) issued shares is based on the regional leader position in aviation manufacture, maintenance of civil aircrafts and supply of solutions in the field of aerial and land defense systems, as well as the financial soundness, company increase perspectives and its predictable dividend policy.

1.4.2. "Majority Holding" Portfolio. SIF Moldova Group.

On 30.06.2017, MH portfolio registered a value of 192,2 mil lei, representing 11,24% of total SIF Moldova assets. Following the cancellation of Opportunity capital SA in January 2017, SIF Moldova has become a direct shareholder in Hotel Sport Cluj SA.

Subsidiary name	Asset category market value, as per FSA reg. . 9/2014 (lei)	Weight in total SIF Moldova assets on 30.06.2017 (%)
AGROINTENS SA	16.828.708	0,92
AGROLAND CAPITAL SA	97.849	0,01
ASSET INVEST BACAU	2.854.757	0,16
CASA SA BACAU	10.238.343	0,56
HOTEL SPORT CLUJ	19.189.399	1,04
MECANICA CEHLAU	20.502.019	1,12
REAL ESTATE ASSET S.A.	67.058.362	3,65
REGAL	9.377.479	0,51
TESATORIILE REUNITE	60.288.480	3,28
TOTAL SIF MOLDOVA	206.435.395	11,24

The members of SIF Moldova Group has been approved by FSA (approval no. 27/18.11.2015, approval update no. 1/07.02.2017) and it includes 9 branches:

No	Subsidiary name	SIF Moldova – mother company Direct SIF Moldova holding	Company type (closed/ listed)
1	Mecanica Ceahlau SA	63,302	BVB-REGS (MECF)
2	Regal Galati SA	93,021	BVB-ATS (REGL)
3	Tesatoriile Reunite SA	99,999	unlisted
4	Casa SA	99,026	unlisted
5	Asset Invest SA	99,997	unlisted
6	Real Estate Asset SA	99,999	unlisted
7	Agrointens SA	99,999	unlisted
8	Agroland Capital SA	99,992	unlisted
9	Hotel Sport Cluj SA	99,999	unlisted

Rules applied in compliance with AFIA regulations

- ✓ The private equity type investment policy through which control is gained on unlisted shares is in agreement with the multiannual investment strategy and legal and production risk limitations of SIF Moldova, without representing the main investment policy of the company.
- ✓ In selecting and monitoring investments in unlisted shares, SIF Moldova applies a high level of diligence: the staff has the proper knowledge and skills for the assets the company invests in, the same diligence criteria being applied in the negotiation phase as well, before closing any agreement.
- ✓ SIF Moldova is a shareholder with a holding over 95% in all unlisted companies set up in compliance with 2014-2018 investment policy
- ✓ These assets are evaluated in compliance with the evaluation policies and procedures their value being reported on amonthy basis

In compliance with 2014-2018 Investment Policy Statement SIF Moldova has an investment strategy to develop its Majority Holdings Portolio through:

- a) project implementation in various sectors of activity and business development through **specialized companies** (companies setup by SIF within the Group) **and/or companies in the historic portfolio of SIF Moldova** ;
- b) investments area a private equity type approach that involve **the development of an existent majority holding (real estate, agricultural machines), as well as new investments (real estate, agribusiness)**; investment decisions have a high degree of maturity/impact on the average and long time expected projects.

This type of investments may represent a viable alternative to the low yields that the modern monetary and share markets offer. .

➤ **Real Estate Asset SA (REA) –VERANDA MALL project**

Premises: The investment project of REA consisted in the construction and operation in association of Veranda Mall Commercial Center in Bucharest, in Obor-Colentina area. The investment falls into the proximity malls category, being located in a highly populated area, with commercial traffic.

SIF Moldova investment: In order to implement the investment, SIF Moldova has paid the amount of 65 mil. lei. From this amount REA has purchased 31,42% of Professional Imo Partners SA (PPLI), former Prodplast Imobiliare and 18,12% din NORD SA (NORD), both listed companies. Veranda Mall holding through Real Estate Asset is of about 36,7%.

Project characteristics: GLE (built area) about 67.000 square meters; GLA (rentable area) about 30.000 sqm; number of parking lots 1.210.

Veranda Mall operation (opened on 27.10.2016) is provided by CBRE. Occupation degree on 30.06.2017: 97%

In the reporting period - EGMS on 04.05.2017 has approved the reduction of the share capital with the amount of 536.053 lei, representing the value of the subscribed shares not used for the capital increase approved by EGMS on 31.07.2015; voluntary dissolution, liquidation and cancellation of REA; appointed liquidator: Arbanas&Negrii; The method of fulfilling the liquidator's mandate concerning the running of patrimony assignment procedure (assignment to SIF Moldova of the shares held by REA in the following companies Professional Imo Partners SA, namely 24.307.608 shares and Nord SA, namely 1.658.681 shares)

Financial results on 30.06.2017

thousand lei

Indicators – REA (lei)	REB 2017	H1 2017	R / P (%)
Total revenue	10	1,3	13
Total expenses	242	118,9	49
Net profit/loss	-232	-117,5	51

➤ **Tesatoriile Reunite SA –"Baba Novac Residence" Residential real-estate project**

Premises : use of the company's land and building a residential complex.

In the reporting period :

- ✓ Obtaining the building permit in May 2017,
- ✓ Conclusion of contractor agreement,
- ✓ Start of building works 26.06.2017,
- ✓ Approval of project financing by the bank's credit committee,
- ✓ the sale of apartments will be carried out by specialized real estate company.

SIF Moldova investment: In order to achieve the investment project, SIF Moldova has subscribed to the increase of Tesatoriile Reunite SA (TERU) capital with the amount of 5 mil. euro.

Project characteristics: 6 blocks of 363 apartments, 436 parking spaces of which 298 underground and 138 spaces above the ground. It is estimated that the project will be completed in 22 months. The value of the investment project, at its sale is of about 34 mil euro.

Exist possibilities: investment recovery will be made through the sale of the apartments build at a yield higher than the financing cost.

Financial results on 30.06.2017

thousand lei

Indicatori - TERU (lei)	REB 2017	H1 2017	R / P%
Total revenue	28.528	3.588	13
Total expenses	29.658	3.669	12
Net profit/ loss	-1.130	-81,6	7

➤ Agointens SA – blueberry farm project

Premises: The project was based on the development of a business in the agro-business field and involved the purchase of two blueberry farms with a cultivated area of about 18 hectares by Agointens SA. The company is implementing a development project through the identification and purchase of new lands fit for blueberry culture, in order to increase the cultivated area.

Current status:

New land purchase :

- ✓ August 2016: a land was purchased in Vistea locality, Brasov district, adjacent to the existent farm, an area of 5 hectares (Vistea 3 farm). EGMS on 14.04.2017 has approved credit contracting in order to prepare and setup the blueberry culture in Vistea 3Farm.
- ✓ April 2017: land in Mandra locality, Brasov district, area 44 hectares. EGMS on 14.04.2017 has approved the capital increase with 0.57 mil euro for the purchase of the Mandra land.

Operational event:

On 17.06.2017, in the Vistea farm area there has been a torrential hale rain. The insurance company has been notified to assess the damages. The insurance company's report will be concluded at the end of the harvesting period of 2017.

Exit possibilities: It has been estimated that investment recovery will be made through dividends, capital return and sale of investment in about 10 years' time. Financial forecasts estimate a yield higher than the capital market.

Later event:

- ✓ EGMS on 14.07.2017: Has approved the capital increase with the amount of 0.99 mil euro in order to prepare and setup the blueberry cultures for Mandra farm and an investment credit.

Financial results on 30.06.2017

thousand lei

Indicators – AGROINTENS (lei)	REB 2017	H1 2017	%
Total revenue	4.998	799	16
Total expenses	6.397	1.667	26
Net profit/ loss	-1.399	-868	62

➤ Hotel Sport Cluj SA - Hotel

Premises: The project was based on development through the diversification of the business portfolio in the hotel sector, through the purchase of a hotel located with an important development potential.

Timeline: The project is structured in stages (pre-development, concept definition, planning, certification, development, execution, follow-up, equipment, reception, opening).

The company has obtained the building permit for the modernization of the main building and façade modification and is expecting the approval of the urban plan modification in order to get its extension authorization. Given the litigations between local institution concerning the urban plan (for the land held

by Hotel Sport), the management of the company thinks it is possible that the building permit for the extension will be delayed.

The company has purchased an adjacent land of 300 square meters, for access facilities and unit placing.

Corporate event – *EGMS on 16.01.2017*: The company's Memorandum of Association has been modified following the modification of the shareholding structure through the entry of SIF Moldova, with a number of 19.329.398 shares representing 99,990% of total share capital.

Financial results on 30.06.2017

thousand lei

Indicators – HOTEL SPORT CLUJ (lei)	REB 2017	S1 2017	R / P%
Total revenue	151	99,2	65%
Total expenses	1.200	584,1	49%
Net profit/loss	-1.049	-484,9	46%

In the reporting period, the company's revenue came from the rental of telecom antennas and the use of inventory goods.

➤ **Agroland Capital SA**

The company has been setup with the purpose of capitalizing from investment opportunities in the agribusiness- real estate area, in order to create added value for the shareholders. The company did not carry out any activity in the first half of 2017, investment projects are to be carried out through it.

Financial results on 30.06.2017

mii lei

Indicators– AGROLAND (lei)	BVC 2017	H1 2017	R / P%
total revenue	0,04	0	0
Total expenses	26	14	53
Net profit/loss	-25,9	-14	-

Corporate event- *EGMS on 16.01.2017*: The company's Memorandum of association has been modified following (i) the modification of the company's shareholding – SIF Moldova's entering the shareholding with a number of 12.000 shares representing 99,992% of total share capital and (ii) the appointing of a new sole manager.

➤ **CASA SA**

The company manages own real-estate assets and those of SIF Moldova. Its own real-estate property includes on 30.06.2017 a number of 11 buildings located in various municipalities (Suceava, Botosani, Piatra Neamt, Bacau, Iasi, Galati, Braila, Tulcea), with a useful area of about 1.300 square meters. Additionally, the company manages real estate assets belonging to SIF Moldova, with an area of about 2.029 square meters, the rented area being of about 1.238 square meters.

Financial results on 30.06.2017

thousand lei

Indicators – CASA (lei)	REB 2017	H1 2017	R / P%
Total revenue	2.708	612	22,5
Total expenses	2.393	625	26,1
Net profit	315	-13	-

➤ **Regal SA**

The company manages its own commercial areas and has a program to sell areas without rental or development potential.

*Financial results on 30.06.2017**thousand lei*

Indicators– REGAL (lei)	REB 2017	H1 2017	R / P%
Total revenue	2.316	573	25
Total expenses	1.327	509	38
Net profit	831	39	5

Dividend: GMS approved the distribution of a gross dividend of 0,0537375 lei/act. Consequently, SIF Moldova was assigned gross dividends of about 0,06 mil lei.

Corporate event – *EGMS on 20.04.2017*: The sale of assets through public auction was approved, in compliance with the requirements of EGMS resolution no. 2 of 15.04.2016: "Amandina", Restaurant "Locomotiva", "Complex Aeroport" and "materials warehouse". The company has contracted specialized services with a real estate company, to sell assets.

➤ **Mecanica Ceahlau SA**

The increase of the marketing activity through (i) participation to exhibitions (Cluj Napoca), with its own products and equipment STEYR and PROJET, that the company imports and distributes and (ii) through the organization of demonstrations/tests of the equipment in districts with intense agricultural activity. The company continues to be on an rising trend.

*Financial results on 30.06.2017**thousand lei*

Indicators– MECANICA CEHLAU (lei)	REB 2017	H1 2017	R / P%
Total revenue	41.410	20.755	50,10
Total expenses	38.300	18.576	48,50
Net profit	2.610	1.800	68,90

Dividend: GMS has approved the distribution of a gross dividend of 0,0049 lei/share, the total amount of dividends reaching 1,17 mil lei. SIF Moldova has collected dividend worth 0,744 mil lei.

➤ **Asset Invest**

The company has the following main action directions:

- ✓ the management of companies in its own portfolio, with the main objective of liquidating these holdings – on 30.06.2017 it managed a portfolio of 44 companies (42 SIF input/cessioned; w direct holdings), of which 6 functional, 4 in administrative liquidation, 2 in insolvency and 32 in judicial liquidation. ;
- ✓ Representation in GMS/BD of the companies from its own portfolio or from SIF Moldova's portfolio.
- ✓ Monitoring the information and events of the companies in the portfolio of SIF Moldova based on service agreement, entered with SIF Moldova;

Negotiations were continued for the sale of the share packages held by SIF Moldova in some of the companies in the portfolio, through the analysis of exit possibilities: division of assets on structure, sale of SIF holding to the majority holder, sale of holding with the majority holder, etc.

Transactions in the reporting period :

Disinvestment :

- ✓ 25.04.2017 - Confectii Barlad SA – sale of the entire package held by SIF (5%)
- ✓ Later event :
- ✓ 04.07.2017 - Constructii Feroviare – sale of the entire package held by (8,46%)
- ✓ 17.07.2017 - Chimcomplex – sale of the entire package held by SIF (2,51%)

Financial results on 30.06.2017

thousand lei

Indicators ASSET INVEST (lei)	REB 2017	H1 2017	R / P%
Total revenue	626	353	56
Total expenses	585	299	51
Net profit	39	45	115

1.4.3. "SELL" Portfolio

In order to fulfill the investment objective in compliance with 2014-2017 Investment Policy Statement, SIF Moldova will continue to reduce the weight of the SELL portfolio in total managed assets, a portfolio selected based on low liquidity, performance and increase. Thus, on 30.06.2017, the weight of the SELL Portfolio dropped to 4,87% of total assets value, in comparison to 6,57% on 31.12.2016, the implemented strategy being to restructure through sale.

To the extent that the positions in this portfolio are sold, liquidity feeds the investment need of SIF Moldova. In the 1st half of 2017, we have sold the holdings of SIF Moldova in Antibiotice Iasi and Confectii Barlad.

We have run sale negotiations for the share packages held by SIF Moldova through the analysis of some exit possibilities: sale of SIF Moldova's holding to the majority holder, division on assets structure, etc.

We have actively participated to the General Meetings by amending the agenda with new items, questions addressed to the Board of Directors, request to complete informative documents; at the same time we have sent the companies in the portfolio requests to convene General Meetings with the purpose of protecting SIF Moldova's interests.

1.4.4. Abidance by the investment limits approved in the 2017 Activity Report

SIF Moldova has analyzed and implemented investments *compliant with the directions and principles presented in 2017 Activity Report approved by the shareholders* (OGMS of 04.04.2017).

	2017 Activity Program (lei)	achieved on 30.06.2017 (lei)
Total investment project, of which:	250.000.000	57.463.458
majority holding		17.209.330
CORE*		20.201.382
Fund units		20.052.746

*purchase of ARS, Catalyst, SNG, TGN, TEL, DIGI and EL shares

1.5.**Risk Management**

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

The risks associated to the financial instruments traded on capital market are:

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

SIF Moldova sets and permanently maintains the risk management function that is carried out independently.

The decisional mechanism is formalized and includes the decision substantiation stage, the selection and context updating. Investment limits are permanently set in accordance with prudential holding limits and in close connection of the achievement stage of the objectives pre-set in investment policies.

The decisional process is set forth in procedures and answers to the optimum time management of opportunities requirement. In substantiating investment decisions an important role is played by the identification and evaluation of potential risks, constantly rebalancing the portfolio according to yield/ risk criteria.

The evaluation of the probability and impact of the market risk on investment objectives is made through an IT Risk Management Application, which provides measurements of the market risk exposure of the financial instruments portfolio and allows the comparison of the company's own portfolio to a reference one.

According to the Risk Management Policy (2017), the risk profile taken on SIF Moldova is average, corresponding to an average risk appetite.

ISRR quantified market risk exposure: 13,64%

The Synthetic Risk and Rate of Return Indicator (ISRR) calculated based on the annualized volatility of monthly BVS from the previous 3 years of existence, determines the inclusion of **SIF Moldova in the average risk profile** (risk class 5).

This indicator is a value growth and decrease measurements priority registered by SIF Moldova's net assets per share, on a scale from 1 to 7.

The risk indicator presents certain limitations, the prior historical data being no real guarantee of future results. The inclusion on risk classes was made based on the table of annualized volatility intervals specified in CNVM/ASF no.5/2012 regarding the form, content and presentation method of the document regarding key information for UCITS investors.

1.5.1**Prudential limitations System:****1. CNVM Regulation no.15/2004, art.188**

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

Asset type	Market value per asset category according to ASF Regulation no. 9/2014 (lei)	Weight of total SIF Moldova assets (%)
Shares held in closed-type issuers (incl. virtual shares and amounts to collect following the exit from a closed-company)	225.278.479	12,27
Closed bonds	7.542.591	0,41
TOTAL	232.821.070	12,68

b) Securities (shares and bonds) and monetary market instruments (government securities) registered or traded at Stock Exchange Market (on issuer level) – allowed limit: 10% of total assets, the limit can be increased up to a maximum of 40% provided that the total value of holdings over 10% per issuer does not exceed 80% of total assets. We mention that there is a single holding in this category, exposure on TLV issuer (36,61%), which abides by the maximum holding limit foreseen by CNVM/FSA Regulation no.15/2004, art.188, line b) which is closely monitored through daily holding monitoring mechanisms.

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

Group name	Market value per asset category as per FSA regulation no .9/2014 (lei)	Weight in total SIF Moldova assets (%)
BANCA TRANSILVANIA, of which:	760.295.010	41,40
• shares	672.261.402	36,61
• bank deposits	56.192.966	3,06
• fund units	24.298.051	1,32
• bonds	7.542.591	0,41
EXIMBANK, of which:	39.554.325	2,15
• bank deposits	36.965.607	2,01
• shares	2.588.718	0,14
GLOBINVEST, of which :	53.487.148	2,91
• fund units	53.487.148	2,91
OTP, of which:	20.237.388	1,10
• fund units	20.237.388	1,10
ATLAS ASSET MANAGEMENT, of which:	15.163.997	0,83
• fund units	15.163.997	0,83
STAR ASSET, of which:	3.652.749	0,20
• fund units	3.652.749	0,20
STK FINANCIAL, of which:	1.650.555	0,09
• fund units	1.650.555	0,09

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

Group name	Asset category market value as per FSA regulation no.9/2014 (lei)	Weight of total SIF Moldova assets (%)
GRUP SIF MOLDOVA :		
AGROINTENS shares	16.828.708	0,92
AGROLAND CAPITAL shares	97.849	0,01
ASSET INVEST shares	2.854.757	0,16
CASA shares	10.238.343	0,56
MECANICA CEHLAU shares	19.189.399	1,04
HOTEL SPORT CLUJ shares	20.502.019	1,12
REAL ESTATE ASSET shares	67.058.362	3,65
REGAL shares	9.377.479	0,51
TESATORIILE REUNITE shares	60.288.480	3,28
TOTAL SIF MOLDOVA GROUP	206.435.396	11,24

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

f) Current accounts and cash value - allowed limit 10% of total assets. In net assets on 30.06.2017, the value of current accounts and cash is 10.826.104 lei, representing 0,59% of assets value.

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

Bank name	Deposit value (ASF regulation no .9/2014) (lei)	weight in total SIF Moldova assets (%)
Banca Transilvania	56.192.966	3,06
BRD - GSG	12.135.512	0,66
EXIMBANK	36.965.607	2,01
Total deposits	105.294.085	5,73

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

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

NON-UCITS Name	asset category market value (ASF regulation no.9/2014) (lei)	weight in total SIF Moldova assets (%)
Fondul Privat Comercial	44.062.616	2,40
FII HERMES	9.589.194	0,52
BT Invest 1	6.831.653	0,37
FII Multicapital Invest	2.310.448	0,13
FII BET-FI Index Invest	2.004.588	0,11
STK Emergent	741.755	0,04
TOTAL NON-UCITS (fund units)	65.540.254	3,57

2. FSA regulation no. 14/08.11.2013, art.9, let. a)

Exposure obtained through direct and indirect investments in monetary market instruments of the promissory note type – allowed limit: **20%** of total assets.

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

3. Law no. 297/28.06.2004-updated, art. 129 line (1)

No shareholder of a **market operator** will be able to hold, directly or together with the entities it acts with, more than **20% of the total voting rights**.

Issuer name	no. of held shares	total no of issuer's shares	Holding percentage in the issuer 's share capital
Bursa de Valori Bucuresti	383.709	7.674.198	4,99
Sibex Sibiu Stock Exchange	1.671.217	33.427.926	4,99

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

Shareholders of the central depository may not hold more than **5% of the voting rights**, with the exception of market operators who may hold up to 75% of the voting rights, with the approval of CNVM/ASF.

Issuer name	no. of shares held	total no. of shares	holding percentage in the issuer's share capital (%)
Depozitarul Central (Regisco)	7.396.029	252.919.526	2,92
Depozitarul Sibex	6.480	229.500	2,82

5. Law no. 297/28.06.2004-updated, art. 286¹

Investments in shares held by Financial Investment Companies resulted from the transformation of Private Property Funds – allowed limit: **maximum 5%** of the share capital of the Financial Investment Companies.

Name	no. of shares held	Total no. of issuer's shares	holding percentage in the issuer's share capital (%)
SIF Muntenia	40.160.859	807.036.515	4,98
SIF Oltenia	28.760.041	580.165.714	4,96
SIF Transilvania	97.371.384	2.184.286.664	4,46
SIF Banat Crisana	997.623	548.849.268	0,18

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

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

- it has the approval of GSM and
- according to all formalities requested by the law.

Issuer name	No. of shares held	Total no. of issuer's shares	Holding percentage in the issuer's share capital (%)
Banca Transilvania	250.376.686	3.646.047.792	6,87

1.5.2

Abiding by the value of holdings and investments made within legal prudential limits and that of the 2017 Activity Program

To sum up, the value classification of holdings and investments made between 01.01.2017 – 30.06.2017 within legal prudential value and 2017 Activity Program (approved by OGMS on 04.04.2017), indicates the following evolution:

A. The evolution of the abidance by the prudential assets limitations / assets categories (weight in total SIF Moldova assets) between 01.01.2016 – 30.06.2016, is the following:

Conclusion: Between 01.01.2017 – 30.06.2017, reported to the total calculated monthly assets, no allowed legal limits have been exceeded.

Assets Type	% of total SIF Moldova assets					
	Jan'17	Feb'17	Mar'17	Apr'17	May'17	Jun'17
1. Art. 188 of CNVM regulation no. 15/2004						
unlisted shares (shares and bonds)*	13,21	11,76	11,74	11,65	10,84	12,68**
TLV issuer	35,29	38,38	37,71	38,44	37,58	36,61
TLV group	41,42	43,37	41,99	42,67	41,47	41,40
SIF Moldova Group	10,82	10,08	10,09	9,98	9,54	10,47
Atlas Asset Group	0,82	0,79	0,79	0,76	0,77	0,83
Eximbank Group	1,35	2,31	3,17	1,54	1,19	2,15
Globinvest Group	1,66	1,63	1,66	2,69	2,70	2,91
OTP Group	1,15	1,09	1,09	1,07	1,01	1,10
Star Asset Group	0,20	0,19	0,19	0,19	0,19	0,20
STK Financial Group	0,11	0,11	0,11	0,11	0,09	0,09
Current accounts and cash	0,04	0,02	0,14	0,01	0,04	0,59
Total bank deposits	6,39	5,85	5,84	4,17	3,38	5,73
UCITS participation titles	2,30	2,23	2,27	3,28	3,27	3,57
2. Art.9 FSA regulation no.14/08.11.2013						
Direct investments in PN	-	-	-	-	-	-
Indirect investments in PN	-	-	-	-	-	-

*also includes the amounts to be collected from pending exists in unlisted issuers; **also includes Tesatoriile Reunite virtual shares

B. The evolution of the abidance by the prudential limits of SIF Moldova exposures in the issuers' share capital between 01.01.2017 – 30.06.2017, is the following

Conclusion: between 01.01.2017– 30.06.2017, reported to the issuer's share capital, no allowed legal limits have been exceeded.

Issuer name *	% of issuer's share capital					
	Jan'17	Feb'17	Mar'17	Apr'17	May'17	Jun'17
BVB	4,99	4,99	4,99	4,99	4,99	4,99
SIBEX	4,99	4,99	4,99	4,99	4,99	4,99
DEPOZITARUL CENTRAL	2,92	2,92	2,92	2,92	2,92	2,92
DEPOZITARUL SIBEX	2,82	2,82	2,82	2,82	2,82	2,82
SIF 1	0,18	0,18	0,18	0,18	0,18	0,18
SIF 4	4,98	4,98	4,98	4,98	4,98	4,98
SIF 5	4,96	4,96	4,96	4,96	4,96	4,96
SIF 3	4,46	4,46	4,46	4,46	4,46	4,46
TLV	7,17	7,17	7,17	7,17	6,89	6,87

* All holdings under the incidence of restrictions are presented, including those for which no investments were made between 01.01.2017 – 30.06.2017.

C. Abidance by the investment limitations approved through the 2017 Activity Program:

SIF Moldova has analyzed and implemented investments (some of them in the project phase), *that are in compliance with the directions and principles announced within 2017 Activity Report approved by the shareholders (OGMS on 04.04.2017).*

Investments, total amount of 57 mil. lei made between 01.01.2017-30.06.2017 abide by the total investment budget of 250 mil. lei approved by the 2017 Activity Program.

2 Financial position

Special-purpose financial information have been drawn up by the Company in compliance with the acknowledgement, measurement and evaluation criteria, in compliance with International Financial Reporting Standards adopted by the European Union (“IFRS”), with the exception of IFRS 10 “Consolidated Financial Statements” and IAS 27 “Individual Financial Statements”, and norm 39/2015 for the approval of Accounting Regulations in compliance with International Financial Reporting Standards, applicable to entities certified, regulated and monitored by the Financial Supervision Authority in the Field of Financial Instruments and Investments (FSA).

For the understanding of Norm 39/2015, International Financial Reporting Standards, hereinafter referred to as IFRS, represent the standards adopted according to the procedure foreseen by (EC) Regulation no. 1606/2002 of the European Parliament and Council of 19th July 2002 regarding the application of international accounting standards with its later amendments and additions.

2.1. Overall result

➤ Individual status of overall result:

(lei)	2015	H1 2016	2016	H1 2017
Income				
Income from dividends	27.712.560	97.992.100	118.775.487	26.790.570
Income from interest	1.563.181	561.049	1.216.794	564.181
Other operational income	795.363	410.293	846.767	474.396
Other income	240.513	2.332.897	2.792.301	60.750
Earning from investment	-	-	-	-
Net earning from assets sale	122.075.074	71.038.250	94.672.066	52.628.753
Net loss/ net earnings from the re-evaluation of financial assets at fair value through the profit or loss account	(3.974.232)	(14.431.359)	(6.504.125)	11.070.953
Net earning from the re-evaluation of real estate investments	-	-	240.932	314.328
Expenses				
Expenses from assets impairment	359.143	(44.290.882)	(46.908.657)	(207.985)
Expenses with the setup of provisions for risks and expenses	359.113	632.308	(145.628)	(12.555)
Other operational expenses	(26.332.968)	(9.910.728)	(31.174.094)	(10.223.479)
Other expenses	(261.760)	(5.880)	(8.820)	(2.940)
Profit before taxation	122.535.987	104.328.048	133.803.023	81.456.972
Profit tax	(22.195.661)	(6.287.037)	(10.505.003)	(9.234.918)
Net profit of the financial year	100.340.327	98.041.011	123.298.020	72.222.054
Reserve increase /(decrease) from the re-evaluation of tangible assets	90.395	28.697	1.418.212	(284.523)
Net reserve modification from the re-evaluation at fair value of financial assets available for sale	73.382.453	(80.472.196)	165.342.680	83.251.896
Other overall result elements	73.472.848	(80.443.499)	166.760.892	82.967.373
Total overall result of the period	173.813.175	17.597.512	290.058.912	155.189.427

➤ **Individual status of financial position:**

(lei)	2015	H1 2016	2016	H1 2017
Assets				
Cash and cash equivalents	613.851	484.122	931.024	10.876.526
Bank deposits	91.015.193	160.730.512	117.794.735	105.346.008
Financial assets at fair value through the profit or loss account	112.215.485	113.188.283	128.999.673	145.016.915
Financial assets available for sale	1.227.266.927	1.081.098.516	1.448.569.452	1.542.459.355
Investments held to maturity	9.593.199	9.663.678	9.573.804	9.645.570
Real-estate investments	3.264.341	3.264.341	3.505.273	3.505.273
Intangible assets	293.905	167.766	113.180	43.757
Tangible assets	7.165.148	7.016.781	8.140.477	7.473.395
Other assets	6.269.023	16.883.223	1.347.293	34.115.622
Total assets	1.457.697.072	1.392.497.222	1.718.974.911	1.858.482.421
Liabilities				-
Dividends to pay	42.394.161	31.900.694	29.258.494	73.831.462
Provisions for risks and expenses	3.306.214	2.674.350	3.452.286	3.468.594
Liabilities regarding deferred profit tax	57.339.461	22.112.692	69.089.754	84.951.297
Other liabilities	18.706.256	3.714.680	17.082.627	13.383.012
Total liabilities	121.746.092	60.402.416	118.883.161	175.634.365
Equity				-
Share capital	539.720.149	539.720.149	539.720.149	539.720.149
Reported results	345.057.696	420.527.122	445.783.128	473.029.299
Reserves from the re-evaluation of tangible assets	7.677.304	7.706.000	9.095.516	8.810.993
Reserves from the reevaluation of financial assets available for sale	450.874.023	370.401.827	616.216.703	699.468.599
Other equity elements	(7.378.192)	(6.260.292)	(10.723.746)	(38.180.984)
Total equity	1.335.950.980	1.332.094.806	1.600.091.750	1.682.848.056
Total liabilities and equity	1.457.697.072	1.392.497.222	1.718.974.911	1.858.482.421

2.2.

Management expenses

The monthly average percentage of management expenses represents 0.07%, of total assets value

The average monthly percentage of management expenses represents 0.07% of total assets value, being lower than the average commissions paid to management companied by investment funds (0.10% - 0.40%).

Management Expenses Structure

Management Expenses (lei)	7.388.910
1. Expenses with materials	98.019
2. Energy and water expenses	90.134
3. Staff expenses, of which:	5.719.203
- wage rights, indemnities	4.670.982
- Expenses with insurance and social protection	1.020.921
- Professional Training Expenses	27.300
4. Expenses with external services	1.481.554

Management expenses include the expenses directly connected to the company's current activities. within the management expenses, the weight is that of the *staff expenses* (wages, indemnities, social insurance and professional training), namely 77,40% of management expenses.

Expenses with external services, represent 20.05% of management expenses and mainly include expenses with maintenance and repairs, monitoring of companies, professional consultancy, management of buildings and archive, insurance, postal expenses and subscriptions, royalties, concessions, protocol, travels, other expenses.

Expenses with materials, energy and water represent 2.55% of management expenses.

2.3

Performance indicators

	2015	2016	H1 2017
Current liquidity indicator= current assets/ current liabilities	3.44	6.89	20.94
Quick ratio = (current assets - inventories)/current liabilities	3.44	6.89	20.94
non-current assets turnover = revenues from current activity / non-current assets	0.23	0.16	0.06
Total assets turnover = revenues from current activity/ total assets	0.20	0.14	0.54
Trade receivables turnover =average receivable balance/turnover x no. days corresponding to the reporting period	11	2	64
Return on working capital = average receivables balance / turnover x no. of days in the reporting period *100 (%)	9.17	8.36	4.84
Result per common share (lei/share)	0.129*	0.119	0.700

* Result per share registered in 2015 is influenced by the doubling of the number of shares following the increase of the share capital (assignment of one free share per held share).

2.4.

Achievement degree of 2017 Revenue and Expense Budget

	Forecast 2017	Achieved in H1 2017	%
	1	2	3 = 2 / 1
A. Total revenue	157.458.164	97.495.770	62
B. Financial revenue	145.827.769	91.303.516	63
• revenue from financial investments (dividends)	75.000.000	26.790.570	36
• revenue from receivables (bank interest + bonds)	800.000	616.926	77
• revenue from ceded financial investments	70.027.769	58.999.543	84
• revenue from exchange rate differences	0	25.550	0
• revenue from provisions	0	170.765	0
• other financial revenue	0	4.700.162	0
C. Revenue from operations	11.630.395	6.192.254	53
• revenue from rents and associated activities	800.000	402.031	50
• revenue from provisions	10.830.395	5.127.457	47
• other revenue from current activity		662.766	
D. Total revenue	47.625.091	16.038.798	34
E. Financial expenses	1.030.000	545.606	53
• losses from ceded financial investments	0	0	0
• transaction commission expenses	1.000.000	168.724	17
• expenses currency exchange rate differences	0	22.817	0
• bank services expenses	30.000	16.193	54
• expenses with provisions	0	337.872	0
• other financial expenses	0	0	0
F. Expenses with other current activities	46.595.091	15.493.192	33
G. Gross profit	109.833.073	81.456.972	74
H. Taxable profit	58.645.619	47.643.315	81
I. Profit tax	14.783.299	9.234.918	62
J. Net profit	95.049.774	72.222.054	76

3

SIF 2 share on BVB

No. of shares: 1.038.179.176
 Nominal value: 0,1 lei
 Share capital: 103.817.917,6 lei
 Capitalization: 1.003.919.263 lei
 30.06.2017 (220 mil euro)

Price: 0,96 lei, EPS: 0,12 lei, PER: 8; DIVY: 5%
 52 m: 0,70 lei; 52 M: 1,01 lei

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

The record of shares and shareholders is maintained according to legal provisions by SC Depozitarul Central SA.

Evolution of SIF2 share between 30.06.2016 – 30.06.2017



(Sursa: Bloomberg Finance)

Yields: SIF 2, share VUAN SIF 2, BET-FI

Related information in the
**SIF Moldova Corporate
 Governance Code**
 Ch.16. Evaluation of
 company performance and
 performance of SIF2 share

Return on 30.06.2017 (%)	SIF2 share	BET FI	SIF2 NAV
1 month	2,76	-2,48	-6,82
3 months	12,18	1,74	-0,39
6 months	23,97	9,33	8,18
12 months	36,20	21,94	13,89

Note: The historical price series and NAV taken into consideration for the calculation of the rate of return/risk indicators are adjusted with the corporate events of the issuers.

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

Indicator	SIF2 share	BET-FI
Volatility (%) [*]	16,14	8,92
Beta ^{**}	1,13	1

* Volatility (12M) = annualized volatility

** Beta = price sensitivity to market movements

4

Promoting and protecting SIF Moldova's Interests

Reaching the main objectives concerning the assistance, counseling and legal representation of SIF Moldova's legitimate rights and interests stands out in H1 2017 through:

- obtaining a favorable solution in the SIF vs. Galgros S.A. file with object claims, through which our company has requested the payment of the shares' value. Through the resolution pronounced on 16.06.2017, Galați Court ordered the binding of Galgros S.A. to pay SIF Moldova the total amount of 2.109.426,35 lei, representing share value, legal interest applicable until full debit payment, legal expenses.
- Solution to allow the action for claims has been also given in the file against Genko Med S.A. with object the binding to pay shares value following the generation of the exit right, in compliance with Law no. 151/2014. SIF action was allowed, the respondent being bound to pay the total amount of 75.908 lei, representing share value, penalizing legal interest until full debit payment and legal costs.
- Continuation of legal and procedural endeavors to recover SIF Moldova's claims towards AAAS and other debtors. In the files against AAAS Bucharest, the recovery, although slow, it made based on enforceable titles (final and/or irrevocable resolutions) the amounts being updated according to the law, until full debit collection.
- During this year we have had no collection in the claim files, total amount of 76.352 lei.
- Efforts are made to defend our company in the litigations where we act as respondent, most of the solutions being in favor of SIF Moldova.
- The increase of legal counsel activity on various projects and topics targeted by the company; there are 52 legal counsel files opened in the 1st Half of 2017. Activity specific records include a number of 490 legitimacy approvals in the reporting period.

Total litigations where SIF Moldova acts as plaintiff:

- ✓ 122 files of which: 111 files pending in various trial stages and 11 are finished (64 files are against AAAS).
- ✓ Value of litigations pending in court: 74.398.997 lei (claims and insolvency procedure).

Total litigations where SIF acts as defendant:

- ✓ 41 files of which: 33 files pending in various trial stages (of which 17 files against AAAS); 8 have been finalized.
- ✓ Value of litigations pending: 3.413.498,52 lei in claims files; 10.858.692,92 lei – enforcement contestation against AAAS.

5 Compliance insurance

5.1. Internal Audit Activity

SIF Moldova establishes and maintains permanently and effectively the internal audit function, which runs independently

Department coordinator:
Virginia Sofian

Internal audit is an independent activity for objective insurance and counselling destined to add value and improve the company's operations. It helps the company reach its objectives through a systematic and methodical approach and improves the efficiency of the risk management, control and governance processes.

Internal audit activity is carried out according to the procedures drawn up for activity guidance. The procedures have been updated according to the International Standards for the Professional Practice of Internal Audit.

Internal audit is carried out in compliance with the audit plan based on the documented risk evaluation, so as to set the internal audit activity priorities. The audit plan is in compliance with the company's objectives. .

The internal audit activities plan and necessary resources are approved by the Audit Committee and approved by the Board of Directors. At the same time, significant modifications occurred at a later date, are also presented for approval.

Directors. At the same time, significant amendments occurred later are also submitted for approval. For each internal audit mission, a plan is drawn up to include the objectives of the mission, coverage, calendar and resource assignment. The objectives are set for each mission, in order to identify the risks associated to the reviewed activity. The risks are evaluated and the objectives of the mission reflect the results of this evaluation. In order to fulfill the mission objectives, work programs are drawn up and documented.

Internal audit is carried out as under the following forms :

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

Internal audit missions run in the 1st half of 2017 targeted:

- ✓ completion of the mission regarding trading activity, partially run in 2016
- ✓ financial accounting activity
- ✓ strategic and annual planning of internal audit activity
- ✓ follow-up of the implementation of the recommendations proposed by internal audit, monitored on 31.12.2016 and 30.06.2017
- ✓ fulfillment of the running requirements for the “stock option plan”
- ✓ selection of the financial auditor of SIF Moldova and the companies in SIF Moldova Group, in order for it to be appointed by the General Shareholders Meeting on 04.04.2017 and conclusion of the audit contract for 2017 - 2019
- ✓ analysis of management expenses for year 2016
- ✓ verification of some compliance aspects, at the request of the Board of Directors or directors.

- ✓ participation to the work groups appointed for the documentation and drafting of informative materials corresponding to the items on the agenda of the ordinary and extraordinary general meetings of SIF Moldova on 04/05.04.2017
- ✓ participation to the committees/ work groups appointed by the Board of Directors or directors for the implementation of some projects/ carrying out of some activities

In the 1st half of 2017 we have also run the audit regarding the risk management position within SIF Moldova covered by external service provider Mazars Romania SRL.

Following the insurance missions run, both the internal and external audit have presented recommendations to improve the processes, and the audited structures have drafted a plan to implement them.

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

Internal auditors inform the manager, the Audit Committee and Board of Directors about the objectives and purpose of the engagement, conclusions, recommendations and applicable action plans. Notifications are made through internal audit reports, at the end of each mission.

Internal auditors follow the progresses registered in the implementation of recommendations and report to the management regarding the abidance by the terms set for implementation. At the same time, internal auditors monitor the setting of measures by the audited structures to finish recommendation implementation. No situations were identified where the management decided not to take any measure to reduce the risks considered to be unacceptable for the company.

5.2. Internal control activity

The internal control department insures the supervision of the abidance by SIF Moldova and its staff by the applicable legislation incidental to the capital market, as well as by the internal regulations and procedures. SIF Moldova sets up and maintains a permanent and efficient function for compliance verification, which is independent. From a structural and hierarchic point of view the department is subordinated to the Board of Directors.

The internal control activity targeted:

1. the abidance by the transparency, information and reporting obligation requirements set through CNVM/FSA and BVB regulations
2. the abidance by the capital market regulations and internal regulations and procedures regarding the evaluation of assets held and calculation of net assets value.
3. the abidance by EU regulations (MAD, MAR) regarding market abuse
4. the abidance by the capital market regulation and internal regulations and procedures regarding privileged information regimen.
5. the application of the policy regarding Conflict of interest within the SIF Moldova group, in compliance with the "Conflict of Interest Prevention and Avoidance" procedure.
6. the management of complaints regarding SIF Moldova activity on the capital market.
7. the abidance by internal procedures "Prevention and fight against money laundering and terrorism financing"; "Supervision of the application of internal capital market sanctions" internal procedures
8. the abidance by capital market regulations and internal regulations and procedures regarding SIF Moldova investments; verification of the risk control system
9. the abidance by the capital market regulations and internal regulations in the revision process for "SIF Moldova's Internal Regulations" and internal procedures.
10. The abidance by legal and internal provisions in the organization and carrying out of 4 general meetings of shareholders: EGMS and OGMS on 04.04.2017 and 03/04.08.2017 pending).

- ✓ In the internal control activity run in H1 2017 no legal non-compliances were identified.
- ✓ Possible conflict of interest situations have been managed according to procedure. There has been no conflict of interest situation identified.
- ✓ There has been no complaint concerning SIF's activity on the capital market (FSA reg no. 9/2015).
- ✓ Non-compliances regarding the application of internal regulations, ascertained on requesting RCCI approvals, have been solved right away or measures have been adopted to solve deficiencies with the monitoring of implementation.

The internal control activity was carried out mainly through permanent control, with a pro-active nature, exercised through the continuous supervision and monitoring of the activities that fall under internal control competence, in order to prevent the occurrence of legal and internal non-compliances to increase the efficiency of the internal control function

6

Corporate Governance

6.1.

Relationship with investors. Dividend Policy.

Connected information in
**SIF Moldova's Corporate
Governance Code**

Ch.1.1..General Meeting of Shareholders
Ch.8. Shareholders' rights

In the reporting period **the transparency, information and reporting obligations requirements**, have been met through press releases, publication of mandatory reporting and a vast correspondence with the shareholders. The shareholders / investors were provided with additional information, some of periodical nature (monthly newsletter), designed so as to insure daily updates on the company's performance.

Note – the details regarding each reporting category of the reporting period are presented in Annex 4.

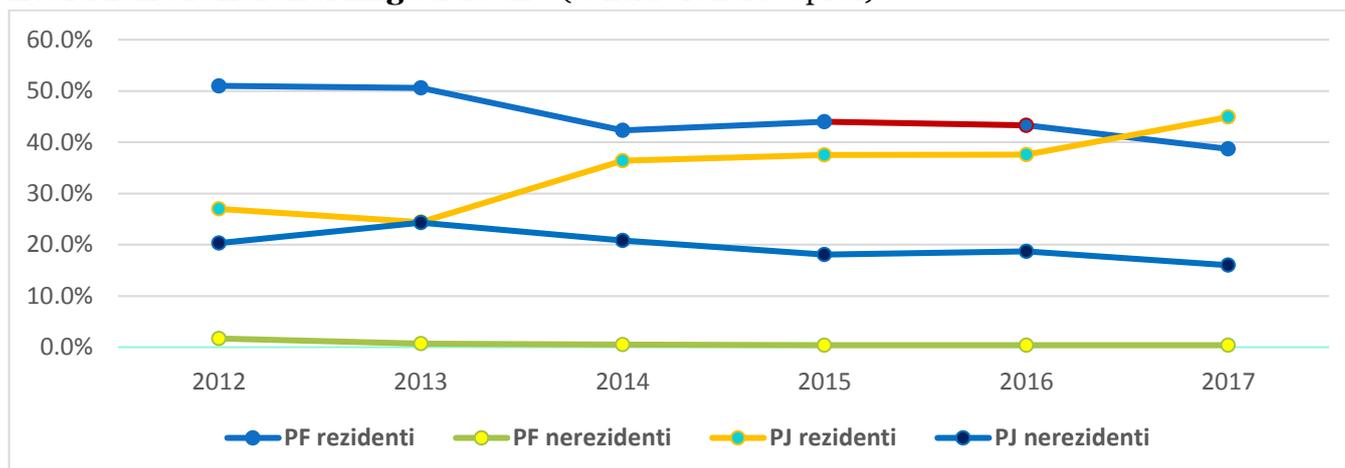
In compliance with the “Corporate Governance Code”, periodical and continuous relevant information have been disseminated at the same time, both in Romanian and English language. An important part of the relationship with the shareholders is the direct communication activity: written correspondence (letters, emails); phone communication.

Dividend Policy

Shareholding structure on 30.06.2017

	Residents		Non-residents		Total
	Shareholders	%SC	Shareholders	% SC	% SC
Natural individuals (PF)	5.763.350	38,7	1.785	0,4	39,1
Companies (PJ)	199	44,9	37	16,0	60,9
TOTAL	5.763.549	83,6	1.833	16,4	100,0

Evolution of shareholding structure (% held of share capital)



Dividend payment:

Dividend payment on 30.06.2017	Dividend 2013	Dividend 2014	Dividend 2015
		0,066 lei/act	0,1012 lei/act
Total dividend to pay (lei)	34.259.913	52.531.866	46.250.883
Total paid up to 30.06.2017 (lei)	27.448.192	41.711.177	35.028.356
% payment on 30.06.2017	80,12	79,40	75,74

Dividend payment methods, with the abidance by incidental legal provisions (art. 86 Law 24/2017 and art.106¹⁵ FSA regulation no.1/2006) – **foresees the payment to the Central Depository, as follows:**

- ✓ In case of a shareholder **who has a securities account** opened with an intermediary who is a participant to the compensation-offset system and central depository register, the payment of dividends is made through the **central depository** and the **participations to the payment-offset system and the register of the central depository**.
- ✓ In case of a shareholder **who does not have a securities account** opened at an intermediary, participating to the compensation-offset system and central depository register, dividend payment is made by the Central Depository through **Bancii Transilvania** (payment agent assigned by SIF Moldova).

Payment method- type of shareholders:	dividend 2015	2015 - %
PJ - total, of which:	25.422.514,44	54,97
1. PJ – payment to participants	25.087.690,25	54,24
2. PJ – transfer by request	334.824,19	0,72
PF - total, of which:	9.013.938,54	19,49
3. PF - payment to participants	6.718.967,93	14,53
4. PF - transfer by request	501.442,83	1,08
5. PF - payment at cash register, payment agent	1.793.527,78	3,88
6. Tax for unpaid dividends 31.12.2016	591.902,55	1,28
Total 2015 dividend paid on 30.06.2017 (1+2+3+4+5+6)	35.028.355,53	75,74

2016 dividends (in compliance with OGMS resolution on 04.04.2017)

- ✓ gross dividend **0,044 lei/share**
- ✓ payment method, in compliance with applicable law, **through the Central Depository and Banca Transilvania- payment agent**
- ✓ payment date: **02.10.2017**, dividends are to be provided to the shareholders entered in the shareholder's register on the registration date - **12.09.2017**.

6.2.

Corporate Events

6.2.1. Running the SIF2 share buy-back program

SIF Moldova has informed its shareholders (current report on 06.03.2017) regarding the completion of the own share buy-back program, in compliance with EGMS SIF Moldova's resolution no. 4/25.04.2016. The cumulated results of the operations run between 15.06.2016 – 03.03.2017 being the following:

- Number of purchased shares: 9.581.936 (0,923 % of share capital)
- Average price: 0,7661 lei
- Total share value: 7.341.134 lei

On the date of the current report, total SIF2 shareholding was of 16.000.000, in compliance with OGMS resolution no. 8/25.04.2016, including the shares purchased in compliance with EGMS resolution on 4/01.04.2015 and not-assigned.

6.2.3. The offer of SIF shares to managers, directors and employees of the company, in compliance with the company's remuneration policy.

(current report on 11.04.2017)

Following OGMS resolution no. 3/04.04.2017 to approve the individual financial statements (IFRS) for financial year 2016, accompanied by the opinion of financial auditor the Board of Directors has approved the "2016 Share-based payment plan", as part of the benefits plan for 2016. The shares offered, that are to be assigned to directors and employees are part of the shares bought-back by SIF Moldova, in compliance with the buy-back programs approved by EGMS resolutions no.4/01.04.2015 and no. 8/25.04.2016. The receipt of rights (transfer of shares) will be made at the time each beneficiary exercises his right, after the meeting of the 12 months' deadline from the moment the "Shares-based payment agreement" is signed, but no more than 15 months from its signing date. "The information document" drafted in compliance to CNVM regulation no. .1/2006 (Annex no. 21) has been made public in the current report on 11.04.2017 and posted on the website www.sifm.ro.

6.2.3. The running of the public purchase offer for shares issued by SIF Moldova

FSA resolution no. 734/30.05.2017 (current report on 31.05.2017)

Through FSA resolution no. 734/30.05.2017 the public offer to purchase SIF Moldova shares, has been approved, with the following main characteristics:

- number of shares that are object of the offer: 25.000.000 (2,4081% of share capital);
- purchase price: 1 leu/share;
- run period: 07.06.2017 – 27.06.2017;
- subscription locations: in compliance with the offer document displayed on www. sifm.ro.

The purpose of the program is to reduce the share capital through the annulment of purchased shares. The capital reduction will be submitted for approval in the following general shareholders' meetings:

Results of public purchase offer:

- **number of subscribed shares: 27.163.657**

- **Assignment index: 0,9203473597**

(notification on 27.06.2017)

6.2.4. Convening of the Extraordinary and Ordinary General Meetings on 03/04.08.2017.

(Current report on 30.06.2017)

The Board of Directors has decided to convene the Extraordinary and Ordinary General Meeting of Shareholders of SIF Moldova on 03/04.08.2017, with the following agenda:

EGMS

1	Election of the secretariat for the EGMS meeting from among the shareholders of the company, in compliance with art. 129 line (2) Law no. 31/1990 regarding companies.
2	Approval of the capital reduction of Societatea de Investiții Financiare Moldova SA, based on art. 207 line. (1) letter c) Law no. 31/1990, from 103.817.917,60 lei to 101.317.917,60 lei, namely with the amount of 2.500.000 lei, through the reduction of the number of shares, from 1.038.179.176 to 1.013.179.176, following the cancellation of 25.000.000 own shares acquired by the company according to EGMS resolution no. 2 of 04.04.2017. Approval of the modification of art. 3 line (1) of the Memorandum of Association, following the capital reduction, to have the following content "The share capital is of 101.317.917,60 lei and is divided into 1.013.179.176 shares."
3	Approval of the date of 22.08.2017 as registration date (ex-date 21.08.2017) for the shareholders impacted by the effects of the resolutions adopted by the extraordinary general meeting of shareholders.
4	Empowering the board of directors, and its members individually, to fulfill the resolutions adopted by the Extraordinary General Meeting of Shareholders

OGMS

1	Election of the secretariat for the OGMS meeting from among the shareholders of the company, in compliance with art. 129 line (2) Law no. 31/1990 regarding companies.
2	Approval of the consolidated financial statements drafted in compliance with International Financial Reporting Standards (IFRS) for financial year 2016 and the Consolidated Report of the Board of Directors, accompanied by the Report of the Financial Auditor.
3	Approval of the date of 22.08.2017 as registration date (ex-date 21.08.2017) for the shareholders impacted by the effects of the resolutions adopted by the ordinary general meeting of shareholders.
4	Empowering the board of directors, and its members individually, to fulfill the resolutions adopted by the Ordinary General Meeting of Shareholders.

6.3.

Internal regulations – harmonization with the organizational and applicable legislation development directions.

The drafting process on SIF Moldova level analysis process on FSA level have been run for the documentation corresponding to Alternate Investment Fund (AIF) certification file, in compliance with applicable regulations. The revised documentation, in compliance with FSA observations and recommendations has been submitted to FSA on 14.04.2017 and includes the following rules and work procedures foreseen under art. 13–19 of Law no. 74/2015:

1. Remuneration policies and practices for the staff categories whose professional activities have a significant impact on its risk profile.
 - a. Evaluation policies and procedures for the individuals in the management structure and individuals holding key positions in SIF Moldova
2. Policy regarding the prevention and management of conflicts of interest and personal transactions.
3. Risk management procedure
4. Liquidities management policy
5. Procedures regarding the organizational structure and administrative requirements, accounting requirements and control and protection devices in the field of electronic data processing, as well as proper internal control mechanisms.
6. The evaluation policies and procedures for assets and calculation of the unitary value of net asset per share (VUAN)
7. Procedures regarding the assignment of activities carried out by SIF Moldova
8. SIF Moldova's investment strategy and policy

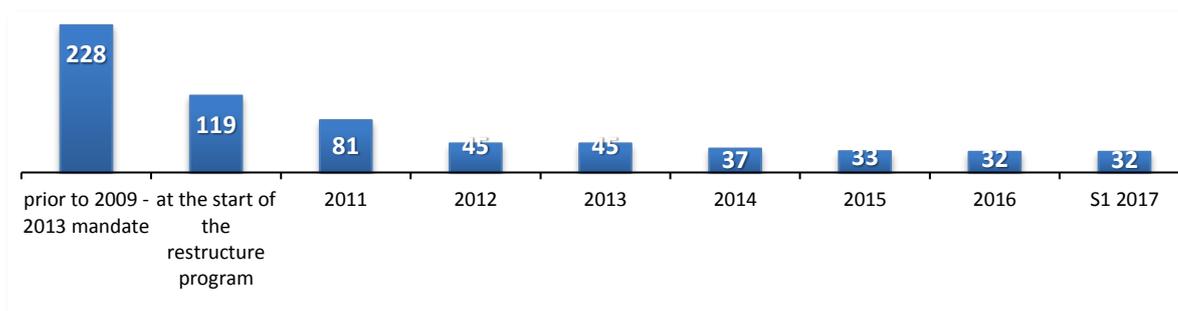
6.4.**Corporate Governance Code**

SIF Moldova's Corporate Governance Code has been aligned to the provisions of FSA reg. no. . 2/2016 regarding the principles of corporate governance principles by entities authorized, regulated and supervised by FSA and submitted and approved by the shareholders within the Ordinary General Meeting of Shareholders on 04.04.2017 (resolution no. 2 OGMS/04.04.2017).

The alignment to the provisions of FSA reg. no. 2/2016 has led to the amendment of **SIF Moldova's Memorandum of Association** with the attributions of the Board of Directors regarding the adopting of proper measures regarding the setting and application of corporate governance code principles (resolution no.4 EGMS/04.04.2017)

6.5.**Human Resource Management**

On the executive level special attention is paid to human resource for the purpose of insuring continuous professional training programs in order to maintain the expertise gains over several years of specialization. The staff working in the following fields has been included in the continuous training programs: investment analysis, internal control, audit, and accounting. The staff is periodically evaluated both from the performance point of view and from that of specific knowledge. In H1 2017 the total amount assigned for professional training and participation to conferences/ seminars in the field has been of 58.831 lei. Following the run of the process to improve the organizational structure of the company, the number of employees has had the following evolution:

**6.6.****Social responsibility**

According to the Governance Code, SIF Moldova permanently carries out activities regarding the company's social responsibility, directly supporting, or through specialized foundations/ associations, the

under-privileged categories in the community it carries out its activity or supports scientific, cultural, sporting, medical, educational, environmental actions, local or national interest events. SIF Moldova uses its tax facilities for sponsoring activities. Under these circumstances, in H1 2017 we have assigned the amount of 150.833 lei for this purpose

7

Events occurred after the reporting date

1. Endorsement of SIF Moldova management

(report from July 13, 2017)

SIF Moldova informs that through the Opinions no. 400, 401 and 402 of July 13, 2017, ASF has authorized the following:

- 1) Board of Directors component: Ceocea Costel, Ciorcila Horia, Doros Liviu Claudiu, Iancu Catalin Jianu Dan, Radu Octavian Claudiu - ASF Opinion no. 400 of July 13, 2017
- 2) Management component: Doros Liviu Claudiu – CEO, Iancu Catalin Jianu Dan – Deputy CEO – ASF Opinion no. 401 of July 13, 2017.

2. It has been approved the change of “SIF Moldova Memorandum of Association” in compliance with the decisions of the Extraordinary General Meeting of Shareholders no 3 and 4 of April 4, 2017 regarding the reducing of the number of members of the Board from 7 to 5, namely the alignment to the provisions of the ASF Regulation no. 2/2016 regarding the basic attributions of the Board of Directors that can not be delegated *(report from July 13, 2017)*

3. Report of the Financial Auditor Deloitte on the observance of the legal framework regarding the contracts concluded by the company, during January 1, 2017 – June 30, 2017 period, with the subsidiary Asset Invest SA and with the directors and executives of the company - In accordance with the provisions of article 113, letter G, paragraph 6 of CNVM Regulation no. 1/2006 *(report from July 28, 2017)*

4. The sale of Chimcomplex Borzesti stake *(Announcement from July 17, 2017)*

5. The Extraordinary General Meeting of Shareholders and The Ordinary General Meeting of Shareholders held on August 3, 2017 at the first convening; resolutions adopted *(report from August 3, 2017)*

Annexes:

1. Annex 1 Net asset status 30.06.2017
 - Annex 1.1. Status of SIF Moldova assets and liabilities (FSA reg. no. 15/2004- A16)
 - Annex 1.2. Status of assets and detailed status of investment of SIF Moldova (FSA reg no. 15/2004- A17)
2. Annex 2 Financial statement on 30.06.2017 IFRS
3. Annex 3 Litigations status on 30.06.2017
4. Annex 4 BVB, ASF Reporting– S1 2017

The Activity Report of the Board of Directors for H1 2017 has been approved in the BD meeting on August 2, 2017.

President
Costel CEOCEA

Chief Accountant
Cristina ANDRIES

Internal Control
Michaela PUSCAS

STATEMENT OF ASSETS AND LIABILITIES OF SIF MOLDOVA

Date of calculation 30/06/2017 - Monthly, balanta IFRS 1

		LEI	% total assets
1	NON-CURRENT ASSETS OF WHICH:	312.782.354,78	17,032
1.1	Intangible assets	43.757,00	0,002
1.2	Tangible assets	10.978.668,00	0,598
1.3	Financial assets, of which:	301.759.929,78	16,432
1.3.1	Listed shares, of which:	19.947.576,25	1,086
1.3.1.1	shares listed but never traded	0,00	0,000
1.3.1.2	shares listed but never traded in the last 30 days	19.947.576,25	1,086
1.3.2	Unlisted shares (closed), of witch:	208.956.926,87	11,379
1.3.2.1	Unlisted shares (closed)	207.688.848,18	11,309
1.3.2.2	untraded SICAR shares	1.268.078,69	0,069
1.3.3	Government securities	0,00	0,000
1.3.4	Certificates of deposit	0,00	0,000
1.3.5	Bank deposits	0,00	0,000
1.3.6	Unlisted bonds, of which:	7.542.591,46	0,411
1.3.6.1	Municipal bonds	0,00	0,000
1.3.6.2	Corporate bonds	7.542.591,46	0,411
1.3.7	Listed but never traded in the last 30 trading days, of which:	2.432.423,74	0,132
1.3.7.1	Municipal bonds	112.034,24	0,006
1.3.7.2	Corporate bonds	2.320.389,50	0,126
1.3.8	Newly issued securities	0,00	0,000
1.3.9	UCITS and non-UCITS equity securities	62.793.910,46	3,419
1.3.9.1	Not-traded fund units (non-UCITS)	62.793.910,46	3,419
1.3.9.2	Not-traded shares (non-UCITS)	0,00	0,000
1.3.9.3	ETF	0,00	0,000
1.3.10	Total other financial assets, of which:	86.501,00	0,005
1.3.10.1	Loans granted to group entities, associated entities and jointly controlled entities	0,00	0,000

		LEI	% total assets
1.3.10.2	Other financial assets (bail + guarantees administrators)	86.501,00	0,005
2	CURRENT ASSETS, OF WHICH:	1.523.381.303,62	82,954
2.1	Inventories	3.419,00	0,000
2.2	Claims, of which:	-600.231,00	-0,033
2.2.1.	Trade bills receivable	0,00	0,000
2.2.2.	Other claims	-600.231,00	-0,033
2.3	Cash availability	12.251.314,57	0,667
2.3.1	amounts in current accounts and in the financial investments services company accounts	10.826.103,90	0,590
2.3.2	amounts under settlement	1.384.210,67	0,075
2.3.3	amounts in transit	41.000,00	0,002
2.4	Short-term financial investments, of which:	1.400.781.671,68	76,278
2.4.1	Listed shares, of which:	1.206.534.703,39	65,701
2.4.1.1	listed on BVB	1.193.076.662,64	64,968
2.4.1.2	listed on foreign markets	1.026.578,32	0,056
2.4.1.3	listed on BVB-BER	0,00	0,000
2.4.1.4	listed on BVB-BER-OTC market	0,00	0,000
2.4.1.5	listed on SIBEX	0,00	0,000
2.4.1.6	listed on ATS	12.046.484,11	0,656
2.4.1.7	listed on SIBEX - ATS	384.978,32	0,021
2.4.2	Unlisted shares (unlisted but traded on BVB)	0,00	0,000
2.4.3	Traded bonds, of which:	0,00	0,000
2.4.3.1	Municipal bonds	0,00	0,000
2.4.3.2	Corporate bonds	0,00	0,000
2.4.4	UCITS and non-UCITS equity securities	166.812.265,28	9,084
2.4.4.1	Traded fund units (non-UCITS)	2.746.343,20	0,150
2.4.4.2	Non-traded fund units (UCITS)	54.954.222,43	2,992
2.4.4.3	Traded shares (non-UCITS)	109.111.699,65	5,942
2.4.4.4	ETF	0,00	0,000
2.4.5	Dividends or other receivables, of which:	27.434.703,01	1,494
2.4.5.1	Preference/allocation rights	0,00	0,000
2.4.5.2	dividends due from listed issuers	13.230.323,01	0,720
2.4.5.3	bonus shares	0,00	0,000
2.4.5.4	shares distributed with cash contribution	14.204.380,00	0,773
2.4.5.5	amounts due from capital decreases	0,00	0,000

		LEI	% total assets
2.5	Newly issued securities	0,00	0,000
2.6	Government securities	0,00	0,000
2.7	Bank deposits	105.294.085,32	5,734
2.8	Certificates of deposit	0,00	0,000
2.9	Other assets	5.651.044,05	0,308
2.9.1	Amounts to be cashed as a result of withdrawal from companies	5.641.622,05	0,307
2.9.2	Other current assets	9.422,00	0,001
3	DERIVATIVES	0,00	0,000
4	ACCRUED EXPENSES	248.099,00	0,014
5	TOTAL ASSETS	1.836.411.757,40	100,000
6	TOTAL LIABILITIES, of which:	167.225.422,00	
6.1	Loans from bond issue	0,00	
6.2	Amounts due to credit institutions	0,00	
6.3	Advance payments received from clients	0,00	
6.4	Trade creditors	616.227,00	
6.5	Trade bills payable	0,00	
6.6	Amounts due to group entities	536.053,00	
6.7	Amounts due to associated entities and jointly controlled entities	0,00	
6.8	Other liabilities, of which:	166.073.142,00	
6.8.1	Dividends due to the shareholders	73.831.462,00	
6.8.2	Amounts subscribed and not paid to the share capital increases of the issuers	0,00	
6.8.3	Other debts	92.241.680,00	
6.9	Debts from financial leasing operations	0,00	
6.10	Debts resulting from derivative operations	0,00	
7	PROVISIONS FOR LIABILITIES AND EXPENSES	8.399.426,00	
8	DEFERRED INCOME, of which:	7.012,00	
8.1	Subventions for investments	0,00	
8.2	Deferred Income	7.012,00	
8.3	Deferred income related to the assets received by transfer from clients	0,00	
9	EQUITY CAPITAL, of which:	1.682.848.056,00	
9.1	Share capital	103.817.918,00	
9.2	Premiums related to capital	0,00	
9.3	Revaluation differences	9.713.543,00	

		LEI	% total assets
9.4	Reserves	629.926.394,00	
9.5	Reported result	204.587.149,00	
9.6	Result of the year	72.222.054,00	
9.7	Profit distribution	0,00	
9.8	Own shares	38.180.983,00	
9.9	Reported result due to the adoption of IAS 29 for the first time	433.706.298,00	
9.10	Share capital adjustments	435.902.231,00	
9.11	Other equity elements	698.566.048,00	
10	TOTAL LIABILITIES	1.858.479.916,00	
11	NET ASSETS	1.669.179.323,40	
12	NUMBER OF ISSUED SHARES	997.179.176	
13	NET ASSET VALUE PER SHARE	1,6739	
14	NUMBER OF COMPANIES IN THE PORTFOLIO, of which:	81	
14.1	Companies admitted to trading on a regulated market	21	
14.2	Companies admitted to trading on an alternative trading system	19	
14.3	Not admitted companies to trading (closed companies)	41	
15	Companies for which no financial information was collected	1	

For the unlisted companies on which occurred share capital increases, the assessment through the book value/share method was carried out by using the equity in the financial statements which reflect the share capital increase.
SIF Moldova is in correspondence with the capital market institutions involved in this approach.

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depository Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

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

SIF Moldova portfolio assets which were assessed by valuation methods in accordance with International Valuation Standards, on 30.06.2017							
No	Issuer	Fiscal Code	Symbol	Number of shares held	No/Evaluation Report date	Value	
						RON / share	total
Shares of the companies in insolvency proceedings							
1	ATLAS GALATI GALATI	1633833	ATLK	17.036.782	7099 / 27.11.2015	0,2000	3.407.356,40
2	BUMBACARIA ROMANEASCA JILAVA	480359		597.125	2105 / 23.12.2016	0,0000	0,00
Shares listed and not traded in the last 30 trading days							
1	CEPROHART BRAILA	2269251	CPHA	84.385	388 / 21.02.2017	12,6054	1.063.706,00
2	MARTENS	1627270	MABE	72.203	820 / 11.05.2016	10,8400	782.680,52
3	REGAL GALATI	1647588	REGL	1.116.258	388 / 21.02.2017	8,4008	9.377.479,00
4	SPIT BUCOVINA SUCEAVA	728129	SPTU	1.162.275	388 / 21.02.2017	1,6151	1.877.219,00
5	TRANSTEC TECUCI	1632935	TRCS	286.699	1044 / 30.06.2017	1,5940	457.000,00
Unlisted shares (closed)							
1	AGROGAL SA GALATI GALATI	1627815		302.649	570 / 30.03.2017	1,9937	603.385,00
2	AGROINTENS SA BUCURESTI	33857839		1.433.211	873 / 31.05.2017	11,7420	16.828.708,00
3	AGROLAND CAPITAL SA BACAU	33857820		12.000	388 / 21.02.2017	8,1541	97.849,00
4	ALIMENCO PASCANI	6101101		53.857	388 / 21.02.2017	24,8661	1.339.212,00
5	ALIMENTARA CLUJ NAPOCA	199192		10.468.044	388 / 21.02.2017	0,7683	8.042.463,00
6	ASSET INVEST BACAU Bacau	32267040		38.330.420	388 / 21.02.2017	0,0745	2.854.757,00
7	BUCOVINA-TEX RADAUTI	2692358		77.820	388 / 14.02.2017	24,8703	1.935.406,00
8	CASA SA BACAU BACAU	8376788		3.248.682	388 / 21.02.2017	3,1515	10.238.343,00
9	DYONISOS COTESTI	7467373		772.824	1282 / 12.09.2014	0,7100	548.705,04
10	EXIMBANK BUCURESTI	361560		414.740	388 / 21.02.2017	6,2418	2.588.718,00
11	HOTEL SPORT CLUJ S.A. CLUJ	35075642		19.329.398	388 / 21.02.2017	0,9928	19.189.399,00

12	HUMOREANCA GURA HUMORULUI	736075		11.320	388 / 21.02.2017	36,2604	410.468,00
13	HYPERION IASI	3912346		116.433	1044 / 30.06.2017	6,2456	727.196,00
14	ISTRU BRAILA	2268833		218.489	388 / 21.02.2017	18,5545	4.053.964,00
15	PARTMEN BACAU	11334812		75.748	388 / 21.02.2017	17,5467	1.329.126,00
16	RULMENTI BIRLAD	2808089		2.408.645	388 / 21.02.2017	4,7040	11.330.166,00
17	SIMAT SIGHISOARA	1222889		95.172	1044 / 30.06.2017	3,3203	316.000,00
18	TESATORIILE REUNITE BUCURESTI	425818		4.587.525	728 / 27.04.2017	10,0455	46.084.100,00
19	VASCAR VASLUI	829522		297.800	1205 / 09.09.2015	5,7700	1.718.306,00

Prepared
SIF MOLDOVA

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

The assets of SIF Moldova in compliance with ASF Regulation no 9/2014 - Annex 17
Date: 30/06/2017 - Monthly

Item	Currency	The beginning of the reporting period (30/12/2016)				The end of the reporting period (30/06/2017)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
A. Grand total assets	RON	106,646	100,000	0,00	1.690.951.124,07	110,019	100,000	0,00	1.836.411.757,40	145.460.633,33
I. Total assets	RON	105,930	99,329	0,00	1.679.597.952,19	109,362	99,403	0,00	1.825.450.789,58	145.852.837,39
	CAD	0,155	0,145	767.775,27	2.450.815,44	0,084	0,076	453.720,07	1.393.964,17	-1.056.851,27
	EUR	0,560	0,526	1.957.017,21	8.887.010,87	0,572	0,520	2.097.411,91	9.551.404,11	664.393,24
	USD	0,001	0,001	3.566,00	15.345,57	0,001	0,001	3.908,19	15.599,54	253,97
1. Securities and money market instruments, of which:	RON	72,450	67,935	0,00	1.148.740.712,51	73,562	66,863	0,00	1.227.888.125,06	79.147.412,55
	CAD	0,149	0,139	737.654,00	2.354.665,33	0,062	0,056	334.140,00	1.026.578,32	-1.328.087,01
1.1. securities and money market instruments admitted or traded on a Romanian regulated market, of which:	RON	72,450	67,935	0,00	1.148.740.712,51	73,562	66,863	0,00	1.227.888.125,06	79.147.412,55
1.1.1. shares and similar securities (mentioning each category)	RON	72,301	67,795	0,00	1.146.385.083,07	73,417	66,731	0,00	1.225.455.701,32	79.070.618,25
1.1.1.a. admitted on BVB	RON	70,042	65,677	0,00	1.110.569.246,56	71,477	64,968	0,00	1.193.076.662,64	82.507.416,08
1.1.1.b. admitted on BVB-BER	RON			0,00				0,00		0,00
1.1.1.c. admitted on BVB-BER-OTC market	RON			0,00				0,00		0,00
1.1.1.d. preference/allocation rights	RON			0,00				0,00		0,00
1.1.1.d.1. not traded	RON			0,00				0,00		0,00
1.1.1.d.2. traded	RON			0,00				0,00		0,00
1.1.1.e. unlisted but traded through BVB system	RON			0,00				0,00		0,00
1.1.1.f. admitted but never traded	RON			0,00				0,00		0,00
1.1.1.g. admitted but not traded in the last 30 days	RON	1,570	1,472	0,00	24.892.463,30	1,195	1,086	0,00	19.947.576,25	-4.944.887,05
1.1.1.h. listed on BVB - in litigation	RON			0,00				0,00		0,00

Item	Currency	The beginning of the reporting period (30/12/2016)				The end of the reporting period (30/06/2017)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
1.1.1.i. admitted on SIBEX	RON			0,00				0,00		0,00
1.1.1.j. admitted on ATS	RON	0,667	0,626	0,00	10.577.839,39	0,722	0,656	0,00	12.046.484,11	1.468.644,72
1.1.1.l. admitted on SIBEX - ATS	RON	0,022	0,020	0,00	345.533,82	0,023	0,021	0,00	384.978,32	39.444,50
1.1.2. bonds (by categories of issuers)	RON	0,149	0,139	0,00	2.355.629,44	0,146	0,132	0,00	2.432.423,74	76.794,30
1.1.2.a. municipal bonds	RON	0,007	0,007	0,00	117.918,50	0,007	0,006	0,00	112.034,24	-5.884,26
1.1.2.b. localities bonds	RON			0,00				0,00		0,00
1.1.2.c. corporate bonds	RON	0,141	0,132	0,00	2.237.710,94	0,139	0,126	0,00	2.320.389,50	82.678,56
1.1.2.d. government bonds	RON			0,00				0,00		0,00
1.1.3. other receivables (by issuer type and issuer category)	RON			0,00				0,00		0,00
1.1.4. other securities	RON			0,00				0,00		0,00
1.1.5. money market instruments (by categories);	RON			0,00				0,00		0,00
1.1.5.a. government securities	RON			0,00				0,00		0,00
1.2. securities and money market instruments admitted or traded on a regulated market, within a member state	RON			0,00				0,00		0,00
1.3. securities and money market instruments admitted in the official quotation of a stock market, within a non-member state, or negotiated on another regulated market within a non-member state	RON			0,00				0,00		0,00
	CAD	0,149	0,139	737.654,00	2.354.665,33	0,062	0,056	334.140,00	1.026.578,32	-1.328.087,01
2. newly issued securities	RON			0,00				0,00		0,00
3. other securities and money market instruments, mentioned in art. 187, paragraph a), of which:	RON	12,646	11,858	0,00	200.505.188,25	12,443	11,309	0,00	207.688.848,18	7.183.659,93
	EUR	0,533	0,500	1.860.543,32	8.448.913,27	0,528	0,480	1.934.752,66	8.810.670,15	361.756,88
3.1. securities (by categories and types of issuers)	RON	12,646	11,858	0,00	200.505.188,25	12,443	11,309	0,00	207.688.848,18	7.183.659,93
	EUR	0,533	0,500	1.860.543,32	8.448.913,27	0,528	0,480	1.934.752,66	8.810.670,15	361.756,88
3.1.1. Shares	RON	12,646	11,858	0,00	200.505.188,25	12,443	11,309	0,00	207.688.848,18	7.183.659,93
	EUR	0,058	0,055	203.386,78	923.599,71	0,076	0,069	278.459,93	1.268.078,69	344.478,98
3.1.2. Bonds	RON			0,00				0,00		0,00
	EUR	0,475	0,445	1.657.156,54	7.525.313,56	0,452	0,411	1.656.292,73	7.542.591,46	17.277,90
3.1.2.a. corporate bonds	RON			0,00				0,00		0,00
	EUR	0,475	0,445	1.657.156,54	7.525.313,56	0,452	0,411	1.656.292,73	7.542.591,46	17.277,90

Item	Currency	The beginning of the reporting period (30/12/2016)				The end of the reporting period (30/06/2017)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	
3.1.2.b. municipal bonds	RON			0,00				0,00		0,00
3.1.2.c. localities bonds	RON			0,00				0,00		0,00
3.1.2.d. government bonds	RON			0,00				0,00		0,00
3.2. money market instruments (by categories)	RON			0,00				0,00		0,00
3.2.1. certificates of deposit	RON			0,00				0,00		0,00
4. Bank deposits, of which:	RON	7,405	6,944	0,00	117.419.490,71	6,268	5,697	0,00	104.618.158,50	-12.801.332,21
	EUR	0,020	0,019	70.007,58	317.911,44	0,040	0,037	148.428,12	675.926,82	358.015,38
4.1. bank deposits in Romanian credit institutions;	RON	7,405	6,944	0,00	117.419.490,71	6,268	5,697	0,00	104.618.158,50	-12.801.332,21
	EUR	0,020	0,019	70.007,58	317.911,44	0,040	0,037	148.428,12	675.926,82	358.015,38
4.2. bank deposits in member state credit institutions;	RON			0,00				0,00		0,00
4.3. bank deposits in non-member state credit institutions;	RON			0,00				0,00		0,00
5. Derivatives traded on a regulated market:	RON			0,00				0,00		0,00
5.1. Derivatives traded on a Romanian regulated market, by categories;	RON			0,00				0,00		0,00
5.1.1. Futures	RON			0,00				0,00		0,00
5.1.2. Options	RON			0,00				0,00		0,00
5.2. Derivatives traded on a member state regulated market, by categories	RON			0,00				0,00		0,00
5.3. Derivatives traded on a non-member state regulated market, by categories	RON			0,00				0,00		0,00
5.4. Derivatives traded outside the regulated markets, by categories	RON			0,00				0,00		0,00
6. Cash and current accounts	RON	0,044	0,041	0,00	694.836,89	0,622	0,565	0,00	10.378.311,37	9.683.474,48
	CAD	0,006	0,006	30.121,27	96.150,11	0,022	0,020	119.580,07	367.385,85	271.235,74
	EUR	0,008	0,007	26.466,31	120.186,16	0,004	0,004	14.231,13	64.807,14	-55.379,02
	USD	0,001	0,001	3.566,00	15.345,57	0,001	0,001	3.908,19	15.599,54	253,97
7. Money market instruments, others than those traded on a regulated market, in accordance with art. 101 (1) letter g) of Law 297/2004.	RON			0,00				0,00		0,00
8. UCITS and non UCITS equity securities, of which:	RON	12,555	11,773	0,00	199.071.465,10	13,756	12,503	0,00	229.606.175,74	30.534.710,64
8.1. UCITS securities	RON	3,336	3,128	0,00	52.901.115,07	3,292	2,992	0,00	54.954.222,43	2.053.107,36
8.1.1. Fund units	RON	3,336	3,128	0,00	52.901.115,07	3,292	2,992	0,00	54.954.222,43	2.053.107,36

Item	Currency	The beginning of the reporting period (30/12/2016)				The end of the reporting period (30/06/2017)				Differences
		% of the net assets	% of the total assets	Currency	LEI	% of the net assets	% of the total assets	Currency	LEI	LEI
8.1.2. ETFs	RON			0,00				0,00		0,00
8.2. non UCITS securities	RON	9,219	8,644	0,00	146.170.350,03	10,463	9,511	0,00	174.651.953,31	28.481.603,28
8.2.1. Shares / Fund units	RON	9,219	8,644	0,00	146.170.350,03	10,463	9,511	0,00	174.651.953,31	28.481.603,28
8.2.2. ETFs	RON			0,00				0,00		0,00
9. Other assets (amounts in transit, receivables from distributors, brokerage houses, tangible and intangible assets, claims, etc)	RON	0,830	0,779	0,00	13.166.258,73	2,712	2,465	0,00	45.271.170,73	32.104.912,00

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depository Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS

Securities admitted or traded on a Romanian regulated market Date: 30/06/2017 Monthly

No	Issuer	Symbol	Last trading session	Owned shares	Nominal value / share	Market value / share	Total value	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
ADMITTED COMPANIES TO ATS										
1	CHIMCOMPLEX	CHOB	28.06.2017	3.394.967	1,2600	1,2500	4.243.708,75	2,515	0,231	0,254
2	COMAT GALATI	COTM	22.06.2017	1.028.875	1,0000	0,8500	874.543,75	9,455	0,048	0,052
3	ELEROM	ELER	06.06.2017	23.357	13,0000	14,5500	339.844,35	8,930	0,019	0,020
4	FAM	FAMZ	29.06.2017	108.237	6,3000	2,6000	281.416,20	23,356	0,015	0,017
5	IASITEX	IASX	30.06.2017	611.269	10,2400	6,1000	3.728.740,90	29,036	0,203	0,223
6	SANTIERUL NAVAL CONSTANTA	SNC	30.06.2017	1.300.836	2,5000	1,0600	1.378.886,16	2,001	0,075	0,083
7	STOFE	STOF	30.06.2017	322.224	2,5000	1,5000	483.336,00	16,226	0,026	0,029
8	URB RULMENTI	URUL	23.05.2017	1.790.020	2,5000	0,4000	716.008,00	15,874	0,039	0,043
TOTAL ADMITTED COMPANIES TO ATS							12.046.484,11		0,656	0,722
ADMITTED COMPANIES TO BVB										
1	AEROSTAR	ARS	30.06.2017	22.876.258	0,3200	3,4300	78.465.564,94	15,023	4,273	4,701
2	BANCA TRANSILVANIA	TLV	30.06.2017	250.376.686	1,0000	2,6850	672.261.401,91	6,867	36,607	40,275
3	BIOFARM	BIO	30.06.2017	134.207.209	0,1000	0,2960	39.725.333,86	13,620	2,163	2,380
4	BURSA DE VALORI BUCURESTI	BVB	30.06.2017	383.709	10,0000	32,7000	12.547.284,30	5,000	0,683	0,752

No	Issuer	Symbol	Last trading session	Owned shares	Nominal value / share	Market value / share	Total value	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
5	CASA DE BUCOVINA CLUB DE MUNTE	BCM	30.06.2017	10.304.334	0,1000	0,0696	717.181,65	6,158	0,039	0,043
6	COMPA	CMP	30.06.2017	10.929.100	0,1000	1,1850	12.950.983,50	4,995	0,705	0,776
7	CONPET	COTE	30.06.2017	61.561	3,3000	95,2000	5.860.607,20	0,711	0,319	0,351
8	CONTED	CNTE	30.06.2017	2.495	9,5300	33,1000	82.584,50	1,041	0,004	0,005
9	DIGI COMMUNICATION N.V.	DIGI	30.06.2017	75.000	0,0100	39,0000	2.925.000,00	0,011	0,159	0,175
10	ELECTRICA SA	EL	30.06.2017	1.245.932	10,0000	13,1000	16.321.709,20	0,360	0,889	0,978
11	ELECTROMAGNETICA	ELMA	29.06.2017	34.301.800	0,1000	0,1715	5.882.758,70	5,074	0,320	0,352
12	MECANICA CEAHLAU	MECF	30.06.2017	151.866.807	0,1000	0,1350	20.502.018,95	63,302	1,116	1,228
13	OMV PETROM	SNP	30.06.2017	392.416.453	0,1000	0,2835	111.250.064,43	0,693	6,058	6,665
14	SNGN ROMGAZ SA	SNG	30.06.2017	2.763.914	1,0000	30,7500	84.990.355,50	0,717	4,628	5,092
15	SNTGN TRANSGAZ	TGN	30.06.2017	274.547	10,0000	358,0000	98.287.826,00	2,332	5,352	5,888
16	TRANSELECTRICA	TEL	30.06.2017	1.108.080	10,0000	27,3500	30.305.988,00	1,512	1,650	1,816
TOTAL ADMITTED COMPANIES TO BVB							1.193.076.662,64		64,968	71,477
ADMITTED BUT NOT TRADED COMPANIES IN THE LAST 30 DAYS										
1	ADMET	ADMY	04.11.2016	125.400	2,5000	10,2272	1.282.493,31	23,842	0,070	0,077
2	ATLAS GALATI	ATLK	13.01.2014	17.036.782	0,1000	0,2000	3.407.356,40	33,995	0,186	0,204
3	CEPROHART	CPHA	14.07.2016	84.385	2,5000	12,6054	1.063.706,00	30,252	0,058	0,064
4	LACTATE NATURA	INBO	10.05.2017	147.847	2,5000	3,4899	515.970,89	5,986	0,028	0,031
5	MARTENS	MABE	24.04.2017	72.203	2,5000	10,8400	782.680,52	7,743	0,043	0,047
6	REGAL	REGL	16.09.2016	1.116.258	0,1000	8,4008	9.377.479,00	93,022	0,511	0,562
7	SPIT BUCOVINA	SPTU	11.04.2017	1.162.275	1,0000	1,6151	1.877.219,00	19,547	0,102	0,112
8	TRANSILANA	TRSK	09.05.2017	7.352.083	0,1000	0,1426	1.048.302,80	15,080	0,057	0,063

No	Issuer	Symbol	Last trading session	Owned shares	Nominal value / share	Market value / share	Total value	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
9	TRANSTEC	TRCS	24.03.2017	286.699	2,5000	1,5940	457.000,00	41,031	0,025	0,027
10	VITIMAS	VITK	28.04.2017	10.497	2,5000	12,8959	135.368,33	1,477	0,007	0,008
TOTAL ADMITTED BUT NOT TRADED COMPANIES IN THE LAST 30 DAYS							19.947.576,25		1,086	1,195
ADMITTED COMPANIES TO SIBEX - ATS										
1	ARMAX GAZ	ARAX	30.06.2017	157.778	10,0000	2,4400	384.978,32	2,569	0,021	0,023
TOTAL ADMITTED COMPANIES TO SIBEX - ATS							384.978,32		0,021	0,023
TOTAL ADMITTED COMPANIES				35			1.225.455.701,32		66,731	73,417

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

Preemptive rights which have not been traded							
No	Issuer	No of rights held	Nominal value / share	Theoretical value of the preemptive right	Total theoretical value	Percentage in the total assets of SIF Moldova	Percentage in the net assets of SIF Moldova
1	2	3	4	5	6 = 3 * 5	7	8

Virtual shares										
No	Issuer	Symbol	Last trading session	Source	No of shares	Nominal value / share	Market value / share	Total value	Percentage in the total assets of SIF	Percentage in the net assets of SIF

1	2	3	4	5	6	7	8	9 = 6 * 8	10	11
---	---	---	---	---	---	---	---	-----------	----	----

Prepared
SIF MOLDOVA

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS

Securities admitted or traded on a regulated market in a Non Member State

Data: 30/06/2017 Monthly

No	Issuer	ISIN	Last trading session	Owned shares	Nominal value / share	Market value / share	Exchange rate BNR/RON	Total value RON	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9 = 5 * 7 * 8	10	11	12
ADMITTED COMPANIES ON INTERNATIONAL MARKET											
Shares traded - denominated in CAD											
1	GABRIEL RESOURCES	CA3619701061	29.06.2017	1.113.800	0,0000	0,3000	3,0723	1.026.578,32	0,290	0,056	0,062
TOTAL CAD								1.026.578,32		0,056	0,062
TOTAL ADMITTED COMPANIES ON INTERNATIONAL MARKET								1.026.578,32		0,056	0,062
TOTAL ADMITTED COMPANIES				1				1.026.578,32		0,056	0,062

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

Preemptive rights which have not been traded							
No	Issuer	No of rights held	Nominal value / share	Theoretical value of the preemptive right	Total theoretical value	Percentage in the total assets of SIF Moldova	Percentage in the net assets of SIF Moldova
1	2	3	4	5	6 = 3 * 5	7	8

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

Prepared
SIF MOLDOVA

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS

Instruments mentioned in Article 187, point a)

Date: 30/06/2017 Monthly

No.	Issue	No of shares held	Date of acquisition	Average price of acquisition	Nominal value/share	Share value	Total value	Total value (RON)	Percentage in the share capital of the issuer	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9	10	11	12
CLOSED COMPANIES											
EUR											
1	CATALYST ROMANIA SCA SICAR AA	230,000	31.12.2012	4.459,2996	1.000,0000	1.210,6954	278.459,93	1.268.078,69	2,049	0,069	0,076
TOTAL EUR							278.459,93	1.268.078,69	2,05	0,069	0,076
RON											
2	AGRICOLA INTERNATIONAL BC	6.639.150,000	2000	0,1000	0,1000	0,3884	2.578.353,94	2.578.353,94	1,581	0,140	0,154
3	AGROCOMPLEX BIRLAD VS	67.343,000	1993	2,5000	2,5000	0,0000	0,00	0,00	7,188	0,000	0,000
4	AGROGAL SA GALATI GL	302.649,000	1993	2,0400	2,0400	1,9937	603.385,00	603.385,00	6,674	0,033	0,036
5	AGROINDUSTRIALA CORA TL	12.631,000	1993	2,5000	2,5000	1,1479	14.499,03	14.499,03	7,907	0,001	0,001
6	AGROINTENS SA B1	1.433.211,000	20.12.2016	10,0000	10,0000	11,7420	16.828.708,00	16.828.708,00	100,000	0,916	1,008
7	AGROLAND CAPITAL SA BC	12.000,000	20.12.2016	0,0000	10,0000	8,1541	97.849,00	97.849,00	99,992	0,005	0,006
8	ALIMENCO IS	53.857,000	1994	2,5000	2,5000	24,8661	1.339.212,00	1.339.212,00	28,465	0,073	0,080
9	ALIMENTARA CJ	10.468.044,000	2004	0,1559	0,1000	0,7683	8.042.463,00	8.042.463,00	18,376	0,438	0,482
10	ASSET INVEST BACAU BC	38.330.420,000	24.10.2013	0,1000	0,1000	0,0745	2.854.757,00	2.854.757,00	99,997	0,155	0,171
11	ATLAS BRAILA BR	22.337,000	1993	2,5000	2,5000	23,4535	523.881,36	523.881,36	14,985	0,029	0,031
12	BRIKSTON CONSTRUCTION SOLUTIONS(CERAMICA IS	225,000	2005	0,9626	0,5000	1,2818	288,41	288,41	0,000	0,000	0,000
13	BUCOVINA VEHICLES SA SV	2,000	31.05.2012	20.000,0000	20.000,0000	19.998,7991	39.997,60	39.997,60	0,009	0,002	0,002
14	BUCOVINA-TEX SV	77.820,000	1993	2,5000	2,5000	24,8703	1.935.406,00	1.935.406,00	28,488	0,105	0,116

15	BUMBACARIA ROMANEASCA IF	597.125,000	1993	1,0000	1,0000	0,0000	0,00	0,00	48,686	0,000	0,000
16	CASA ROMANA DE COMPENSATIE SB	852.039,000	2006	1,1990	0,1000	0,0000	0,00	0,00	7,879	0,000	0,000
17	CASA SA BACAU BC	3.248.682,000	1999	2,5212	2,5000	3,1515	10.238.343,00	10.238.343,00	99,026	0,558	0,613
18	CONFECTIA TG.JIU GJ	75.938,000	1993	2,5046	2,5000	0,0000	0,00	0,00	31,609	0,000	0,000
19	CONTOR GROUP AR	1.918.873,000	2008	0,3249	0,1000	0,0000	0,00	0,00	0,990	0,000	0,000
20	DEPOZITARUL CENTRAL(REGISCO) BU	7.396.029,000	1997	0,1341	0,1000	0,1225	905.742,94	905.742,94	2,924	0,049	0,054
21	DEPOZITARUL SIBEX SA SB	6.480,000	31.03.2009	100,0000	100,0000	91,9020	595.525,07	595.525,07	2,824	0,032	0,036
22	DYONISOS VN	772.824,000	1995	0,1000	0,1000	0,7100	548.705,04	548.705,04	12,410	0,030	0,033
23	EXIMBANK BU	414.740,000	1993	6,0000	6,0000	6,2418	2.588.718,00	2.588.718,00	0,311	0,141	0,155
24	FAVIL VL	730.000,000	1993	1,0000	1,0000	1,0783	787.131,88	787.131,88	19,942	0,043	0,047
25	FORTUS IS	5.153.925,000	1993	2,5000	2,5000	0,0000	0,00	0,00	13,565	0,000	0,000
26	HOTEL SPORT CLUJ S.A. CJ	19.329.398,000	04.01.2017	0,0000	1,0000	0,9928	19.189.399,00	19.189.399,00	99,990	1,045	1,150
27	HUMOREANCA SV	11.320,000	1993	3,5000	3,5000	36,2604	410.468,00	410.468,00	17,008	0,022	0,025
28	HYPERION IS	116.433,000	1993	2,5000	2,5000	6,2456	727.196,00	727.196,00	29,399	0,040	0,044
29	ISTRU BR	218.489,000	1993	2,5000	2,5000	18,5545	4.053.964,00	4.053.964,00	47,255	0,221	0,243
30	PARTMEN BC	75.748,000	1999	2,5000	2,5000	17,5467	1.329.126,00	1.329.126,00	26,592	0,072	0,080
31	PISCICOLA MURIGHIOL B1	253.026,000	1993	2,5000	2,5000	0,0000	0,00	0,00	30,000	0,000	0,000
32	RAFO BC	835.250,000	1993	0,2608	0,2600	0,0000	0,00	0,00	0,095	0,000	0,000
33	REAL ESTATE ASSET S.A. BC	683.237.050,000	06.08.2014	0,1000	0,1000	0,0981	67.058.361,52	67.058.361,52	100,000	3,652	4,017
34	RULMENTI VS	2.408.645,000	1993	2,5014	2,5000	4,7040	11.330.166,00	11.330.166,00	6,005	0,617	0,679
35	SIBEX SIBIU STOCK EXCHANGE SA SB	1.671.217,000	2005	1,3158	1,0000	0,4984	832.961,23	832.961,23	4,999	0,045	0,050
36	SIMAT MS	95.172,000	1993	2,5000	2,5000	3,3203	316.000,00	316.000,00	37,908	0,017	0,019
37	TESATORIILE REUNITE BU	4.587.525,000	1993	4,6737	2,5000	10,0455	46.084.100,00	46.084.100,00	100,000	2,509	2,761
38	UPSS BT	608.600,000	1993	1,0000	1,0000	1,3634	829.740,70	829.740,70	16,721	0,045	0,050
39	VASCAR VS	297.800,000	1993	2,5000	2,5000	5,7700	1.718.306,00	1.718.306,00	21,450	0,094	0,103
40	VASTEX VS	147.105,000	1993	2,7613	2,5000	22,3384	3.286.093,46	3.286.093,46	13,935	0,179	0,197
41	VINIA IS	11.634,000	1993	2,5000	2,5000	0,0000	0,00	0,00	0,163	0,000	0,000
	TOTAL RON						207.688.848,18	207.688.848,18	1.205,35	11,308	12,443
	TOTAL CLOSED COMPANIES							208.956.926,87		11,377	12,519

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

No	Issuer	Source	No of shares	Nominal value / share	Subscripti on price / share	Subscription value	Remaining amount to be subscribed	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7 = 4 * 6	8	9	10
1	TESATORIILE REUNITE	cu aport	5.681.752	2,5000	2,5000	14.204.380,00	0,00	0,773	0,851
TOTAL						14.204.380,00		0,773	0,851

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depositary Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU



Str. Pictor Aman 94C
 Bacău, România
 Cod Postal 600164
 Telefon 0234 576 740
 Fax 0234 570 062
 sifm@sifm.ro
 www.sifm.ro

Capital Social: 103.817.917,60LEI
 Depozitar: BRD-GSG, Bucuresti
 CIF: 2816642
 Of. Reg. Com.: J04/2400/92
 Autorizare CNVM: 1902/30.08.99
 Registrul CNVM: PJR09SIIR/040001/14.12.05
 Nr înregistrare ANSPDCP: 3449

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

No.	Issuer	Symbol	No. of Bonds	Date of acquisition	Maturity date	Acquisition price	Bond value	Daily increase	Accrued interest	Present value	Present value (RON)	Percentage in the total assets of SIF	Percentage in the net assets of SIF	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	
Bonds listed and not traded in the last 30 trading days														
Municipal Bonds														
RON														
1	PRIMARIA BACAU	BAC26B	2.000	03.09.2009	31.10.2026	100,00	55,86	5,15	314,24	112.034,24	112.034,24	0,006	0,007	
TOTAL RON			2.000							314,24	112.034,24	112.034,24	0,006	0,007
Total Municipal Bonds			2.000								112.034,24	112.034,24	0,006	0,007
TOTAL Bonds listed and not traded in the last 30 trading days			2.000								112.034,24	112.034,24	0,006	0,007
TOTAL			2.000								112.034,24	112.034,24	0,006	0,007

Prepared
SIF MOLDOVA

President and CEO,
 Costel CEOCEA

Chief Accountant
 Carmen Cristina ANDRIES

Back Office
 Gabriela PETER

Internal Control
 Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
 Manager, Claudia IONESCU

Certified, Ionela RADUCU

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

No.	Issuer	Symbol	No. of Bonds	Date of acquisition	Maturity date	Acquisition price	Bond value	Daily increase	Accrued interest	Present value	Present value (RON)	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8	9	10	11	12	13	14
Bonds listed and not traded in the last 30 trading days													
Corporative Bonds													
RON													
1	ENGIE Romania S.A	GSER17	221	30.10.2012	30.10.2017	10.000,00	10.000,00	454,28	110.389,50	2.320.389,50	2.320.389,50	0,126	0,139
TOTAL RON			221						110.389,50	2.320.389,50	2.320.389,50	0,126	0,139
Total Corporative Bonds			221								2.320.389,50	0,126	0,139
TOTAL Bonds listed and not traded in the last 30 trading days			221								2.320.389,50	0,126	0,139
Unlisted bonds													
Corporative Bonds													
EUR													
1	BANCA TRANSILVANIA		2.685.541	22.05.2013	22.05.2020	0,60	0,60	269,27	44.968,13	1.656.292,73	7.542.591,46	0,411	0,452
TOTAL EUR			2.685.541						44.968,13	1.656.292,73	7.542.591,46	0,411	0,452
Total Corporative Bonds			2.685.541								7.542.591,46	0,411	0,452
TOTAL Unlisted bonds			2.685.541								7.542.591,46	0,411	0,452
TOTAL			2.685.762								9.862.980,96	0,537	0,591



Str. Pictor Aman 94C
Bacău, România
Cod Postal 600164
Telefon 0234 576 740
Fax 0234 570 062
sifm@sifm.ro
www.sifm.ro

Capital Social: 103.817.917,60LEI
Depozitar: BRD-GSG, Bucuresti
CIF: 2816642
Of. Reg. Com.: J04/2400/92
Autorizare CNVM: 1902/30.08.99
Registrul CNVM: PJR09SIIR/040001/14.12.05
Nr înregistrare ANSPDCP: 3449

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

Prepared
SIF MOLDOVA

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS Bank deposits Date: 30/06/2017 Monthly

Filing date	Maturity date	Currency	Initial value		Daily interest		Accrued interest		Present value		Percentage in the total assets of SIF	Percentage in the net assets of SIF
			Foreign currency	RON	Foreign currency	RON	Foreign currency	RON	Foreign currency	RON		
BANCA TRANSILVANIA												
19.04.2017	19.07.2017	EUR	49.900,00	227.239,61	0,19	0,88	14,17	64,51	49.914,17	227.304,12	0,01	0,01
11.05.2017	11.08.2017	EUR	98.500,00	448.559,15	0,27	1,25	13,95	63,55	98.513,95	448.622,70	0,02	0,03
31.05.2017	31.07.2017	RON		7.250.000,00		100,69		3.121,53	7.253.121,53	7.253.121,53	0,39	0,43
06.06.2017	07.08.2017	RON		5.000.000,00		69,44		1.736,11	5.001.736,11	5.001.736,11	0,27	0,30
06.06.2017	07.08.2017	RON		5.000.000,00		69,44		1.736,11	5.001.736,11	5.001.736,11	0,27	0,30
06.06.2017	07.08.2017	RON		7.200.000,00		100,00		2.500,00	7.202.500,00	7.202.500,00	0,39	0,43
09.06.2017	09.08.2017	RON		14.000.000,00		194,44		4.277,78	14.004.277,78	14.004.277,78	0,76	0,84
13.06.2017	11.08.2017	RON		10.750.000,00		149,31		2.687,50	10.752.687,50	10.752.687,50	0,59	0,64
15.06.2017	17.07.2017	RON		6.300.000,00		61,25		980,00	6.300.980,00	6.300.980,00	0,34	0,38
Total BANCA TRANSILVANIA				56.175.798,76		746,71		17.167,08		56.192.965,84	3,06	3,37
BRD												
30.06.2017	03.07.2017	RON		12.135.427,98		84,27		84,27	12.135.512,25	12.135.512,25	0,66	0,73
Total BRD				12.135.427,98		84,27		84,27		12.135.512,25	0,66	0,73

Filing date	Maturity date	Currency	Initial value		Daily interest		Accrued interest		Present value		Percentage in the total assets of SIF	Percentage in the net assets of SIF
			Foreign currency	RON	Foreign currency	RON	Foreign currency	RON	Foreign currency	RON		
EXIMBANK												
17.05.2017	17.07.2017	RON		15.000.000,00		216,67		9.750,00	15.009.750,00	15.009.750,00	0,82	0,90
06.06.2017	06.09.2017	RON		10.000.000,00		152,78		3.819,44	10.003.819,44	10.003.819,44	0,54	0,60
13.06.2017	13.07.2017	RON		4.250.000,00		41,32		743,75	4.250.743,75	4.250.743,75	0,23	0,25
20.06.2017	20.09.2017	RON		7.700.000,00		117,64		1.294,03	7.701.294,03	7.701.294,03	0,42	0,46
Total EXIMBANK				36.950.000,00		528,40		15.607,22		36.965.607,22	2,01	2,21
GRAND TOTAL				105.261.226,74		1.359,39		32.858,58		105.294.085,32	5,73	6,31

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depository Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS

UCITS / Non UCITS listed DATE: 30/06/2017 Monthly

No.	Issuer	Symbol	Last trading session	No of securities held	Nominal value/ security	Security value	Total value	Percentage in the total no of fund units in circulation	Percentage in the total assets of SIF	Percentage in the net assets of SIF
1	2	3	4	5	6	7	8 = 5 * 7	9	10	11
SECURITIES ADMITTED BVB - REGS										
SHARES BVB - REGS										
1	SIF BANAT CRISANA	SIF1	30.06.2017	997.623	0,1000	1,9400	1.935.388,62	0,182	0,105	0,116
2	SIF MUNTENIA	SIF4	30.06.2017	40.160.859	0,1000	0,7960	31.968.043,76	4,976	1,741	1,915
3	SIF OLTENIA	SIF5	30.06.2017	28.760.041	0,1000	1,7720	50.962.792,65	4,957	2,775	3,053
4	SIF TRANSILVANIA	SIF3	30.06.2017	97.371.384	0,1000	0,2490	24.245.474,62	4,458	1,320	1,453
TOTAL SHARES BVB - REGS							109.111.699,65		5,941	6,537
FUND UNITS BVB - REGS										
1	FII BET-FI INDEX INVEST	BTF	06.06.2017	3.726	200,0000	538,0000	2.004.588,00	17,820	0,109	0,120

2	STK Emergent	STK	30.06.2017	14.776	200,0000	50,2000	741.755,20	2,423	0,040	0,044
TOTAL FUND UNITS BVB - REGS							2.746.343,20		0,149	0,164
TOTAL UCITS							111.858.042,85		6,090	6,701

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depository Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

DETAILED STATEMENT OF INVESTMENTS

UCITS / Non UCITS unlisted DATE: 30/06/2017 Monthly

No.	Issuer	Last trading session	No of securities held	NAV	Security value	Total value	Percentage in the total no of fund units in circulation	Percentage in the total assets of SIF	Percentage in the net assets of SIF
				lei	lei	lei	%	%	%
1	2	3	4	5	6	7 = 3 * 4	8	9	10
Securities denominated in RON									
1	BT INVEST 1		394,00000000	17.339,2200		6.831.652,68	4,077	0,372	0,409
2	BT MAXIM		200.000,00000000	11,1000		2.220.000,00	1,744	0,121	0,133
3	BT Obligatiuni		864.553,31412104	17,6350		15.246.397,69	0,710	0,830	0,913
4	FDI NAPOCA		7.265.417,54000000	0,5062		3.677.754,36	26,947	0,200	0,220
5	FDI Piscator Equity Plus		43.949,38030000	126,8460		5.574.803,09	51,643	0,304	0,334
6	FDI STAR FOCUS		100.140,19000000	5,9747		598.307,59	12,162	0,033	0,036
7	FDI STAR NEXT		126.043,00000000	5,9027		743.994,02	9,460	0,041	0,045
8	FII HERMES		70,95840000	135.138,2482		9.589.193,87	86,291	0,522	0,575
9	FII MULTICAPITAL INVEST		997,00000000	2.317,4000		2.310.447,80	10,611	0,126	0,138
10	FONDUL PRIVAT COMERCIAL		117.199,03000000	375,9640		44.062.616,11	47,654	2,399	2,640
11	Fond Deschis de Investitii Transilvania		97.116,34000000	45,5648		4.425.086,61	16,553	0,241	0,265
12	OTP ComodisRO		588.566,49030000	17,2184		10.134.173,26	7,595	0,552	0,607
13	OTP Obligatiuni		681.746,79500000	14,8196		10.103.214,80	4,938	0,550	0,605
14	STK EUROPE		200.000,00000000	4,5440		908.800,00	35,859	0,050	0,054
15	TehnoGlobinvest		1.071,77000000	1.233,1853		1.321.691,01	14,410	0,072	0,079
TOTAL SECURITIES						117.748.132,89		6,412	7,054

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

**Prepared
SIF MOLDOVA**

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

**Depository Certification
BRD - Groupe Societe Generale**

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU



Str. Pictor Aman 94C
Bacău, România
Cod Postal 600164
Telefon 0234 576 740
Fax 0234 570 062
sifm@sifm.ro
www.sifm.ro

Capital Social: 103.817.917,60LEI
Depozitar: BRD-GSG, Bucuresti
CIF: 2816642
Of. Reg. Com.: J04/2400/92
Autorizare CNVM: 1902/30.08.99
Registrul CNVM: PJR09SIIR/040001/14.12.05
Nr înregistrare ANSPDCP: 3449

Net asset value per share as of 30/06/2017

Item	Current period	Period of the previous year	Differences
1	2	3	4
NET ASSETS	1.669.179.323,40	1.514.827.118,3500	154.352.205,0500
NUMBER OF ISSUED SHARES	997.179.176	1.030.666.452	-33.487.276
NET ASSET VALUE PER SHARE	1,6739	1,4698	0,2041

NAV and NAV/share evolution in the last 3 years

	31.12.2014	31.12.2015	30.12.2016
NET ASSETS	1343992042.41	1434287735.56	1585572859.06
NET ASSET VALUE PER SHARE	2.5891	1.3938	1.5473

Prepared
SIF MOLDOVA

President and CEO,
Costel CEOCEA

Chief Accountant
Carmen Cristina ANDRIES

Back Office
Gabriela PETER

Internal Control
Michaela PUSCAS

Depository Certification
BRD - Groupe Societe Generale

Securities Department
Manager, Claudia IONESCU

Certified, Ionela RADUCU

SIF Moldova S.A.

**SPECIAL PURPOSE FINANCIAL INFORMATION
FOR THE SIX MONTHS' PERIOD CONCLUDED ON
30TH JUNE 2017**

CONTENTS

INDIVIDUAL FINANCIAL STATEMENTS

OVERALL RESULT STATEMENT	3
INDIVIDUAL STATEMENT OF FINANCIAL POSITION	4
STATUS OF EQUITY MODIFICATION	5 -6
CASH FLOW STATUS	7 - 8
EXPLANATORY NOTES FOR THE INDIVIDUAL FINANCIAL STATEMENTS	8 - 62

SIF MOLDOVA S.A.
INDIVIDUAL OVERALL RESULT
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
(all amounts are presented in lei if not otherwise specified)

<i>In</i> Note	<i>LEI</i>	30th June 2017	30th June 2016
Revenue			
Revenue from dividends	6	26.790.570	97.992.100
Revenue from Interest	7	564.181	561.049
Other operational revenue	8	474.396	410.293
Other revenue		60.750	2.332.897
Earning from investments			
Net earnings from assets sale	9	52.628.753	71.038.250
Net loss/earnings from the re-evaluation of financial assets at fair value through the profit and loss account	10	11.070.953	(14.431.359)
Net earnings from the re-evaluation of real property		314.328	-
Expenses			
Losses from assets impairment	11	(207.985)	(44.290.882)
Expenses with the setup of provisions for risks and expenses		(12.555)	632.308
Other operational expenses	12	(10.223.479)	(9.910.728)
Other expenses		(2.940)	(5.880)
Profit before taxation		81.456.972	104.328.048
Profit tax	13	(9.234.918)	(6.287.037)
Net profit of financial year		72.222.054	98.041.011
Other elements of overall result			
Increase/ (Decrease) of reserves from the re-evaluation of intangible assets		(284.523)	28.697
Transfer of reserve from the reevaluation at reported result following the sale of tangible assets		-	-
Net modification of reserve from the re-evaluation at 16e) fair value of financial assets available for sale		83.251.896	(80.472.196)
Other elements of overall result		82.967.373	(80.443.499)
Total overall result of the period		155.189.427	17.597.512

The individual financial statements have been approved by the Board of Directors on 03rd August 2017 and have been signed on its behalf by

Doros Claudiu
General manager

Cristina Andrieş
Chief accountant

SIF MOLDOVA S.A.
INDIVIDUAL STATUS OF FINANCIAL POSITION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
(all amounts are presented in lei if not otherwise specified)

<i>In LEI</i>	Note	30th June 2017	31 December 2016
Assets			
Cash and cash equivalents	14	10.876.526	931.024
Bank deposits	15	105.346.008	117.794.735
Financial assets at fair value through the profit and loss account	16a	145.016.915	128.999.673
Financial assets available for sale	16b	1.542.459.355	1.448.569.452
Investments held to maturity	16c	9.645.570	9.573.804
Real estate investments	17	3.505.273	3.505.273
Intangible assets	18	43.757	113.180
Tangible assets	18	7.473.395	8.140.477
Other assets	19	34.115.622	1.347.293
Total assets		1.858.482.421	1.718.974.911
Liabilities			
Dividends to pay	20	73.831.462	29.258.494
Provisions for risks and expenses	21	3.468.594	3.452.286
Debts regarding deferred profit tax	22	84.951.297	69.089.754
Other liabilities	23	13.383.012	17.082.627
Total liabilities		175.634.365	118.883.161
Equity			
Share capital	24	539.720.149	539.720.149
Reported result		473.029.299	445.783.128
Reserves from the reevaluation of tangible assets		8.810.993	9.095.516
Reserves from the reevaluation of financial assets available for sale		699.468.599	616.216.703
Other equity elements	24	(38.180.984)	(10.723.746)
Total equity		1.682.848.056	1.600.091.750
Total liabilities and equity		1.858.482.421	1.718.974.911

The individual financial statements have been approved by the Board of Directors on 3rd August 2017 and have been signed on its behalf by:

Doros Claudiu
General manager

Cristina Andrieș
Chief accountant

SIF MOLDOVA S.A.
EQUITY MODIFICATIONS STATUS
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
((all amounts are presented in RON if not otherwise specified))

In LEI

	Share capital	Reserves from the reevaluation of tangible assets	Reserves from the reevaluation of financial assets available for sale	Reported result	Other equity elements	Total
Balance on 1st January 2017	539.720.149	9.095.516	616.216.703	445.783.128	(10.723.746)	1.600.091.750
Overall result	-	-	-	-	-	-
Profit of the financial year	-	-	-	72.222.054	-	72.222.054
Other overall result elements	-	-	-	-	-	-
Reserve increase from the reevaluation of tangible assets	-	(284.523)	-	-	-	(284.523)
Reserve transfer from reevaluation to reported result following the sale of tangible assets	-	-	-	-	-	-
Reevaluation at fair value of financial assets available for sale, net of deferred tax	-	-	136.200.648	-	-	136.200.648
Reserve decrease following the sale of financial assets available for sale	-	-	(52.948.752)	-	-	(52.948.752)
Total overall result of the period	-	(284.523)	83.251.896	72.222.054	-	155.189.427
Transactions with shareholders, directly recognized in equity	-	-	-	-	-	-
Share capital increase	-	-	-	-	-	-
Own bought-back shares	-	-	-	-	(27.457.238)	(27.457.238)
Own assigned shares	-	-	-	-	-	-
Dividends prescribed according to the law	-	-	-	-	-	-
Dividends to pay for year 2016.	-	-	-	(44.975.883)	-	(44.975.883)
Total Transactions with shareholders, directly recognized in equity	-	-	-	(44.975.883)	(27.457.238)	(72.433.121)
Balance at the end of the current period	539.720.149	8.810.993	699.468.599	473.029.299	(38.180.984)	1.682.848.056

The individual financial statements have been approved by the Board of Directors on 3rd August 2017 and have been signed on its behalf by:
Doros Claudiu
General Manager
Cristina Andrieş
Head accountant

SIF MOLDOVA S.A.
EQUITY MODIFICATIONS STATUS
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
((all amounts are presented in RON if not otherwise specified))

	Share capital	Reserves from the reevaluation of tangible assets	Reserves from the reevaluation of financial assets available for sale	Reported result	Other equity elements	Total
Balance on 1st January 2016	539.720.149	7.677.304	450.874.023	345.057.696	(7.378.192)	1.335.950.980
Overall result						
Profit of the period	-	-	-	98.041.011	-	98.041.011
Other global results elements					-	
Reserve increase from the reevaluation of tangible assets	-	28.696	-	-	-	28.696
Reserve increase from the reevaluation of tangible assets	-	-	-	-	-	-
Reevaluation at fair value of financial assets available for sale, net of deferred tax	-	-	(15.168.579)	-	-	(15.168.579)
Reserve decrease following the sale of financial assets available for sale	-	-	(65.303.617)	-	-	(65.303.617)
Total overall result of the period	-	28.696	(80.472.196)	98.041.011	-	17.597.512
Transactions with shareholders, directly recognized in equity						
Share capital increase	-	-	-	-	-	-
Own bought-back shares	-	-	-	-	(1.636.879)	(1.636.879)
Own assigned shares	-	-	-	-	2.754.779	2.754.779
Dividends prescribed according to the law	-	-	-	23.679.298	-	23.679.298
Dividends to pay for 2015	-	-	-	(46.250.883)	-	(46.250.883)
Total Transactions with shareholders, directly recognized in equity	-	-	-	(22.571.585)	1.117.900	(21.453.685)
Balance on 30th June 2016	539.720.149	7.706.000	370.401.827	420.527.122	(6.260.292)	1.332.094.806

The individual financial statements have been approved by the Board of Directors on 3rd August 2017 and have been signed on its behalf by:
Doros Claudiu
Director General
Cristina Andrieş
Contabil Şef

SIF MOLDOVA S.A.
SITUAȚIA FLUXURILOR DE NUMERAR
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
(all amounts are presented in RON if not otherwise specified)

	30th June 2017	30th June 2016
Exploitation activities		
Profit before taxation	81.456.972	104.328.048
Adjustments:		
reruns from assets impairment	207.985	44.345.849
Net loss corresponding to financial assets at fair value through the profit or loss account	(11.070.953)	14.416.451
Adjustments corresponding to financial assets available for sale	(76.998.538)	(59.536.393)
Revenue from dividends	(26.790.570)	(97.992.100)
Revenue from interest	(564.181)	(561.049)
Expenses/ reruns from provisions	12.556	(632.564)
Net revenue from the rerun of provisions for other assets	715.363	632.308
Other adjustments	(4.891.357)	8.051.877
Modification of assets and liabilities, corresponding to the exploitation activity		
Purchase of financial assets at fair value through the profit or loss account	4.946.289	(15.404.810)
Sale of financial assets at fair value through the profit or loss account	-	15.560
Purchase of financial assets available for sale	(35.285.909)	(68.452.693)
Sale of financial assets available for sale	94.106.432	120.326.670
Modifications of investments held to maturity	2.940	5.880
Modification of setup deposits with a maturity over 3 months	12.425.273	(56.103.956)
Modifications of other assets	(19.537.655)	(4.150.870)
Modification of other liabilities	(4.524.805)	(24.425.900)
Collected dividends	12.224.421	90.896.463
Collected interest	509.989	517.111
Paid profit tax	(1.521.529)	(7.659.369)
Net cash resulted from exploitation activities	25.422.723	48.616.513
Investment activities	-	-
Payments for the purchase of tangible assets	(65.794)	(310.944)
Collections from the sale of tangible assets and real estate investments	-	-
Net cash used in investment activities	(65.794)	(310.944)
Financing activities		
Paid dividends	(402.916)	(33.065.052)
Own bought-back shares	(27.457.238)	(1.636.879)
Net cash used in financial activities	(27.860.154)	(34.701.931)
Net increase in cash and cash equivalents	(2.503.225)	13.603.638
Cash and cash equivalents on 1 st January	118.725.759	81.556.167
Cash and cash equivalents on 31st December	116.222.534	95.159.805

SIF MOLDOVA S.A.
SITUAȚIA FLUXURILOR DE NUMERAR
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30 JUNE 2017
(all amounts are presented in RON if not otherwise specified)

	30th June 2017	30th June 2016
Reconciliation of cash and cash equivalents with the accounting balance:		
Cash and cash equivalents	10.876.526	484.122
Bank deposits	105.346.008	160.730.512
less deposits with a maturity over 3 months and blocked deposits	-	(66.054.830)
Cash and cash equivalents in the cash flux in the cash flow statement	116.222.534	95.159.804

The individual financial statements have been approved by the Board of Directors on 3rd August 2017 and have been signed on its behalf by:

Doros Claudiu
General manager

Cristina Andrieș
Head accountant

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

1. Reporting Entity

SIF Moldova SA („the Company”) is a collective investment body operating in Romania in accordance with the provisions of Law 31/1990 on commercial companies and Law 297/2004 on capital market, as subsequently amended and supplemented.

The Company is the successor of Fondul Proprietății Private II Moldova, reorganized and transformed in accordance with the provisions of Law no. 133/1996

The company is headquartered in Pictor Aman, nr. 94C, Bacau municipality, Bacău district, Romania.

According to its statute, the main activity of the Company is :

- the administration and management of financial instruments, derivative financial instruments and other instruments qualified as such by the regulations of the National Securities Commission (NSC), whose duties and prerogatives have been taken over by the Financial Supervisory Authority (FSA);
- administration and management of shares/bonds and other rights arising therefrom in companies not traded or closed;
- other ancillary and related activities, according to applicable regulations.

The company is self-managed.

The Company's shares are listed on the Bucharest Stock Exchange, Category I, code SIF2, starting from November 1, 1999.

The record of shares and shareholders is kept, according to the law by S.C. Depozitarul Central S.A. Bucharest.

The assets are deposited with BRD – Société Générale S.A. – company authorized by the National Securities Commission, whose duties and prerogatives have been taken over by the Financial Supervisory Authority (FSA).

2. Drafting bases

(a) Statement of compliance

The individual financial statements are drafted by the Company in compliance with International Financial Reporting Standards adopted by the European Union („IFRS”). The company has drafted the present individual financial statements in order to meet the requirement of Norm 39/2015 to adopt accounting regulations in compliance with International Financial Reporting standards applicable to entities certified, regulated and supervised by the Financial Supervision Authority in the field of Financial Instruments and investments (FSA).

In the understanding of norm 39/2015, the International Financial Reporting Standards, hereinafter referred to as IFRS, represent the standards adopted according to the procedure foreseen by (CE) Regulation no. 1606/2002 of the European Parliament and Council of 19th July 2002 regarding the application of international accounting standards with its amendments and additions.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

2. Drafting bases (continued)

(a) Statement of compliance (continued)

In compliance with Regulation no. 1606/2002 of the European Parliament and Council of the European Union of 19th July 2002, as well as with those foreseen by the CNVM resolution no. 1176/2010, Financial Investment Companies are bound to draft and submit to CNVM (namely FSA) the consolidated financial statements in compliance with the International Financial Reporting Standards adopted by the European Union. The consolidated financial statements of SIF Moldova Group on 31st December 2016 will be drafted, approved and made public by 3rd August 2017. These can be viewed on the Company's website: www.sifm.ro.

The Company's accounting records are kept in lei.

(b) Financial statements presentation

The individual financial statements are presented in compliance with IAS 1 requirements "Financial Statements Presentation". The company has adopted a presentation based on liquidity for the financial position and a presentation of revenue and expenses depending on their nature in the global result statement, considering that these presentation methods offer information that are more credible and more relevant than if presented based on other IAS 1 allowed methods.

(c) Functional and presentation currency

The Company's management considers that the functional currency, as defined by IAS 21 "Effects of changes in foreign exchange rates", is the Romanian (lei). The individual financial statements are presented in lei, rounded at the closest leu value, which the Company's management has chosen as presentation currency.

(d) Evaluation Bases

The individual financial statements area drafted based on the fair value convention for derived financial instruments, assets and financial debts at fair value through the profit or loss account or losses and financial assets available for sale, with the exception of those for which fair value cannot be accurately established.

Other assets and financial debts, as well as non-financial assets and debts are presented at atomized cost, reevaluated value or historic cost.

(e) Use of estimated and judgments

The drafting of the individual financial statements according to the standards adopted by the European Union ("IFRS") requires the management to make estimates and assumptions that affect the application of accounting policies and the reported values of assets and liabilities, income and expenses. The judgments and assumptions related to such estimates are based on the historical experience and other factors deemed reasonable for such estimates. The results of such estimates are the basis of the judgments regarding the carrying amounts of assets and liabilities which cannot be obtained from other sources. Actual results may differ from those estimated.

The judgments and assumptions underlying the financial statements are revised periodically by the Company. The revisions of accounting estimates are recognized when the estimate is revised if it affects only that period or in the period when the estimate is revised and in future periods if the revision affects both the current and future periods.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies

The accounting policies have been consequently applied on all periods presented in the individual financial statements drafted by the Company.

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

(a) Foreign Currency Transactions

Operations expressed in foreign currency are entered in lei at the official currency exchange rate on the transaction date. Monetary assets and debts entered on the estimates on the date the accounting balance is drafted are transformed in the functional currency, at the rate of that particular day.

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

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

The currency exchange rates for the main foreign currency has been:

Currency	30th June 2017	31 December 2016	Variation
Euro (EUR)	1:LEU 4,5539	1: LEU 4,5411	0,28%
American Dollar (USD)	1:LEU 3,9915	1: LEU 4,3033	-7,24%

(b) Associated Branches and Entities

Branches are entities under the Company's control. Control exists when the Company has the power to directly or indirectly manage the financial and operational policies of an entity in order to gain benefits from its activity. At the time of control evaluation, potential or convertible vote rights that can be exercised at that particular time, are also factored in.

Associated entities are those companies in which the Group can exercises a significant influence, but not the control over financial and operational policies.

The branches and associated entities list can be found under item 27.

The company has classified in this individual financial statements its holdings in branches and associated entities as financial assets available for sale, according to IAS 39.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(c) Accounting the hyper-inflation effect

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

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

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

Thus, the values expressed in the current measurement unit on 31st December 2003 are treated as the base for the accounting values reported in the consolidated financial statements and they are not evaluated values, replacement costs, or any other measure of current value of assets or prices at which transactions could be carried out at present.

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

- share capital;
- cost-evaluated financial assets available for sale.

Tangible and intangible assets are presented at reevaluated value on 01st January 2017 and 30th June 2017. The re-evaluation was made by the Company on 31st December 2016 through Evaluari Consultanta Management Bacau – ANEVAR member.

(d) Cash and Cash Equivalents

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

On drafting the statement of cash flows, the Company considers cash and cash equivalent to be: actual cash, bank current accounts, deposits with an initial maturity under 90 days and their corresponding interest (without blocked deposits).

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(e) Financial assets and liabilities

(i) Classification

The company classified financial instruments held, in the following categories:

Financial assets or liabilities evaluated at fair value through the profit and loss account

This category includes financial assets or liabilities held for trading and financial instruments assigned at fair value through the profit or loss account at the time of their initial recognition. A financial asset or liability is classified in this category by the Company if it has been purchased mainly for speculative purposes (in order to generate short-term profit).

Derived financial instruments are classified as held for trading if they are not instruments used for hedge accounting.

Investments held to maturity

Investments held to maturity represent those non-derived financial assets with fixed or determinable payments and fixed maturities that the Company strongly intends to and has the possibility to hold until maturity. Investments held up to maturity are measured at amortized cost through the method of actual interest less losses from impairment.

Credits and Debts

Credits and debts are non-derived financial assets with fixed or determinable payments that are not quoted on an active market, other than those that the Company intends to sell immediately or in the near future. These are mainly comprised of bank deposits.

Financial assets available for sale

Financial assets available for sale are those financial assets that are not classified as credits or liabilities, investments held to maturity, or other financial assets at fair value, through the profit or loss account.

After the initial recognition, the capital instruments classified as financial assets available for sale that are present on an active market are measured at fair value, and the fair value modifications, other than losses due to depreciation, as well as earnings or losses resulted from the currency exchange rate variation corresponding to the financial instruments are directly recognized in equity.

The moment the asset is de-recognized, cumulated earnings or loss is transferred to the profit or loss account.

(ii) Recognition

Assets and liabilities are recognized on the date the Company becomes contracting party for the conditions of that particular instrument. Financial assets and liabilities are measured at the time of their initial recognition at fair value plus directly assigned trading costs, with the exception of investments in shares whose fair value could not be credibly ascertained, that are initially recognized under cost.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(e) Financial assets and liabilities (continued)

(iii) Compensations

Financial assets and liabilities are compensated, and the net result is presented in the position status only when there is a legal compensation right and if there is the intention to have them discounted on a net base, or if the Company intends to achieve the asset and eliminate the debt simultaneously.

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

(iv) Amortized cost evaluation

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

(v) Fair-value Evaluation

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

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

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

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

The financial assets available for sale, for which there is no active market and for which the credible determination of a fair value is not possible, are cost evaluated and periodically tested for value depreciation.

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(e) Financial assets and liabilities (continued)

(vi) Identification and evaluation of value impairment

Financial assets measured at amortized cost

The Company analyses on every reporting date if there is an objective indication that a financial asset is impaired. A financial asset is impaired if and only if there are objective indications regarding the depreciation occurred following the result of one or more events that took place after the initial recognition of the asset ("loss generating event"), and the loss generating event(s) has(have) an impact on future cash flows of the financial asset, or the group of financial assets that can be credibly estimated.

If there are objective indications that there has been a loss from the depreciation of amortized cost measured financial assets, then the loss is measured as difference between the assets' accounting value and updated value of future cash flows using the effective interest rate of the financial assets at the initial moment.

If an amortized cost measured financial asset has a variable interest date, the updating rate for the evaluation of any loss through depreciation is the current variable interest rate, specified in the contract.

The accounting value of an asset is decreased through the use of a provision account. Depreciation losses are acknowledged in the profit or loss account.

If in the following period an event that took place after the moment the depreciation was recognized and it causes a reduction of the depreciation loss previously recognized, it is rerun through the adjustment of the provision account. The reduction of the loss through depreciation is recognized in the profit or loss account.

Financial assets available for sale

In case of the financial assets available for sale, when a decrease in the fair value of a financial asset available for sale has been recognized directly in equity and there are objective evidence that the asset is depreciated, the cumulated loss that has been directly recognized in equity will be rerun from the equity accounts and recognized in global (overall) result even if the financial asset has not yet be derecognized.

In order to determine if holdings are depreciated SIF takes into consideration all relevant factors such as: significant or extended decrease of fair value under cost, market conditions and that of the activity field, to the extent that these directly influence the recoverable value of holdings, financial conditions and short-term perspectives of the issuer, qualified report of the independent auditor on the most recent financial events of the issuer, etc

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(e) Financial Assets and Liabilities (continued)

(vi) *Identification and evaluation of value impairment (continued).*

The value of cumulated loss that is rerun from the equity accounts in global result statement will be the difference between the purchase price (net of principal payment and amortization) and current fair value minus any loss from the depreciation of that financial asset previously recognized in overall result statement.

The losses from the impairment of assets recognized in global result statement, corresponding to holdings classified as being available for sale, cannot be rerun in the profit or loss account. If, at a later time, the fair value of a depreciated holding rises, the value increase will be recognized directly in other elements of overall result.

In order to determine if a financial asset available for sale evaluated at cost, because fair value cannot be credibly determined because it is impaired, the Company takes into consideration events generating relevant loss, such as significant decrease and long term decrease of fair value under cost; the conditions of the market and field of activity; to the extent that these influence the recoverable value of the assets; the financial and prospective conditions of the issuer, including any adverse specific events that might influence the operations run by the issuer, recent losses of the issuer, qualified report of the independent auditor, on the most recent financial statements of the issuer, etc.

Given the inherent limitations of methodologies applied and significant uncertainty of assets evaluation on international and local markets, the Company's estimates can be significantly revised after the date the financial statements are approved.

(vii) *Derecognition*

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

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

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

According to IAS 39, if an entity transfers a financial asset through a transfer meeting the DE recognitions conditions and keeps the right to manage the financial assets in exchange for a fee, then it must recognize either an asset from its management or a liability from its management for that management contract.

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(e) Financial Assets and Liabilities (continued)

(viii) De-recognition (continued)

At the same time, according to IAS 39, if, following the transfer, a financial asset is fully derecognized, but following the transfer the entity receives a new financial asset or takes on a new financial liability or management liability, the entity must recognize the new financial asset, financial liability or management liability at fair value.

On fully derecognizing a financial assets, the difference between:

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

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

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

(f) Other financial assets and liabilities

Other financial assets and liabilities are evaluated at amortized cost, using the effective interest method minus any depreciation loss.

(g) Real estate investments

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

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(g) Real-estate investments (continued)

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

(i) Recognition

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

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

(ii) Evaluation

Initial Evaluation

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

The value of the Group's real estate investments on 30 June 2017 and 31 December 2016 is presented in detail under item 17.

Ulterior Evaluation

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

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

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

(iii) Transfers

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

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

(iv) Depreciation

The same accounting policies as for the tangible assets are applied.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

h) Tangible and Intangible Assets (continued)

(v) Derecognition

The accounting value of a real estate investment is derecognized on transfer or when the investment is finally taken out of use and no future economic benefits are expected from its transfer.

Profit or loss resulted from scrapping or sale of a real estate investment are recognized from the profit or loss account then it is scrapped or sold.

(h) Tangible and intangible assets

(i) Recognition and Evaluation

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

The value of tangible and intangible assets of the Company on 30th June 2017 and 31st December 2016 is detailed under item 18.

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

- Lands;
- Buildings;
- Equipment, technical installations and machines;
- transportation means;
- other tangible assets.

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

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

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

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(h) Tangible and intangible assets (continued)

(ii) Amortization

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

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

Lands are not subject to amortization.

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

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

(iii) Sale/ scrapping of tangible and intangible assets.

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

(i) Depreciation of assets other than the financial ones

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

A cash generating unit is the smallest identifiable group that generates cash, and that – independent from other assets or groups of assets, has the ability to generate cash flows. Depreciation losses are recognized in the global result status.

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(j) Share Capital

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

(k) Dividends to distribute

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

(l) Prescribed dividends

Dividends to be paid uncollected within 3 years from their declared date are prescribed according to the law. Out-dated dividends represent transactions with shareholders and are recognized in equity, based on reported result.

(m) Provisions for risks and expenses

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

(n) Income from Interest

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

(o) Income from dividends

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(p) Employees' Benefits

(i) Short-term benefits

Short term benefits awarded to employees are not updated and are recognized in overall result status once that particular service is delivered.

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

(ii) Set Contribution Plans

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

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

The Company is not engaged in any independent pension scheme and accordingly it has no other obligations. The Company is not involved in any retirement benefits scheme. The Company has no obligation to deliver ulterior services to the former or current employees.

(iii) Long-term benefits of the employees

The net obligation of the Company regarding benefits corresponding to long-term services is represented by the value of future benefits that the employees have earned in exchange for the services delivered by them during the current and prior periods.

The Company does not have the obligation to awards benefits to employees on the date of their retirement.

(q) Income and loss from exchange rate differences

Currency transactions are entered in the functional currency (leu) through the conversion of the amount in currency to the official exchange rate notified by Romania's National Bank valid on the transaction date. On the reporting date, the monetary elements expressed in currency are converted using the closing exchange rate.

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

(r) Profit Tax

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continued)

(r) Profit Tax (continued)

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

For the period concluded on 30th June 2017, profit tax rate has been of 16% (31st June 2016: 16%). The taxation rate corresponding to the income from taxable dividends has been of 5% (31st December 2015: 16%). Deferred tax is calculated by the Company using the balance method for those time differences that occur between the fiscal base for the tax calculation for assets and liabilities and their accounting value, used for reporting in individual financial statements.

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

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

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

(s) Result per share

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

(t) Leasing payments

Operational leasing payments are recognized in the profit and loss account based on the linear method over the entire leasing contract duration. Leasing facilities received are recognized as integral part of total leasing expenses, over the leasing contract. Leasing facilities received are recognized as integral part of total leasing expenses over the leading period. Operational leasing expenses are recognized as a component of operational leasing expenses. Minimal leasing payments in financial leasing contracts are proportionally divided between leasing interest expenses and leasing debt reduction. Leasing interest expense is assigned to each leasing period, so as to produce a constant interest rate for the remainder

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

leasing debt.

3. Significant Accounting Policies (continued)

(u) Reporting on Segments

A segment is a distinct component of the Company that supplies certain products or services (activity segments) or supplies services and products in a certain geographic area (geographic segment) and that is subjected to risks and benefits that are different from those of other segments. On 31st June 2017 and 31st June 2016, the Company has not identified significant reportable activity or geographic segments.

(v) New Standards and Interpretations

Within the following section we present: the list of new standards, amendments and standard interpretations already existent that were applicable on 30th June 2017, list of new standards, amendments and standard interpretations adopted by the International Accounting Standards Board (IASB) and European Union (EU) but not into force for the financial year concluded on 31st December 2016 and the list of new standards, amendments and standard interpretation adopted by the International Accounting Standards Board, but not adopted by the European Union for the financial year concluded on 31st March 2017

(i) IASB standards and interpretations, adopted by EU, not yet into force.

On the reporting date of the present financial statements, the following standards, revisions and interpretations were issued by IASB and adopted by EU, but were not yet into force: IFRS 9 "Financial instruments" – adopted by EU on 22nd November 2016 (applicable for annual periods starting on or after 1st January 2018), IFRS 15 "Revenue from Contracts with Clients" with its later amendments" and amendments to IFRS 15 "Actual date of IFRS 15" – adopted by EU on 22nd September 2016 (applicable for annual periods starting on, or after 1st January 2018).

IFRS 9 includes requirements regarding financial instruments, regarding the recognition, classification and evaluation, impairment losses, derecognition and hedge accounting against risks:

Classification and evaluation: IFRS 9 introduces a new approach regarding the classification of financial assets and includes three main financial assets categories: measured at amortized costs, fair value or through other global results elements, at fair value through the profit or loss account. IFRS 9 classification is determined by the characteristics of cash flows and business model where an asset is held. This unitary approach based on principles that eliminate the classification categories for financial assets in IAS 39: held to maturity, credits and advances, and financial assets available for sale. The new model will also determine the existence of a single impairment model applicable to all financial instruments. According to IFRS 9, derivatives incorporated in contracts, where the host instrument is a financial instrument for the purpose of this standard, are not separated, but the entire hybrid instrument is taken into consideration for the classification.

Impairment losses: IFRS 9 introduces a new model regarding impairment losses, based on expected losses that will require the quicker recognition of losses expected from claims impairment. The Standard foresees that entities register the impairment losses expected from claims at the time of their initial recognition of the financial instruments and at the same time recognized expected losses from impairment over their entire life span.

Hedge Accounting: IFRS 9 introduces a significantly improved model regarding hedge accounting that includes additional requirements for the presentation of risk management activity. The new model represents a significant revision

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

3. Significant Accounting Policies (continuation)

(v) New Standards and Interpretation (continued)

i) Standards and interpretation issued by IASB and adopted by EU, not yet coming into force(continued).

of hedge accounting principles, that allow the alignment of accounting approach with risk management activities.

Own credit risk: IFRS 9 eliminates volatility from the profit or loss account caused by the modification of credit risk corresponding to fair value evaluated liabilities. The modification of the accounting requirements of these liabilities, means that the revenue generated by the deterioration of own credit risk of an entity will no longer be recognized through profit or loss.

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

On the reporting date of these financial statements, IFRS as adopted by EU do not significantly differ from the regulations adopted by IASB, with the exception of the following standards, amendments and interpretations whose application has not yet been approved by the UE until the certification date of these financial statements: :

IFRS 14 "Regulatory deferral accounts" (applicable for annual periods, starting on or after 1st January 2016) – the European Committee has decided not to initiate the process for adopting this interim standard, but wait for the issue of the final standard,

IFRS 16 „Leasing" (applicable for annual period starting on or after 1st January 2019).

Amendments to IFRS "Share-based payments" – The classification and evaluation of share-based transactions (applicable for annual periods, starting on or after 1st January 2018), it is expected that it be adopted in the second half of 2017,

Amendments to IFRS 4 "Insurance Contracts" – The application of IFRS 9 Financial instruments with IFRS 4 Insurance Contracts (applicable for annual periods starting on or after January 1st, 2018 or when IFRS 9 „Financial Instruments" is applied for the first time), it is expected to be adopted in 2017,

Amendments to IFRS 10 "Consolidated financial statements" and IAS 28 "Investment in associated entities and joint venture" the sale or assets contribution between an investor and associated entities or joint ventures and its later amendments (the date of its coming into force has been deferred for an undetermined period of time, until the completion of the research project regarding the equivalence method),

Amendments to IFRS 15 "Revenue from contracts with clients" – Explanations to IFRS 15 Revenue from contracts with clients (applicable for annual periods, starting with or after 1st January 2018) it is expected to be adopted in the second half of 2017,

Amendments to IAS 40 „Real estate investments" – the transfer of real estate investments (applicable for annual periods, starting on or after 1st January 2018), it is expected to be adopted in the second half of 2017

Amendments to various standards „IFRS Improvements (cycle 2014-2016)" that result from the annual project of IFRS improvement (IFRS 1, IFRS 12 and IAS 28) with the main purpose of eliminating inconsistencies and clarifying certain wordings (amendments to IFRS 12 are applicable for annual periods starting on or after 1st January 2017 and IFRS 1 and IAS 18 applicable for annual periods, starting on or after 1st January 2018), it is expected that these be adopted in the second half of 2017

- IFRIC 22 "Foreign currency transactions and Contributions" (applicable for annual periods starting on or after 1st January 2018), it is expected to be adopted in the second half of 2017.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks

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

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

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

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

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

(a) Market Risk

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

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

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

The selection of investment opportunities is made through:

- technical analysis;

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

The Company is exposed to the following market risk categories:

(i) Price Risk

The company is exposed to price risk as there is the possibility that financial instruments fluctuate as a results of market price change. .

The Company is exposed to the risk associated with the price variation of financial assets at fair value through the profits or loss account and the financial assets available for sale. 81% of total shares with active market, held by the Company on 30th June 2017 (31st December 2016: 80%) represented investments in companies that were part of BET index of Bucharest Stock Exchange, index weighted with market capitalization and created in order to reflect the general trend of prices for the 10 most liquid shares traded on Bucharest Stock Exchange.

A positive variation of 10% of financial assets at fair value through the profit and loss account would lead to an increase of profit before taxation, by 12.181.421 lei (31st December 2016: 10.835.973 lei), a negative variation of 10% having an equal negative net impact.

A positive variation of 10% of the prices of financial assets available for sale would lead to an increase of equity, net of profit tax, by 129.566.586 lei (31st December 2016: 121.679.833 lei, a negative variation of 10% having an equal negative net impact.

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

<i>In LEI</i>	30st June 2017	%	31st December 2016	%
Financial, bank and insurance activities	899.765.710	57,42	877.549.795	59,06
Transport, storage communication	189.339.478	12,08	153.922.945	10,36
Chemical and petrol industry	113.523.613	7,24	130.259.303	8,77
Textile industry	68.990.228	4,40	68.454.710	4,61
Pharmaceutical industry	40.546.559	2,59	38.769.224	2,61
Whole sale, retail sale, tourism and restaurants	37.236.362	2,38	20.488.855	1,38
Manufacture of transportation means	78.465.565	5,01	74.387.804	5,01
Energy Industry	30.305.988	1,93	29.765.604	2,00
Metallic construction and metal products industry	748.655	0,05	709.210	0,05
Real estate transactions, rental and other services	8.042.463	0,51	8.042.463	0,54
Industry of construction materials	16.926.557	1,08	117	0,00
Food industry	716.512	0,05	716.512	0,05
Other	7.865.680	0,50	6.273.128	0,42
TOTAL	1.566.981.797	100,00	1.485.781.522	100,00

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of significant risks (continued)

(a) Market risk (continued)

As it can be seen in the table above, on 30th June 2017 the Company mainly held shares in companies operating in the financial-bank and insurance sectors, with a weight of 57,42% of total portfolio, in decrease in comparison to the 59,06% weight recorded on 31st December 2016. The company's exposure on Banca Transilvania is of 43% on 30th June 2017 (41,97% on 31st December 2016).

(ii) Interest rate risk

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

On 30th June 2017 and 31st December 2016, , most of the Company's assets and liabilities do not bear interest. Therefore, the Company is not significantly affected by the risk of interest fluctuations. Cash access or that of assimilated money availabilities is invested in short-time investment titles with a maturity of 1- 3 months.

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of significant risks (continued)

(a) Market Risk (continued)

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

30st June 2017

	Accounting value	under 3 months	between 3 and 12 months	More than 1 year	No pre-set maturity
Financial assets					
Cash and cash equivalents	10.876.526	10.876.526	-	-	-
Bank Deposits	105.346.008	105.294.085	-	-	51.923
Financial assets at fair value through revenue or loss account	145.016.915	-	-	-	145.016.915
Financial assets available for sale	1.542.459.355	-	-	-	1.542.459.355
Investments held to maturity	9.645.570	208.040	2.330.725	7.106.805	-
Other financial assets	34.115.622	34.115.622	-	-	-
Total financial assets	1.847.459.996	150.494.273	2.330.725	7.106.805	1.687.528.193
Financial liabilities					
Financial liabilities	-	-	-	-	-
Dividends to pay	73.831.462	73.831.462	-	-	-
Other financial liabilities	6.803.930	1.873.098	4.930.832	-	-
Total financial liabilities	80.635.392	75.704.560	4.930.832	-	-

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(a) Market Risk (continued)

31st December 2016	Accounting value	under 3 months	between 3 and 12 months	Over one year	No pre-set maturity
Financial assets					
Cash and cash equivalents	931.024	931.024	-	-	-
Bank deposits	117.794.735	117.739.118	-	-	55.617
Financial assets at fair value through revenue or loss account	128.999.673	-	-	-	128.999.673
Financial assets available for sale	1.448.569.452	-	-	-	1.448.569.452
Investments held to maturity	9.573.804	212.619	37.440	9.323.745	-
Other financial assets	1.347.293	1.347.293	-	-	-
Total financial assets	1.707.215.981	120.230.054	37.440	9.323.745	1.577.624.742
Financial liabilities					
Dividends to pay	29.258.494	29.258.494	-	-	-
Other financial liabilities	14.398.115	4.345.656	10.052.459	-	-
Total financial liabilities	43.656.609	33.604.150	10.052.459	-	-

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(a) Market Risk (continued)

The impact on the Company's net profit of a modification of ± 100 bp of the interest rate corresponding to variable interest bearing assets and liabilities, and expressed in other currency, corroborated with a modification of ± 500 bp of the interest rate corresponding to variable interest bearing assets and liabilities in lei is of 4.564.629 lei (31st December 2016: $\pm 6.067.064$ lei)

(iii) Currency risk

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

Most financial assets and liabilities of the Company are expressed in national currency and therefore currency rate fluctuations do not significantly affect the activity of the SIF Moldova. The exposure to currency rate fluctuations is mainly due to depositions and shares in foreign currency.

Assets expressed in lei and other foreign currencies on 30th June 2017 and 31st December 2016 are presented in the tables below.

30st June 2017

	RON	EUR	USD	Other currency
Financial assets	-	-	-	-
Cash and cash equivalents	10.428.733	64.807	15.600	367.386
Bank deposits	104.670.209	675.799	-	-
Financial assets at fair value through the revenue and expense account	145.016.915	-	-	-
Financial assets available for sale	1.541.437.254	-	-	1.022.101
Investments held to maturity	2.433.945	7.211.625	-	-
Other financial assets	34.115.622	-	-	-
Total financial assets	1.838.102.678	7.952.231	15.600	1.389.487
Financial liabilities	-	-	-	-
Dividends to pay	73.831.462	-	-	-
Other financial liabilities	6.803.930	-	-	-
Total financial liabilities	80.635.392	-	-	-

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(a) Market Risk (Continued)

31st December 2016	RON	EUR	USD	Other Currency
Financial Assets				
Cash and Cash Equivalents	699.342	120.186	15.346	96.150
Bank Deposits	117.476.858	317.877	-	-
Financial assets at fair value through the profit or loss account	128.999.673	-	-	-
Financial assets available for sale	1.446.214.787	-	-	2.354.665
Investments held to maturity	2.357.600	7.216.204	-	-
Other financial assets	1.347.293	-	-	-
Total financial assets	1.697.095.553	7.654.267	15.346	2.450.815
Financial liabilities				
Dividends to pay	29.258.494	-	-	-
Other financial liabilities	14.398.115	-	-	-
Total Financial liabilities	43.656.609	-	-	-

The net impact on the Company's profit of a modification of $\pm 15\%$ of the RON/EUR currency exchange rate, corroborated with a modification of $\pm 15\%$ of RON/USD, RON/GBP, RON/CZK, RON/PLN namely RON/CAD exchange rate on 30 June 2017, other variables remaining constant, is of 1.247.966 (31st December 2016: of $\pm 1.518.064$ lei).

(b) Credit Risk

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

On 30th June 2017 and on 31st December 2016 the Company did not hold real guarantees as insurance, and no other improvements of credit risks. On 30th June 2017 and 31st December 2016 the Company did not register any outstanding financial assets that are not impaired.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant risks (continued)

(b) Credit Risk

The maximum exposure to credit risk of the Company amounts to 149.107.199 lei on 30 June 2017, to 128.715.832 lei on 31st December 2016 and can be analyzed as follows:

Exposures from current accounts and bank deposits

<i>In LEI</i>	30 June 2017	31 December 2016
Banca Transilvania	93.142.966	107.224.136
BRD -Group Societe Generale	12.135.512	4.813.271
Eximbank	15.607	5.701.710
Other commercial banks	51.923	55.618
Total	105.346.008	117.794.735

Exposures from investments held to maturity

<i>In LEI</i>	30 iunie 2017	31 decembrie 2016
Banca Transilvania bonds	7.211.625	7.216.204
Bacau municipal bonds	112.040	117.920
GDF Suez Energy Romania bonds	2.321.905	2.239.680
Total	9.645.570	9.573.804

Various debtors and commercial claims

<i>In LEI</i>	30 June 2017	31 December 2016
AAAS Bucuresti	53.949.049	53.890.207
Depozitarul Central	913.311	1.047.218
BRD Depozitar	1.386.717	(94.907)
Other various debtors and commercial claims	34.436.542	3.001.336
Impairment adjustments	(56.569.997)	(56.496.561)
Total	34.115.622	1.347.293

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(c) Liquidity Risk

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(c) Liquidity Risk (continued)

The structure of assets and liabilities has been analysed based on the remaining period from the balance date until the contractual maturity date, both for financial year concluded on 30th June 2017 and that concluded on 31st December 2016, as follows:

In LEI

	Accounting value	under 3 months	between 3 and 12 months	over 1 year	no pre-set maturity
Financial Assets	-	-	-	-	-
Cash and Cash equivalents	10.876.526	10.876.526	-	-	-
Bank deposits	105.346.008	105.294.085	-	-	51.923
Financial assets at fair value through the profit and loss account	145.016.915	-	-	-	145.016.915
Financial assets available for sale	1.542.459.355	-	-	-	1.542.459.355
Investments held to maturity	9.645.570	-	-	9.645.570	-
Other financial assets	34.115.622	34.115.622	-	-	-
Total financial assets	1.847.459.996	150.286.233	-	9.645.570	1.687.528.193
Financial liabilities	-	-	-	-	-
Dividends to pay	73.831.462	73.831.462	-	-	-
Other financial liabilities	13.383.012	13.383.012	-	-	-
Total financial liabilities	87.214.474	87.214.474	-	-	-

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(c) Liquidity Risk (continued)

<i>In LEI</i>	accounting value	under 3 months	between 3 and 12 months	over 1 year	no pre-set maturity
Financial Assets					
cash and cash equivalents	931.024	931.024	-	-	-
Bank deposits	117.794.735	117.739.118	-	-	55.618
Financial assets at fair value through the profit or loss account	128.999.673	-	-	-	128.999.673
Financial assets available for sale	1.448.569.452	-	-	-	1.448.569.452
Financial assets available for sale	9.573.804	212.619	37.440	9.323.746	-
Other financial assets	1.347.293	1.347.293	-	-	-
Total financial assets	1.707.215.981	120.230.054	37.440	9.323.746	1.577.624.743
Financial liabilities					
Dividends to pay	29.258.494	29.258.494	-	-	-
Other financial liabilities	17.082.627	7.030.168	10.052.459	-	-
Total financial liabilities	46.341.121	36.288.662	10.052.459	-	-

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(d) Taxation Risk

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

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

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

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

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

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

(e) Economic Environment Risk

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

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

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

4. Management of Significant Risks (continued)

(f) Operational Risk

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

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

(g) Capital adequacy

The Company's equity includes the share capital, various types of reserves and reported result. Equity amounted to

The Company's equity includes the share capital, various types of reserves and reported result. Equity amounted to.

The Company's equity includes the share capital, various types of reserves and reported result. Equity amounted to 1.682.848.056 lei on 30 June 2017 (31st December 2016: 1.600.091.750 lei).

The company is not subject to any legal requirements regarding capital adequacy.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

5. Financial Assets and Liabilities

Accounting Classifications and Fair Values

The table below summarizes accounting values and fair values of the financial assets and liabilities of the Company on 30 June 2017:

In LEI

	tradable	Available for sale	Amortized cost	Total accounting value	Fair value
Cash and cash equivalents	-	-	10.876.526	10.876.526	10.876.526
Bank deposits	-	-	105.346.008	105.346.008	105.346.008
Financial assets at fair value through the profit and loss account	145.016.915	-	-	145.016.915	145.016.915
Financial assets available for sale	-	1.542.459.355	-	1.542.459.355	1.542.459.355
Investments held to maturity	-	-	9.645.570	9.645.570	9.645.570
Other financial assets	-	-	34.115.622	34.115.622	34.115.622
Total financial assets	145.016.915	1.542.459.355	159.983.726	1.847.459.996	1.847.459.996
Dividends to pay	-	-	73.831.462	73.831.462	73.831.462
Other financial liabilities	-	-	6.803.930	6.803.930	6.803.930
Total financial liabilities	-	-	80.635.392	80.635.392	80.635.392

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

5. Financial Assets and Liabilities (continued)

The table below summarizes accounting values and fair values of the financial assets and liabilities of the Company on 31 December 2016:

<i>In LEI</i>	Tradable	Available for sale	Amortized cost	Total accounting value	fair value
Cash and Cash equivalents	-	-	931.024	931.024	931.024
Bank deposits	-	-	117.794.735	117.794.735	117.794.735
Financial assets at fair value through the profit and loss account	128.999.673	-	-	128.999.673	128.999.673
Financial assets available for sale	-	1.448.569.452	-	1.448.569.452	1.448.569.452
Investments held to maturity	-	-	9.573.804	9.573.804	9.573.804
Other financial assets	-	-	1.347.293	1.347.293	1.347.293
Total financial assets	128.999.673	1.448.569.452	129.646.856	1.707.215.981	1.707.215.981
Dividends to pay	-	-	29.258.494	29.258.494	29.258.494
Other financial liabilities	-	-	14.398.115	14.398.115	14.398.115
Total financial liabilities	-	-	43.656.609	43.656.609	43.656.609

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

6. Revenue from Dividends

Revenue from dividends is registered at gross value. The taxation quotes for the dividends corresponding to the financial year concluded on 30th June 2017 have been of 5% and zero (2016: 5%). The detailed list of the revenue from dividends on main counterparties is presented in the table below:

In LEI	30th June 2017	30th June 2016
Banca Transilvania	-	86.043.802
SNTGN Transgaz	12.719.763	7.398.707
OMV Petrom	7.355.503	-
Mecanica Ceahlau	744.147	729.492
Transelectrica	2.500.937	2.701.331
Bursa de Valori Bucuresti	353.120	333.328
Istru	338.758	324.421
Conpet	1.020.827	-
Aerostar	79.614	-
Other	1.677.901	461.019
Total	26.790.570	97.992.100

7. Revenue from Interest

In LEI

	30th June 2017	30th June 2016
Revenue from interest corresponding to bank deposits and current accounts	259.730	249.889
Revenue from interest corresponding to investments held to maturity	304.451	311.160
Total	564.181	561.049

8. a) Other operational revenue

<i>In LEI</i>	30th June 2017	30th June 2016
Revenue from rents	369.671	368.685
Other operational revenue	104.725	41.608
Total	474.396	410.293

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

8. b) Other revenue

<i>In LEI</i>	30th June 2017	30th June 2016
Revenue from litigious rights cession (damages Textila Oltul) Ministry of Finance	-	2.415.314
Other revenue	60.750	376.987
Total	60.750	2.792.301

9. Net Revenue from Assets Sale

<i>In LEI</i>	30th June 2017	30th June 2016
Net revenue from the sale of financial assets available for sale	52.628.753	71.023.342
Net revenue from the sale of financial assets at fair value through the profit and loss account	-	14.908
Total	52.628.753	71.038.250

The revenue obtained from the sale of shares classified as financial assets available for sale has been of 52.628.753 lei (2016: 71.023.342 lei). These transactions carried out in 2017 have been based mainly on the sale of shares held with Banca Transilvania and OMV Petrom.

10. Net loss/net revenue from the re-evaluation of assets at fair value through the profit or loss account

In LEI

	30th June 2017	30th June 2016
Net loss / (net revenue) from the reevaluation of financial assets held for trading	(11.070.953)	14.431.359
Net revenue from the reevaluation of real estate investments	(314.328)	-
Total	(11.385.281)	14.431.359

The net revenue of 11.070.953 lei (2016: loss : 14.431.359 lei) represents the difference from the reevaluation at fair value of shares and fund units at fair value through the profit and loss account .

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

11. Losses/(impairment re-run) from assets impairment

In LEI

	30th June 2017	30th June 2016
Losses / (reruns of impairment) from the impairment of financial assets available for sale	90.956	44.345.849
Losses/(impairment rerun) from the impairment of other assets	117.029	(54.967)
Total	207.985	44.290.882

12. Other operational expenses

In LEI

	30th June 2017	30th June 2016
Expenses with wages and other staff expenses	2.287.373	2.001.801
Expenses with external services	4.365.692	4.445.135
Expenses with commissions	1.853.803	1.472.763
Expenses with protocol, advertising and ads	190.369	242.318
Other operational expenses	1.412.191	1.355.698
Audit and consultancy expenses	114.051	393.013
Total	10.223.479	9.910.728

Other operational expenses include expenses for the amortization of tangible assets, transportation and telecommunication expenses, expenses with maintenance and repairs, etc. The average number of employees for the financial year concluded on 30th June 2017 has been 33 (30th June 2016: 32).

13. Profit tax

In LEI

	30th June 2017	30th June 2016
Current Profit Tax	-	-
Current Profit Tax (16%)	7.472.098	412.402
Dividend tax (5%)	1.278.515	4.846.743
Total current tax	8.750.613	5.259.145
Deferred profit tax	-	-
Financial assets available for sale	(367.034)	(152.291)
Management benefits provisions	803.432	1.180.183
Provisions for risks and expenses	31.878	-
Provisions of T4 bonuses for managers	16.029	-
Total deferred tax	484.305	1.027.892
Total	9.234.918	6.287.037

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

	30th June 2017	30th June 2016
Profit before taxation	81.456.972	104.328.048
Tax in compliance with the statutory taxation rate of 16% (2016: 16%)	13.033.116	16.692.488
Profit tax effect of:		
non-deductible expenses	9.178.653	6.542.497
non-taxable income	(39.334.131)	(106.487.444)
time difference registrations and rerun	26.357.280	89.539.496
Profit tax	9.234.918	6.287.037

14. Cash and Cash Equivalents

In LEI

	30th June 2017	31st December 2016
Cash	16.385	8.622
Current accounts	10.860.141	922.402
Cash and Cash Equivalents	10.876.526	931.024

Current accounts opened with banks are permanently at the Company's disposal, they are not restricted.

15. Bank Deposits

In LEI

	30th June 2017	31st December 2016
On term deposits	105.261.227	117.681.095
Attached claims	32.859	58.023
Blocked deposits	51.922	55.617
Total bank deposits	105.346.008	117.794.735

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial Assets

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

<i>In LEI</i>	30th June 2017	31st December 2016
<i>Fund units</i>	19.583.507	17.930.386
<i>Shares</i>	125.433.408	111.069.287
Total	145.016.915	128.999.673

b) Financial assets available for sale

<i>In LEI</i>	30th June 2017	31st December 2016
Fair value evaluated shares	1.435.817.501	1.368.942.869
Cost evaluated shares	5.730.884	5.769.365
Fair value evaluated fund units	100.910.970	73.857.217
Total	1.542.459.355	1.448.569.452

On 30th June 2017 and 31 December 2016 the fair value evaluated shares category mainly includes the value of the shares held in Banca Transilvania and OMV Petrom. The evaluation of shares at fair value was made by multiplying the number of shares held on the balance date with the closing price on the last trading day of the reporting period. The movement of financial assets available for sale in the financial year conducted in 30 June 2017 and 31st December 2016 is presented in the following table:

<i>In LEI</i>	Fair value evaluated shares	shares evaluated at estimated fair value	Fund units	Total
01st January 2016	1.061.091.236	128.717.878	37.457.813	1.227.266.927
Net variation during the period	59.110.764	(4.617.015)	35.017.495	89.511.243
Transfer between categories	116.454.994	(116.454.994)	-	-
Impairment losses	(3.338.111)	(1.876.504)	-	(5.214.615)
Fair value modification	135.623.986	-	1.381.910	137.005.897
31st December 2016	1.368.942.869	5.769.365	73.857.218	1.448.569.452
Net variation during the period	(26.759.906)	31.867	20.052.745	(6.675.294)
Transfer between categories	-	-	-	-
Impairment loss	(20.609)	(70.347)	-	(90.956)
Fair value modification	93.655.146	-	7.001.007	100.656.153
30th June 2017	1.435.817.500	5.730.885	100.910.970	1.542.459.355

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

b) Financial Assets available for sale (continued)

c) Investments held to maturity

<i>In LEI</i>	30th June 2017	31st December 2016
Corporate bonds	9.533.530	9.455.884
Municipal bonds	112.040	117.920
Total	9.645.570	9.573.804

d) Fair value hierarchy

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

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

30th June 2017

	1st Level	2nd Level	3rd Level	Total
Financial assets at fair value through the profit or loss account	145.016.915	-	-	145.016.915
Financial assets available for sale	1.257.468.822	-	284.990.533	1.542.459.355
Total	1.402.485.737	-	284.990.533	1.687.476.270

31st December 2016

	1st Level	2nd Level	3rd Level	Total
Financial assets at fair value through the profit or loss account	128.999.673	-	-	128.999.673
Financial assets available for sale	1.164.976.978	-	283.592.474	1.448.569.452
Total	1.293.976.652	-	283.592.474	1.577.569.125

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Other Financial Assets (continued)

In year 2017 the company has classified in the 1st level value titles measured based on closing prices on BVB, TSX markets on the last trading day. In this level fund units are included, measured based on unitary value of net assets certified by the fund depository as well as shares without active market evaluated at the last quoted price..

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial Assets (continued)

d) Fair Value hierarchy (continued)

Financial assets	Fair value on 30th June 2017	Evaluation technique	non-observable entry dates, value intervals	relationship between non-observable entry dates and fair value
Majority listed holdings	50,874,375	Revenue approach – updated cash flows method	Capital average weighted cost: between 10,4% and 12,9% Control bonus: between 9,2% and 11,8% discount for lack of liquidity: average,8% . Long-term revenue increase rate: max.2%	The lower the average weighted cost of the capital, the higher the fair value. The higher the control holding bonus, the higher the fair value. The lower the lack of liquidity discount, the higher the fair value. The higher the long-term revenue increase rate, the higher the fair value.
Majority unlisted holdings	75,511,842	Revenue approach – updated cash flows method	Capital average weighted cost: between 8% and 9,4% Control bonus: between 9,2% and 10.4% Lack of liquidity discount: average 9,8% . Long-term revenue increase rate: max 2,5%	The lower the average weighted cost of the capital, the higher the fair value. The higher the control holding bonus, the higher the fair value. The lower the discount for lack of liquidity, the higher the fair value. The higher the long-term revenue increase rate, the higher the fair value.

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial assets (continued)

d) Fair value hierarchy (continued)

Financial assets	Fair value on 30 th June 2017	Evaluation technique	non-observable entry dates, value intervals	relationship between non-observable entry dates and fair value
unlisted majority holdings, start-up type	93,799,186	Market approach – comparable companies method	P/BV multiplier: between 0,8 and 1,2	P/BV can have higher or lower values. In the sectors that are characterized by high investments in fixed assets, P/BV is usually lower.
			Control bonus: between 9.2% and 24.6%	The higher the control bonus, the higher the fair value.
			Discount for lack of liquidity: between 9,8% - 24,4%.	The lower the discount for lack of liquidity, the higher the fair value.
Listed minority holdings	23,337,282	Revenue approach – updated cash flows method	Capital average weighted cost: between 8,9% and 11,3%	The lower the average weighted cost of the capital, the higher the fair value.
			Control bonus: between 7,05% - 10,5%	The lower the lack of control discount, the higher the fair value.
			Discount for lack of liquidity: 9,8% – 16,8%.	The lower the lack of liquidity bonus, the higher the fair value.
			Long-term revenue increase rate: max 2%	The higher the long-term revenue increase rate, the higher the fair value

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial Assets (continued)

d) Fair value hierarchy (continued)

Financial assets	Fair value on 30th June 2017	Evaluation technique	non-observable entry dates, value intervals	relationship between non-observable entry dates and fair value
Unlisted minority holdings	30,619,055	Revenue approach – updated cash flows method	Capital average weighted cost: between 8,4% and 12,7%	The lower the average weighted cost of the capital, the higher the fair value.
			Discount for lack of control: between 7,71% - 20,4%	The lower the discount for lack of control, the higher the fair value.
			Discount for lack of liquidity: between 9,8% -16,8%	The lower the discount for lack of liquidity, the higher the fair value.
			Long-term revenue increase rate: max: 3%	The higher the long-term revenue increase rate, the higher the fair value.
Unlisted minority holdings	410,468	Market approach – comparable companies method	EBITDA multiple: max.9,7	The higher the EBITDA multiplier, the higher the fair value.
			Long-term revenue increase rate: max 9,8% .	The lower the discount for lack of liquidity, the higher the fair value.
TOTAL	274,552,208			

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial Assets (continued)

The evaluation method applied unitary determines, in a single depreciation model, all financial instruments.

EBITDA multiple: represents the most relevant multiple used in the evaluation of a holding and is calculated using the information available for comparable listed companies(with the same geographic location, weight of the industrial sector, target markets as well as other factors that the evaluator considers to be relevant).

Trading multiples for comparable companies are set by dividing the value of the company to the corresponding EBITDA indicator and the later application of discounts, for reasons such as lack of liquidity and other differences between the analyzed companies and evaluated company.

The lack of liquidity discount: is the discount applied to comparable market multiples, in order to reflect liquidity differences between the company in the portfolio subjected to evaluation and comparable companies taken into consideration. Evaluators estimate the discount for lack of liquidity based on their professional judgment, taking into consideration the market conditions regarding liquidity and specific factors of the evaluated company.

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

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

Net price/profit (P/E): P/E indicator is a prospective market indicator that calculates the value of an investment in relation to the profit it generates, by reporting the share price to the net profit per share. This indicators shows how much the market is willing to pay for a company based on the net profit currently generated by it. Investors often use this indicator to evaluate what the market value of an investment should be based on the estimate of future profit per share.

The price/ accounting value of equity, P/BV indicator evaluates the market price of a company in relation to its equity (net assets). This indicator reflects the price that investors are willing to pay for the net asset value per share. P/BV indicator significantly varies depending on the activity sector. A company that requires more assets (for example a manufacturing company with manufacture area and machines) will usually have a price/accounting value of equity ratio below than that of a company whole revenue comes from service provision (for example a consultancy company).

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

16. Financial assets (continued)

e) Reserve from the reevaluation at fair value of assets available for sale, net of deferred tax

in LEI

	30th June 2017	30th June 2016
On 1st January 2017/2016	616.216.703	450.874.023
Net revenue from the reevaluation of financial assets available for sale, net of deferred tax effect	136.221.257	(51.394.545)
(Revenue) / Loss corresponding to the transfer in the profit or loss account following the sale of financial assets available for sale	(52.948.752)	(65.303.617)
The effect of the loss in the profit and loss account from the impairment of financial assets available for sale.	(20.609)	36.225.966
On 30th June 2017/2016	699.468.599	370.401.827

17. Real estate investments

In LEI

	30st June 2017	31st December 2016
Balance on January 1st	3.505.273	3.505.273
Real estate investments increase/decrease	-	-
Balance on June 30th	3.505.273	3.505.273

18. Tangible and intangible assets

Gross accounting value

	01st January 2017	Increase / decrease /reclassification	30th June 2017
Intangible assets	-	-	-
Intangible assets	2.091.804	1.850	2.093.654
Pending intangible assets	-	-	-
Total	2.091.804	1.850	- 2.093.654
Tangible assets			
Lands	563.193	-	563.193
Buildings	6.841.774	-	335.100 6.506.674
Equipment	1.421.105	50.973	33.420 1.438.658
Transportation means	1.411.781	-	- 1.411.781
Other fixed means	126.259	13.000	8.816 130.443
Pending tangible assets	-	61.397	61.206 190
Total	10.364.112	125.370	438.542 10.050.939

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

18. Tangible and intangible assets (continued)

Cumulated amortization	01st January 2017		Increase	Decrease/reclassification	30th June 2017
Intangible assets					
Intangible assets	1.978.624	71.273			- 2.049.897
Total	1.978.624	71.273			- 2.049.897
Tangible assets					
Lands	-	-			-
Buildings	43.090	173.248		1.526	214.812
Equipment	964.892	132.463		33.391	1.063.964
Transportation means	1.118.130	81.584			- 1.199.714
Other fixed means	97.522	10.348		8.816	99.054
Total	2.223.634	397.643		43.733	2.577.544
Net accounting value	-	-			-
Intangible assets	-	-			- 43.757
Tangible assets	-	-			- 7.473.395

The company has reevaluated the lands and constructions held on 31st December

19. Other assets

Various debtors mainly include amounts coming from final sentences worth 56.569.998 lei. For the values for which collection is uncertain, the Company has calculated depreciation adjustments

In LEI

	30st June 2017	31st December 2016
Various debtors	77.113.998	57.578.806
Dividends to collect	13.287.633	-
Other assets	283.989	265.048
less adjustment for various debtors impairment	(56.569.998)	(56.496.561)
Total	34.115.622	1.347.293

The provision for various debtors' impairment can be analyzed as follows:

In LEI

	30th June 2017	31st December 2016
On January 1 st	(56.496.561)	(50.711.921)
Setup	(247.953)	(5.838.591)
Rerun	174.517	53.951
On 30th June/31st December	(56.569.997)	(56.496.561)

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

20. Dividends to pay

<i>In lei</i>	30th June 2017	31st December 2016
Dividends to pay for 2012	642	642
Dividends to pay for 2013	6.811.721	6.861.613
Dividends to pay for 2014	10.820.688	10.935.347
Dividends to pay for 2015	11.222.527	11.460.892
Dividends to pay for 2016	44.975.884	-
Total dividends to pay	73.831.462	29.258.494

Dividends to be paid not collected within 3 years from their statement date are prescribed according to the law and are transferred by the Company in equity, in the reported result.

21. Provisions for Risks and expenses

<i>In LEI</i>	30th June 2017	31st December 2016
Provisions for litigations	3.468.594	3.452.286
Total	3.468.594	3.452.286

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

The provisions for litigations can be analyzed as follows:

<i>In LEI</i>	30th June 2017	31st December 2016
on 1st January	3.452.286	3.306.214
Setup	16.308	777.936
Rerun	-	(631.864)
on 31st December	3.468.594	3.452.286

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

22. Liabilities regarding deferred profit tax

Liabilities regarding deferred tax on 30th June 2017 are generated by the elements listed in the table below:

In LEI

	Assets	Liabilities	Net
Tangible assets	3.416.856	-	3.416.856
Financial assets available for sale	532.380.672	-	532.380.672
Real estate investments	3.758.687	-	3.758.687
Provisions for litigations and other provisions		(3.468.594)	(3.468.594)
Financial assets at fair value through the profit or loss account – fund units	(211.183)	-	(211.183)
Provision for management benefits		(4.930.832)	(4.930.832)
Total	539.345.032	(8.399.426)	530.945.606
Net temporal differences - 16% quota		-	530.945.606
Liabilities regarding deferred profit tax		-	- 84.951.297

The liabilities regarding deferred profit tax on 31st December 2016 are generated by the elements detailed in the table below:

In LEI

	Assets	Liabilities	Net
Tangible assets	6.034. 81	-	6.034.381
Financial assets available for sale	437.891.557	-	437.891.557
Real-estate investments	2.289.244	-	2.289.244
Provisions for litigations and other provisions	-	(3.452.286)	(3.452.286)
Financial assets at fair value through the profit or loss account – fund units	(899.476)	-	(899.476)
Benefit plan provisions		(10.052.459)	(10.052.459)
Total	445.315.706	(13.504.745)	431.810.961
Net temporal differences - 16% quota		-	431.810.961
Liabilities regarding deferred profit tax		-	- 69.089.754

Deferred profit tax is directly recognized through the reduction of equity and is 85.325.358 lei on 30th June 2017 (31st December 2016: 69.948.119 lei), being generated by tangible assets and financial assets available for sale at fair value.

23. Other liabilities

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

In LEI

	30st June 2017	31st December 2016
Suppliers – invoices not received	254.913	496.713
Liabilities with current profit tax	5.955.205	4.636
Taxes and fees	368.965	967.688
Liabilities regarding profit participation	4.930.832	10.052.459
Other liabilities	1.873.097	5.561.131
Total	13.383.012	17.082.627

The liabilities regarding profit participation represent the part of the employees' net profit (constituted within the limitations of the collective employment contract, representing 1.52% of net profit before the setup of the provision) and of the managers' (setup within the limitations of the Memorandum of association, representing 5% of the net profit before provision setup, to which the company's contributions are added). that will be distributed in 2017 as shares – following the running of 2016 SOP. Liabilities with current profit tax have been paid by the Company on time.

24. Capital and reserves

(a) Share capital

The Company's shareholding is:

30th June 2017

	No. shareholders	No. shares	Amount (RON)	(%)
Natural individuals	5.765.135	406.110.529	40.611.053	39
Companies	236	632.068.647	63.206.865	61
Total	5.765.371	1.038.179.176	103.817.918	100

31st December 2016

	No. of shareholders	No. of shares	Amount (RON)	(%)
Natural individuals	5.768.263	453.939.226	45.393.923	43
Companies	269	584.239.950	58.423.995	57
Total	5.768.532	1.038.179.176	103.817.918	100

24. Capital and reserves (continued)

(a) Share capital (continued)

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

All shares are ordinary. They have been subscribed and fully paid on 31st March 2017. All shares have the same voting right and a nominal value of 0.1 lei/share. The number of shares authorized to be issued is equal to the issued ones. In 2017 there have been no modifications of the number of issued shares.

Thus, the share capital on 30th June 2017 is 103.817.918 lei (31st December 2016: 103.817.918 lei).

The shareholding right limited to 1% of the share capital has been modified by Law no 11 of 6th January 2012 (coming into force on 13th January 2012), to 5% of share capital that is 51.908.959 shares.

(b) Reserves from the reevaluation of financial assets available for sale

This reserve includes the net cumulated modifications of the fair value of financial assets available for sale on the date of their classification in this category and until the date these have been derecognized or depreciated.

The reserves from the re-evaluation of financial assets available for sale are recorded at net value of corresponding deferred tax. The value of deferred tax, directly recognized through the decrease of equity is foreseen under item 22.

(c) Legal Reserves

As per legal requirements. The company sets up legal reserves worth 5% of registered profit as per IFRS up to 20% of share capital. The value of legal reserve on 30th June 2017 is 17.608.362 lei (31st December 2016: 17.608.362 lei).

Legal reserves cannot be distributed to the shareholders.

(d) Dividends

In the reporting period, the company has declared a dividends worth 44.975.883 lei for year 2016 (2016: 46.250.883 lei corresponding to year 2015), namely 0,044 lei/ share (2016: 0,045 lei/ share).

(e) Other equity elements – Own Shares

SIF Moldova has informed the shareholders (current report on 06.03.2017) regarding the completion of own shares buy-back program, in compliance with EGMS of SIF Moldova no. 4/25.04.2016. The cumulated results of the operations run between 15.06.2016 – 03.03.2017 is the following:

- Number of bought shares: 9.581.936 (0,923 % of share capital)
- Average price: 0,7661 lei
- Total value of shares: 7.341.134 lei

On the reporting date, total SIF Moldova holding amounted to 16.000.000, in compliance with OGMS resolution no. 8/25.04.2016, including the shares purchased in compliance with EGMS no. 4/01.04.2015 not assigned.

Following OGMS resolution no. 3/04.04.2017 to approve the individual financial statements (IFRS) for financial year 2016, accompanied by the opinion of the financial auditor, the Board of Directors has approved the "2016 Share-based payment plan" as part of the 2016 Benefits plan. The shares offered that are to be assigned to the managers,

24. Capital and reserves (continued)

(e) Other equity elements – Own shares (continued)

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

directors and employees are part of the shares bought back by SIF Moldova in compliance with the buy-back programs approved by EGMS no.4/01.04.2015 and no.8/25.04.2016. The coming into the rights (transfer of shares) will take place at the time each beneficiary exercises his right, after the completion of the 12 months' deadline from the signing date of the "*Share-based payment agreement*", but no more than 15 months from the signing date. The "notification document" drafted in compliance with CNVM regulation no.1/2006 (Annex no. 21) has been made public through the current report on 11.04.2017 and loaded on the website www.sifm.ro.

Through FSA resolution no. 734/30.05.2017 the public purchase offer for shares issued by SIF Moldova has been approved with the following characteristics:

- number of shares that are object of the offer: 25.000.000 (2,4081% of share capital);
- purchase price: 1 leu/share;
- running period: 07.06.2017 – 27.06.2017;
- subscription locations: in compliance with the offer document displayed on www.sifm.ro.

The purpose of the program is to reduce the share capital, by annulling the bought-back shares. The capital reduction will be presented for approved in the following shareholders' meeting.

Results of the public purchase offer :

- no. of subscribed shares: 27.163.657
 - Assignment index: 0,92
- (press release on 27.06.2017)

In the reporting period a number of 27.575.313 shares have been purchased for an average price of 0,9837 lei, representing 2,65% of share capital.

Following OGMS resolution no. 3/04.04.2017 to approve the individual financial statements (IFRS) for financial year 2016, accompanied by the financial auditor's report, the Board of Directors has approved the "*2016 Share-based payment plan*", as part of the benefits plan for 2016. The shares offered that are to be assigned to the managers, directors and employees of the company are part of the shares bought back by SIF Moldova in compliance with the buy-back programs approved through EGMS resolutions no. 4/01.04.2015 and no.8/25.04.2016. The rights are assigned (transfer of shares) at the time each beneficiary exercises his right after the completion of the 12 months deadline from the time the "*Share-based payment agreement*" is signed, but no later than 15 months from the signing date. "The notification document" drafted in compliance with CNVM Regulation no. .1/2006 (Annex no. 21) has been made public in current report on 11.04.2017 and posted on the following website www.sifm.ro.

25. Result per share

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

In LEI

	30th June 2017	30th June 2016
Profit assignable to ordinary shareholders	72.222.054	98.041.011
Weighted average no of ordinary shares	1.038.179.176	1.038.179.176
Result per basic share	0,070	0,094

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

26. Contingent engagements and liabilities

(a) Trials

On 30th June 2017, Moldova was involved in a number of 33 trials acting as defendant and 111 trials acting as plaintiff.

The trials where SIF Moldova acts as defendant/plaintiff whose object influence the company's patrimony are entered in the accounting records.

Of the 111 pending trials in which SIF" Moldova" acts as plaintiff, 64 files are for AAAS litigations. For the amounts claimed by the Company and won through final and irrevocable sentences we have entered AAAS claims in the accounting, for most of them the enforcement procedure being opened.

Of the 33 trials where SIF Moldova acts as respondent 17 are entered by AAAS following the enforcements made by SIF Moldova.

Litigations entered by AAAS with object appeal of the enforcements made by SIF Moldova are detailed below:

• Total contingent debt at the beginning of the period	11.124.306 lei;
• Litigations started during the year	3.090.210 lei;
• Solutions in SIF's favor	833.598 lei;
• Contingent liabilities on 30 th June 2017	13.380.918 lei;

(a) Trials (continued)

Of total contingent assets entered on 30th June 2017 on 23.474.435 lei, the amount of 7.981.037 lei represent the value of the agreement to take over litigious rights Textila Oltul-SIF Moldova, 3.644.554 lei represents the value of sharers plus interest owed by Vastex following the withdrawal of SIF Moldova from the shareholding and 634.672 lei represents the amount requested by SIF Moldova in litigations with AAAS with object the recovery of legal expenses and damages requested for the amounts won in court.

The amounts representing contingent assets will be entered in the balance at the moment a final and irrevocable sentence is pronounced /on their collection.

(b) Contingents regarding the environment

The regulations regarding the environment are developed in Romania, and the company has not recorded any obligations on 30th June 2017 and 01st January 2017 for any type of anticipatory costs, including legal and consultancy fees, location surveys, design and implementation of remedy plans, regarding the environment.

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

(c) Transfer price

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

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

27. Transactions and balances with parties in special relations

The Company has identified in the course of carrying out its activities, the following parties in special relationships:

Subsidiaries of the company

List of subsidiaries and holding percentage

In LEI	30 th June 2017	31 st December 2016
AGROINTENS SA	99.99	99.99
AGROLAND CAPITAL SA	99.99	99.99
ASSET INVEST BACAU	99.99	99.99
CASA SA BACAU	99.02	99.02
HOTEL SPORT CLUJ S.A.	99.98	-
MECANICA CEAHLAU	63.30	63.30
OPPORTUNITY CAPITAL S.A.	-	99.99
REAL ESTATE ASSET S.A.	99.99	99.99
REGAL	93.02	93.02
TESATORIILE REUNITE	99.99	99.99

Between 01st January 2017-30th June 2017 the company has participation to the share capital increase of its subsidiaries, as follows:

- S.C. Tesatoriile Reunite S.A. Bucuresti – cash contribution amounting to a total of 16.628.005 lei

Company's associated entities

The Company does not have associated entities on 30th June 2017 and 30th June 2016.

Key Management Staff

30th June 2017

The members of the board of directors of SIF Moldova S.A.: Ceocea Costel (president and CEO), Doros Claudiu (vice-president adjunct CEO), Catalin Jianu Dan Iancu (Director of the Management Committee) Horia Ciorcilă, Radu Hanga, Octavian Claudiu Radu and Gheorghe Albu.

31st December 2016

The members of the board of directors of SIF Moldova S.A.: Ceocea Costel (president and CEO), Doros Claudiu (vice-president adjunct CEO), Catalin Jianu Dan Iancu (Director of the Management Committee) Horia Ciorcilă, Radu Hanga, Octavian Claudiu Radu and Gheorghe Albu.

On 30th June 2017 there were: 33 individual employment contracts (on 31.12.2016 there was a number of 33 individual employment contract); 3 management contracts (3 management contracts on 31.12.2016); 7 administration contracts (same as on 31.12.2016).

SIF MOLDOVA S.A.
EXPLANATORY NOTES FOR THE SPECIAL PURPOSE INFORMATION
FOR THE 6 MONTHS' PERIOD CONCLUDED ON 30TH JUNE 2017
(all amounts are presented in RON if not otherwise specified)

27. Transactions and balances with third parties in special relations (continued)

Of which:	<u>Employee s</u>	<u>Management contracts</u>	<u>Administratio n contracts</u>
• Managers	-	-	7
• Directors – managers as per Law 31/1900 – republished	-	3	-
• employees with high education	30	-	-
• Employees with average education	3	-	-
TOTAL	<u>33</u>	<u>3</u>	<u>7</u>

Wages and indemnities paid or to be paid for January-December 2016, amounting to 9.441.802 lei (31st December 2015: 8.056.095 lei).

Of which :

Of which :	<u>31st December 2016</u>	<u>31st December 2016</u>
• Management Contract	2.597.593	2.597.593
• Board of Directors	1.975.281	4.071.632
• Employees of which:	1.335.549	2.768.266
• compensations for lay-offs during the period.	249.380	249.380
• Other collaborators	1.904	4.311
Total	<u>4.672.886</u>	<u>9.441.802</u>

Between 1st January 2017 – 30th June 2017, employees benefited from: participation to profit of 954.992 lei (in year 2016: 1.638.179 lei), training courses worth 27.300 lei (in 2016: courses of 48.741 lei).

The money rights for the directors are approved by the Board of Directors through the management contract. The managers' wages and indemnities represent 71% of total wages expenses of the Company.

The managers have received a participation to profit of 3.213.973 lei (2016: 5.329.766 lei).

28. Events following the balance date

Status of litigations regarding the annulment of GMS resolutions of companies from SIF Moldova's portfolio (plaintiff) – PENDING on 30.06.2017

No.	Company	Object	Litigation status	Observations
1	Iașitex S.A.	ascertainment of EGMSR no 1 of 27.04.2015 NA	Action dismissed . SIF appeal	ICCJ notification
2	Chimcomplex S.A.	annulment of EGMSR of 14.03.2016	Action dismissed	With appeal
3	Brikston S.A.	annulment of OGMSR of 27.04.2016	Action dismissed	SIF appeal
4	Chimcomplex S.A.	annulment BR resolutions regarding capital increase	Cause suspended	Dismisses SIF's appeal
5	Alimentara S.A.	annulment of OGMSR of 17.05.2016	Action allowed. With appeal	
6	Chimcomplex S.A.	annulment of EGMSR of 03.10.2016	Litigation in lower court	
7	Alimentara S.A.	annulment of EGMSR of 07.09.2016 - SAT trading	Action allowed. With appeal	
8	Alimentara S.A.	annulment of EGMSR of 21.09.2016-assignment of BD competences	Cause suspended	
9	Chimcomplex S.A.	annulment of EGMSR of 12.12.2016 – credit contracting	Action dismissed . With appeal	
10*	Chimcomplex S.A.	annulment of BDR 1/02.02.2017	Litigation in lower court	Participation to share capital increase A6 Impex
11*	Chimcomplex S.A.	annulment of BDR 1/09.02.2017	Cause suspended	Capital increase as per EGMSR of 14.03.2016
12	Alimentara S.A.	annulment of OGMSR of 18.12.2013	Litigation in lower court	
13*	Chimcomplex S.A.	EGMSR capital increase – CHOB for A6 Impex	Litigation in lower court	
14*	Chimcomplex S.A.	annulment of BDR 2/28.02.2017	Litigation in lower court	
15*	Chimcomplex S.A.	annulment of EGMSR of 28.02.2017	Litigation in lower court	
16*	Iașitex S.A.	annulment of EGMSR of 05.04.2017	Litigation in lower court	
17*	Iașitex S.A.	annulment of OGMSR no . 2 din 05.04.2017	Litigation in lower court	
18*	Iașitex S.A.	suspension of OGMSR no 2 din 05.04.2017	Litigation in lower court	
19*	Chimcomplex S.A.	annulment of EGMSR of 08.05.2017 – capital increase	Litigation in lower court	
20*	Chimcomplex S.A.	suspension of EGMSR of 08.05.2017	Litigation in lower court	
21*	Chimcomplex S.A.	annulment of EGMSR of 12.06.2017 – loans/purchases	Litigation in lower court	
22*	Chimcomplex S.A.	suspension of EGMSR of 12.06.2017	Litigation in lower court	

LITIGATIONS SOLVED AS OF 30.06.2017

1	Istru Braila	annulment of EGMSR of 03.12.2012	Action dismissed and SIF appeal	
2	UPSS	annulment of EGMSR of 20.01.2015	Action allowed	Rejects the defendant's appeal. Final
3	Chimcomplex S.A.	suspension of EGMSR of 12.12.2016	Action dismissed and SIF appeal	
4	Brikston S.A.	ascertainment of EGMSR of 26.07.2016	Action allowed. Final	
5	Vascar S.A.	annulment of EGMSR of 29.05.2016	Action dismissed and SIF appeal	
6	Comat SA Galati	GMS convening	Request rejected	

Status of litigations involving claims - SIF Moldova as plaintiff. Pending on 30.06.2017

No.	Legal/ natural person as	Amounts claimed in RON	Object	Litigation phase
-----	--------------------------	------------------------	--------	------------------

defendant				
1	Genko Med Group	75,908.00	claims	Action allowed in lower court. With appeal
2	Zaiet Marius	3,253.96	claims	Enforcement
3	Vastex S.A.	3,644,554.43	claims share value	Action dismissed . SIF appeal
4	Statul Roman	1,672,075.76	claims - litigious rights TEXU	Action dismissed and SIF appeal. With appeal
5	A.A.A.S.	883.44	trial expenses BO 420.000 DEM Derby	Enforcement
6	A.A.A.S.	4,993.96	trial.exp...BO 300.000 DEM Relona Trans	Enforcement
7	A.A.A.S.	485,303.76	enf. cancellation BO 300.000 USD Avicom	Enforcement
8	A.A.A.S.	6,163,832.81	damages BO issued by Digicom S.A.	Enforcement
9	A.A.A.S.	551,046.74	damages BO issued by Avicom	Enforcement
10	A.A.A.S.	1,201,762.65	enforcement cancellation BO 800.000 USD SGI	Enforcement
11	A.A.A.S.	845,735.57	enforcement cancellation BO 470.000 USD Aust Rom	Enforcement
12	A.A.A.S.	385,178.16	enforcement cancellation BO 220.000 USD Best	Enforcement
13	A.A.A.S.	1,042,296.41	enforcement cancellation BO 630.000 USD Best	Enforcement
14	A.A.A.S.	1,164,200.45	enforcement cancellation BO 650.000 USD SGI	Enforcement
15	A.A.A.S.	1,073,829.02	enforcement cancellation BO 655.000 USD SGI	Enforcement
16	A.A.A.S.	1,355,732.23	enforcement cancellation BO 800.000 USD Max Inv	Enforcement
17	A.A.A.S.	406,197.30	int.ex.BO 250.000 USD Asociatia Pas Tranzitour	Enforcement
18	A.A.A.S.	12,038.01	leg.exp. -B.O. 300.000 USD Sercot Impex	Enforcement
19	A.A.A.S.	25,316.67	leg.exp. -B.O. 1.500.000 USD Lynx International	Enforcement
20	A.A.A.S.	5,194.06	leg.exp. litigation B.O. 250.000 USD Alionor	Enforcement
21	A.A.A.S.	865,256.16	enforcement cancellation BO 300.000 USD Editip	Enforcement
22	A.A.A.S.	1,512,931.53	enforcement cancellation B.O. 900.000 USD SGI	Enforcement
23	A.A.A.S.	1,591,898.26	enf.canc. BO 940.000 USD Invest House	Enforcement
24	A.A.A.S.	884,946.81	enf.canc. B.O. 300.000 USD Editip	Enforcement
25	A.A.A.S.	1,262,494.73	enf.canc. B.O. 750.000 USD Bel Ami Invest	Enforcement
26	A.A.A.S.	1,234,457.46	enforcement cancellation B.O. 400.000 USD Best	Enforcement
27	A.A.A.S.	14,089.55	leg.exp. litigiu B.O. 650.000 USD SGI	Enforcement
28	A.A.A.S.	1,320.12	leg.exp. -B.O. USD Digicom	Enforcement
29	A.A.A.S.	42,688.04	leg.exp. - B.O. 800.000 USD SGI	Enforcement
30	A.A.A.S.	2,082.38	leg.exp. -B.O. 940.000 USD Invest House	Enforcement
31	A.A.A.S.	29,612.04	leg.exp. - B.O. 630.000 USD Best	Enforcement
32	A.A.A.S.	1,833.22	leg.exp. lit. B.O. 500.000 USD SGI	Enforcement
33	A.A.A.S.	33,308.19	legal.exp. litig. B.O. 655.000 USD SGI	Enforcement
34	A.A.A.S.	1,914.31	legal.exp. litig. B.O. 230.000 USD Lerus	Enforcement
35	A.A.A.S.	24,885.42	legal.exp. litig. B.O. 470.000 USD Aust Rom	Enforcement
36	A.A.A.S.	2,613.41	legal.exp. litig. B.O. 220.000 USD Best	Enforcement
37	A.A.A.S.	39,031.41	legal.exp. litig. B.O. 800.000 USD Max Inv.	Enforcement
38	A.A.A.S.	29,700.09	legal.exp. litig. B.O. 300.000 USD Editip	Enforcement
39	A.A.A.S.	1,972.72	leg.exp. -B.O. 900.000 USD SGI	Enforcement
40	A.A.A.S.	10,862.50	leg.exp. - B.O. 500.000 USD Trust Ares	Enforcement
41	A.A.A.S.	1,940.24	leg.exp. - B.O. 300.000 USD Editip	Enforcement
42	A.A.A.S.	1,867.95	legal.exp. litig. B.O. 500.000 USD Max	Enforcement
43	A.A.A.S.	2,042.40	legal.exp. litig. B.O. 250.000 USD Pas Tranz.	Enforcement
44	A.A.A.S.	16,232.80	legal.exp. litig. B.O. 720.000 USD Lerus	Enforcement
45	A.A.A.S.	20,059.90	legal.exp. litig. B.O. 300.000 USD Avicom	Enforcement
46	A.A.A.S.	2,118,415.64	int.ex. B.O. 720.000 USD Lerus Agnita	Enforcement
47	A.A.A.S.	1,534,820.88	enf. cancellation B.O. 500.000 USD Trust Ares	Enforcement

48	A.A.A.S.	1,472,453.99	enf. cancellation B.O. 500.000 USD Max I.	Enforcement
49	A.A.A.S.	2,088,278.15	damages (BO 800.000 USD) issued by Max Inv.	Enforcement
50	A.A.A.S.	1,004,284.60	damages (BO 300.000 USD) issued by Editip	Enforcement
51	A.A.A.S.	829,850.35	damages (BO 300.000 USD) issued by Editip	Enforcement
52	A.A.A.S.	1,562,991.43	damages (BO 500.000 USD) Max Invest	Enforcement
53	A.A.A.S.	258,942.29	damages (BO 230.000 USD) Lerus Agnita	Enforcement
54	A.A.A.S.	2,087,301.71	damages (BO 720.000 USD) Lerus Agnita	Enforcement
55	A.A.A.S.	1,400,232.71	damages (BO 470.000 USD) Aust-Rom 95	Enforcement
56	A.A.A.S.	710,777.50	damages (BO 220.000 USD) issued by Best	Enforcement
57	A.A.A.S.	1,610,370.32	damages (BO 630.000 USD) issued by Best	Enforcement
58	A.A.A.S.	2,737,124.57	damages (BO 940.000 USD) Invest House	Enforcement
59	A.A.A.S.	2,336,957.60	damages (BO 940.000 USD) Invest House	Enforcement
60	A.A.A.S.	429,296.89	damages (BO 250.000 USD) Asoc.Tranzitour	Enforcement
61	A.A.A.S.	1,679,684.65	damages (BO 650.000 USD) issued by S.G.I.	Enforcement
62	A.A.A.S.	1,380,933.65	damages (BO 800.000 USD) issued by S.G.I.	Enforcement
63	A.A.A.S.	2,007,773.22	damages (BO 655.000 USD) issued by S.G.I.	Enforcement
64	A.A.A.S.	2,587,648.36	damages (BO 900.000 USD) issued by S.G.I.	Enforcement
65	A.A.A.S.	1,379,439.56	damages (BO 500.000 USD) issued by Trust Ares	Enforcement
66	A.A.A.S.	373,925.52	damages (BO 500.000 USD) issued by S.G.I.	Enforcement
67	Alimentara SA	10,165,151.99	share value as per law. 151/2014	Litigation in lower court
68	AAAS	393,261.38	interest setting enforcement file no. 101/2015	Action dismissed . SIF appeal
69	AAAS	241,410.12	interest setting enforcement file no. 492/2016	Action dismissed . SIF appeal
70	Galgros S.A.	2,109,426.38	claims - share value	Action allowed la fond. With appeal
71*	CIA Hasmatuchi	3,327.78	claims - rent value	Litigation in lower court
72*	PSD Bacau	15,007.65	claims - rent value	Transaction between the parties noted
TOTAL:		72,268,463.92		
LITIGATIONS SOLVED ON 30.06.2017				
1	A.A.A.S.	192.66	enf. cancellation BO 940.000 USD Invest House	Debit paid in full (legal compensation)
2	CNCI	13,737.65	claims –legal expenses	Collection of 15.237,65

**Status of litigations involving insolvency
(SIF Moldova plaintiff- creditor) – PENDING on 30.06.2017**

no	Company	Total debt in lei	Phase	Observations
1	Bankcoop SA	626,742.17	Bankruptcy	Procedure continues
2	BIR	344.12	Bankruptcy	Procedure continues
3	Nova Bank	729.25	Bankruptcy	Procedure continues
4	Mes Suceava	4,776.77	Bankruptcy	Procedure continues
5	Network Press	3,799.87	Bankruptcy	Procedure continues
6	Pantex S.A. Brasov	10.3	Bankruptcy	Procedure continues
7	Ceramica Dorohoi	3,039.00	Bankruptcy	Procedure continues
8	Nobel Corporation	2,215.31	Bankruptcy	Procedure continues
9	Horticola SA	1,466,168.33	Insolvency	claim stating in enf. file 135/2014
10	Celule Electrice Bailesti	22,707.72	Insolvency	Procedure continues
TOTAL LEI:		2.130.532,84		
LITIGATIONS SOLVED ON 30.06.2017				

Status of litigations involving various claims (SIF Moldova plaintiff) – LITIGATIONS PENDING on 30.06.2017				
No.	Company	Object	Litigation status	Observations
1	Alimentara SA	TR complaint intervention headquarters change	Action allowed. With appeal	
2	Chimcomplex S.A.; SSIF Estinvest SA	ascertainment of absolute nullity Prospect mcs CHOB	Litigation in lower court	
3*	Chimcomplex S.A.	TRO intervention request – mention in file 27935/19.06.2017 regarding EGMS of 12.06.2017	Litigation in lower court	
4	Asia Debt Management; Eurobrick International BV	Obligation to do - OPP conduct as per. 203 LPC	Action dismissed and SIF appeal. With appeal	
LITIGATIONS SOLVED AS OF 30.06.2017				
No.	Company	Object	Litigation status	Observations
1	Chimcomplex S.A.; ASF	enforcement suspension. Resolution no. 2123/2016 mcs prospect request dismissed	Dismissed as null of object. Final	
2*	Iasitex S.A.; Vuza Stefan	annulment of share A2 Impex transfer	Tax reexamination request dismissed	

Status of criminal litigations (SIF Moldova as injured party) – pending on 30.06.2017				
No	Defendant	Object	Litigation status	Observations
1	Bogdan Eugen	violation of law 31/1990	Call before the court	art. 271, art. 275 (1) din LS
2	Bittner Alexandru s.a.	Causing loss in Piscicola Mruighiol	Criminal complaint	money laundering crime
3	Ciurciu Gabriela s.a.	causing loss in Vascar SA	Criminal investigation	Civil party

Litigation status - SIF Moldova as defendant – PENDING ON 30.06.2017 LITIGATIONS WITH VARIOUS OBJECTS – PENDING ON 30.06.2017				
No.	Plaintiff	Amounts claimed in RON	Object	Lawsuit phase
1	Groza Daniel	40,155.85	lack of use real estate. Lawsuit pending in lower court	SIF has filed a reconventioning request and claim under warranty pending in lower court
2	Transcom SA Iasi	61,553.25	claims -guarantee	pending in lower court
3	Cantoreanu Ioan Florin	1,089,430.20	claims - restitution of 250.000 USD - BO issued by Pas Tranzitour	Action allowed. SIF appeal
4	AAAS Bucuresti	1,181,092.28	Cancelation of enforcement	Suspended
5	AAAS Bucuresti	996,956.01	Cancelation of enforcement	request rejected. With appeal
6	AIPC	12,741.28	enforcement challenge – enf. file 483 and 484/2016	Action allowed. Orders enforcement cancellation. SIF appeal
7	Eximbank SA	7,707.42	claims - leg.exp. .separately	Action allowed. SIF appeal
8	Eximbank SA	23,862.23	claims - leg.exp. .separately. Plaintiff's appeal	Partly allows. Binds SIF to pay the amount of 2.000 lei
TOTAL		3.413.498,52		
9	Mercom SA Onesti	-	building reclaim.	Rejects the exception of trial quality of SIF. Sends the cause for retrial in lower court
10	Solomon Ion		Enforcement challenge	Suspended
11	AIPC		annulment of EMGSR no. 4 of 13.01.2016 regarding nominal value consolidation	Action dismissed as ungrounded. SIF appeal for expenses
12	Iovitu Marian		mortgage cancellation in LB	Action dismissed as not allowable. Plaintiff's appeal.

13	Achitenei Viorica		resolution to replace authentic document annulment of EGMSR of 25.04.2016	Litigation in lower court
14	AIPC		regarding the consolidation of SIF2 share nominal value	Cause suspended
15	Luceafarul SA		suspension by presidential order of the withdrawal procedure	Action dismissed .Plaintiff's appeal
16	Marchidan Com SRL		resolution to replace authentic document	Action dismissed
17*	Casandriuc Florin Sorin		resolution to replace authentic document	Litigation in lower court
18*	Luceafarul SA		ascertainment of non-existence of withdrawal right	Litigation in lower court
LITIGATIONS SOLVED ON 30.06.2017				
1	Comanescu Viorel	not mentioned	claims - labor litigations	notes the renouncement of plaintiff's claim for the requested right.

LITIGATIONS AGAINST AAAS – PENDING on 30.06.2017				
No.	Challenged amount in lei	Object	Status	Observations garnished third parties
1	1,036,979.79	challenge of enforcement file 727/2015	Cause suspended	
2	817,850.35	challenge of enforcement file. 727/2015	Challenge partly allowed. SIF appeal	garnished third party - Trezoreria S4 B
3	700,777.50	challenge of enforcement file 45/2016	Litigation in lower court	Cause suspended
4		challenge of enforcement file 45/2016	Challenge dismissed.	Apel AAAS
5		challenge of enforcement file 45/2016	Action dismissed . AAAS' appeal	garnished third party: Trezoreria S4 B
6		challenge of enforcement file 45/2016	Challenge dismissed. With appeal	garnished third party: Trezoreria S4 B
7	1,366,866.85	challenge of enforcement file 492/2016	Action dismissed . AAAS' appeal	
8	2,321,957.60	challenge of enforcement file 108/2016	Challenge dismissed. AAAS' appeal	
9		challenge of enforcement file 108/2016	Action dismissed . AAAS' appeal	garnished third party: Trezoreria S4 B
10*		challenge of enforcement file 108/2016	Action dismissed	
11*	845,735.57	challenge of enforcement file 527/2010	Litigation in lower court	garnished third party: Ropharma, DC
12*	562.46	challenge of enforcement file 482/2010	Challenge dismissed	
13*	2,088,278.15	challenge of enforcement file 111/2013	AAAS challenge in annulment dismissed	Trezoreria Sector 4
14*		challenge in annulment enforcement file 96/2015	Challenge dismissed	
15*	1,679,684.65	enforcement challenge 116/2013 damages (BO 650.000 USD-S.G.I.	Litigation in lower court	Eximbank S.A., BCR
	10.858.692,92			

LITIGATIONS SOLVED ON 30.06.2017				
No.	Challenged amount in lei	Object	Status	Observations
1	1,733.90	challenge of enforcement file. 44/2016	Action dismissed and AAAS' appeal	
2	848,529.08	challenge of enforcement file 59/2015 - enforcement cancellation BO 300.000 USD Editip	Action dismissed	
3		challenge of enforcement file 727/2015 - damages interests BO 300.000 USD - Editip	action allowed in part	rejects SIF's appeal

4		challenge of enforcement file 113/2013	challenge in annulment dismissed SIF. Final	TP - Ceprohart SA si DC SA
5		challenge of enforcement file 492/2016	challenge dismissed	
6	17,846.89	challenge 146/2014 - leg.exp. .BO 300.000 - Avicom	challenge in annulment and AAAS appeal dismissed	Trezoreria Sector 4
7*	2,737,124.57	challenge of enforcement file 115/2013	AAAS challenge in annulment dismissed	Trezoreria Sector 4
3.605.234,44				

* - new litigation, entered in 2017.

A. CURRENT REPORT

1. 30.06.2017 (11:45) Important event – Modification of 2017 financial notification calendar - 2017 (11:50) Important event – Convening the Extraordinary and Ordinary General Meeting of Shareholders on 03/04.08.2017 (11:50) EGMS and OGMS Convening Notice for 03/04.08.2017- published in the Official Gazette 2295/03.07.2017, part IV
2. 19.06.2017 (18:00) Important event – conclusion of an Addendum to the Mandate Framework Agreement entered with Asset Invest SA – a subsidiary of “SIF Moldova Group”
3. 15.06.2017 (10:35) Release – implementation stage of the residential real-estate project “Baba Novac Residence” from Bucharest
4. 08.06.2017 (12:30) Reporting of 15% limit for AEROSTAR SA Bacau
5. 31.05.2017 (11:36) Release: OPC approval of SIF2 share – FSA Resolution no. 734/30.05.2017
6. 23.05.2017 (18:15) Release: transaction conclusion – sale of CONFECTII SA Barlad share package
7. 12.05.2017 (17:25) Important event – Purchase of DIGI SIF2 share package (15:55) Important event – Submittal of Public Purchase Offer Document for SIF2 shares
8. 10.05.2017 (16:15) Election of the consultative committees of the Board of Directors of SIF Moldova
9. 28.04.2017 (18:30) Availability of BD report for the 1st quarter of 2017
10. 11.04.2017 (19:00) - Important event – Offering SIF2 shares to the managers, directors and employee of the company, in compliance with the company’s remuneration policy; (14:50) Current report – Resignation of director Mr. Radu Hanga
11. 05.04.2017 (13:40) – Current report – Availability of BD report for year 2016, and IFRS Audited Financial Statements 2016
12. 04.04.2017 (17:30) - Current report – EGMS and OGMS resolutions on 04.04.2017; (17:30) Current report – BD Resolutions – organizational structures
13. 28.03.2017 (12:20) - Release – ARS purchase notification (23.03.2017); (12:20) Release – ARD purchase notification ARS (24.03.2017)
14. 20.03.2017 (17:50) - Release – shareholders’ information
15. 16.03.2017 (16:50) - Reporting holding under 5% COMPA SA Sibiu
16. 14.03.2017 (16:50) - Important event: EGMS SIF Moldova SA of 04/05.04.2017 – amendment of the agenda, based on FSA notification no. SI/DRA 43.10 of 09.03.2017 (published in OG part IV no. . 861/15.03.2017)
17. 06.03.2017 (13:18) – Current report: Notification regarding transactions made within the share buy-back program in compliance with EGMS resolution of SIF Moldova no. 4/25.94.2016 (13:25) Important Event: completion of own shares buy-back program (amendment of TR 26.07.2016; 14.10.2016;22.11.2016)
18. 03.03.2017 (17:50) - Current report: availability of 2016 IFRS audited financial statements
19. 28.02.2017 (15:42) - Important event: preparation of EGMS and OGMS of 04/05 April 2017 (amendment of Current Report of 24.02.2017 regarding EGMS and OGMS convening)
20. 27.02.2017 (11:37) - Current report: notification regarding transactions made within the share buy-back program, in compliance with EGMS resolution of SIF Moldova no. 4/25.04.2016.
21. 24.02.2017 (18:35) - Current report: Convening the Extraordinary and Ordinary General Meeting of Shareholders on 04/05 April 2017; (18:35) Convening notice for the Extraordinary and Ordinary General Meeting of Shareholders on 04/05 April 2017 (published in OG part IV no. 668/28.02.2017)
22. 20.02.2017 (13:48) - Current report: Notification regarding transactions made within the share buy-back program, in compliance with EGMS resolution of SIF Moldova no. 4/25.04.2016.
23. 16.02.2017 (15:00) - Important event – extension of the agreements entered with Asset Invest SA- subsidiary of “SIF Moldova Group”
24. 15.02.2017 (20:05) – Phone conference with investors and analysis – preliminary financial statements 2016 (20:00) Current report: availability of preliminary 2016 financial statements, Unaudited preliminary financial results for 2016.

25. 13.02.2017 (15:20) - Current report: notification regarding transactions made during the share buy-back program, in compliance to EGMS resolution of SIF Moldova no. 4/25.04.2016; (18:15)
Notification: certification of the current members of SIF Moldova Group
26. 06.02.2017 (14:10) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no. 4/25.04.2016.
27. 31.01.2017 (13:30) – Modification of 2017 financial calendar for SIF Moldova
28. 30.01.2017 (13:50) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no. 4/25.04.2016.
29. 25.01.2017 (10:50) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no 4/25.04.2016.
30. 16.01.2017 (11:30) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no. 4/25.04.2016.
31. 13.01.2017 (14:50) - Current report – optimization of SIF Moldova Group structure
32. 10.01.2017 (18:15) – Financial calendar 2017 SIF Moldova
33. 09.01.2017 (12:55) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no. 4/25.04.2016.
34. 06.01.2017 (14:20) - Important event: contracts entered in the 2nd semester of 2016, in compliance with art. 225 Law 297/2004 and art.113, letter G, line (5) CNVM regulation 1/2006
35. 03.01.2017 (15:30) - Current report: notification regarding transactions made in the share buy-back program, in compliance with EGMS of SIF Moldova resolution no. 4/25.04.2016.

B. PERIODIC REPORTS

NET ASSETS (monthly) - 01 / 01_rec / 02 / 03 / 04 / 05 / 06

2017 Financial calendar modification 2017 (31.01.2017 - 13:30; 30.06.2017 - 11:45)

2017 Financial calendar (10.01.2017, 18:15)

Availability of 2016 preliminary financial statements

Presentation of unaudited preliminary financial statements for financial year 201

28.04.2017 Availability of BD report 1st trimester of 2017.