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SOCIETATEA DE INVESTITII FINANCIARE MUNTENIA S.A.

ADMINISTRATOR'S HALF YEAR REPORT

01.01.2017 - 30.06.2017



**Report prepared by Societatea de Administrare a Investițiilor Muntenia
Invest S.A in accordance with Law no. 297/2004,
NSC Regulation No. 1/2006 and FSA Rule no. 39/2015**

GENERAL INFORMATION

Company Name	Societatea de Investiții Financiare Muntenia S.A.
Headquarters	16, Splaiul Unirii, Bucharest, sector 4
Sole Registration Code	3168735
Trade Registry Registration Number	J40/27499/1992
Subscribed and paid share capital	80,703,652 lei
Outstanding shares	807,036,515
Characteristics of the shares	Common, nominative, indivisible, dematerialized
Face value	0.1 lei
Regulated Market on which the securities issued are traded	Bucharest Stock Exchange, Premium Tier, SIF4 symbol
Main object of activity	Openly attracting financial resources from natural/legal persons with a purpose to investing them according to the legislation in force related to the capital market and to the NSC Regulations. CAEN Code 6499 - Other financial service activities, except insurance and pension funding n.e.c
Shareholding structure	100% private
Free capitalization	100%
Depository and custodian services	BRD Groupe Societe Generale
Shares and shareholders registry	Depozitarul Central S.A.
Financial auditor	KPMG Audit S.R.L.

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Pursuant to the Establishment Deed of SIF MUNTENIA SA, as approved by the General Shareholders Meeting as of 1997 and approved by NSC by Decision no. 1039/02.05.2006, the administration of SIF MUNTENIA was assigned to Societatea de Administrare a Investițiilor MUNTENIA INVEST SA (SAI Muntenia Invest)



Authorised by NSC Decision no. D6924/17.07.1997

Reauthorised by NSC Decision no. 110/13.01.2004

Registered in the NSC Registry under no. PJR05SAIR/400006

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1 GENERAL INFORMATION

SIF Muntenia is a legal Romanian person, established as a joint stock company with full privately-owned capital. The operation of the company is regulated both by ordinary and special Romanian legislation, applicable to financial investment companies, and by its articles of incorporation.

SIF Muntenia was established as a joint stock company in November 1996 by restructuring and transformation of Muntenia IV Private Ownership Fund, pursuant to Law 133/1996 for the transformation of Private Ownership Funds into financial investment companies.

SIF Muntenia S.A. is an undertakings for collective investment operating in Romania in accordance with the provisions of Law no. 31/1990 and Law no. 297/2004 regarding the capital market and Law no. 74/2015 on Alternative Investment Fund Managers, G.E.O. no. 32/2012 on undertakings for collective investment in transferable securities and investment management companies, as well as for amending and completing the Law no. 297/2004 on the capital market, FSA Regulation no. 9/2014 regarding the authorization and functioning of investment management companies, of UCITS and of the depository of UCITS, FSA Regulation no. 10/2015 on the management of alternative investment funds, NSC Regulation no. 1/2006 on issuers and transactions with securities.

During the first half of 2017 there were no significant reorganizations of SIF Muntenia's activity. There were no changes to the articles of incorporation.

SIF Muntenia is registered in the FSA Register of Financial Instruments and Investments in the Alternative or Closed Investment Companies Section (UCI that are set up by an establishment deed and issue a limited number of shares and are traded on a market) with the register number PJR09SIIR/400005.

The main fields of activity of SIF Muntenia are:

- administration and management of its own securities portfolio;
- investments in securities in accordance with the regulations in force;
- mobilizing available financial resources from individuals and legal entities and placing them in securities.

SIF Muntenia does not have subsidiaries or branches, but it prepares consolidated financial statements under IFRS, where the controlled companies are consolidated as subsidiaries.

SIF Muntenia professionally uses financial instruments with significant effects on the valuation of its assets, liabilities, financial position and profit or loss.

Acquisitions and disposals of assets carried out by SIF Muntenia during the first half of 2017 refer to sale and purchase transactions of financial instruments. Details of these transactions are presented below in this Report.

1.1 ELEMENTS WHICH HAVE INFLUENCED THE ACTIVITY OF SIF MUNTENIA

MACROECONOMIC ENVIRONMENT

Internationally, uncertainties and risks related to economic growth in the euro area and globally remain relevant, especially in the context of the negotiations for Brexit and the US administration economic policies, but also to the decisions of the main central banks (ECB, FED).

These factors may lead to volatility in the investment appetite for financial assets issued by emerging economies, among which Romania is included.

The economic growth in Romania in Q1 2017, expressed as **gross domestic product** growth, was 1.7% quarter-on-quarter and 5.7% year on year; the highest economic growth in the EU for this period. (At an annual rate, the euro area economy rose by 1.9% in the first three months of 2017, and the European Union as a whole recorded a 2.1% increase).

Economic growth is supported by positive developments in all sectors of activity: industry, construction and services. Industrial production was the main source of GDP growth on the supply side, with annual growth reaching the peak of the last 12 quarters. Domestic demand remained the main driver of economic growth in Romania. The low level of

interest rates supported lending, especially for the population.

The gross fixed capital formation (investments in the national economy) was mainly supported by residential construction and, to a lesser extent, by the acquisition of equipment.

Contribution of net exports to GDP growth returned to marginally negative, as the growth in the last three years of the dynamics of exports of goods and services, in the context of the revival of external demand, was outstripped by the acceleration of imports. The current account deficit has increased its downward trend over the same period last year.

The implementation of the consolidated general budget ended in the first semester of this year with a deficit of 6.3 billion lei, respectively 0.77% of GDP, compared to the deficit of 3.9 billion lei, respectively 0.51% of GDP, registered in the same period of 2016.

Nationally, a number of contradictory political statements about changes in some tax items introduce uncertainty in the substantiation of the investment / disinvestment process and in the activity of the companies where SIF Muntenia has participations.

FINANCIAL MARKET

The annual CPI inflation rate returned to positive territory in May 2017 (0.1%) and registered an upward trend, mainly due to the dissipation of the favorable statistical base effect.

In June, the political risk led the **exchange rate** - the leu /euro pair - at a peak in the last five years, the leu / euro exchange rate making a leap close to 4.6 lei/euro in the second half of June 2017.

Details of the banking financial market are presented in the Shares Sub-Portfolio/Sector Allocation section.

CAPITAL MARKET

In H1 2017, the evolution of the Bucharest Stock Exchange was good. The main index of the Bucharest Stock Exchange, BET, kept a 10.8% gain at the end of the first half, even after the June devaluation (a month marked by dividends granting and a series of political uncertainties). The average daily trading value increased by more than 30% to almost 9.7 million euros.

The BET-TR index, which includes dividends from companies included in the BET index, recorded an increase of 16.85% at the end of the first semester. (Even if a series of additional dividends to state-owned companies have not materialized - see the Government's request that 90% of the profits of state-owned companies be distributed as dividends -).

The BET-FI index, which shows the evolution of the five investment companies plus Fondul Proprietatea, appreciated by 8% in the first half of 2017 and the share price of SIF4 increased by 15.36% (*closing values 30.06.2017 / closing values 03.01. 2017, SIF4 price on REGS*).

The stock market capitalization of the Romanian companies listed on the BSE reached 19.25 billion euros at the end of June, while the stock market capitalization of all the companies listed on the BSE exceeded 37 billion euros.

The merger by absorption of the SIBEX Exchange by BSE was approved in the SGEM of SIBEX (January 2017) and BSE (April 2017). *Details of the effect of this project on SIF Muntenia's portfolio are presented in the Shares Sub-Portfolio chapter.*

A worrying short-term evolution occurred at the end of the first half of 2017, linked to the contradictory statements regarding the second pillar of pensions, which in the short term led to a sharp devaluation of quoted shares on the BSE and devaluation of the leu against the euro.

LEGISLATIVE FRAMEWORK

In the Official Gazette no. 213/29 March 2017 two important laws were published that will have an influence on SIF Muntenia's activity in the future, namely:

- Law no. 24/2017 on issuers of financial instruments and market operations.
- Law no. 29/2017 amending and supplementing GEO no. 32/2012 on undertakings for collective investment in transferable securities and investment management companies, as well as for amending and completing Law no. 297/2004.

The FSA Regulation no. 2/2017 was approved, on the transfer or withdrawal from trading of issuers' securities in the event of the closure of an alternative trading system.

2 ACTIVITY ANALYSIS

The strategic objectives for 2017 are presented in the Management Program, which was approved by the shareholders of SIF Muntenia in the SGOM on 27 April 2017.

The overall objective of administration is to maintain SIF Muntenia a balanced diversified fund, combining a balanced growth of the assets and income at a satisfactory medium risk.

Main strategic objectives for 2017 as presented in the program are:

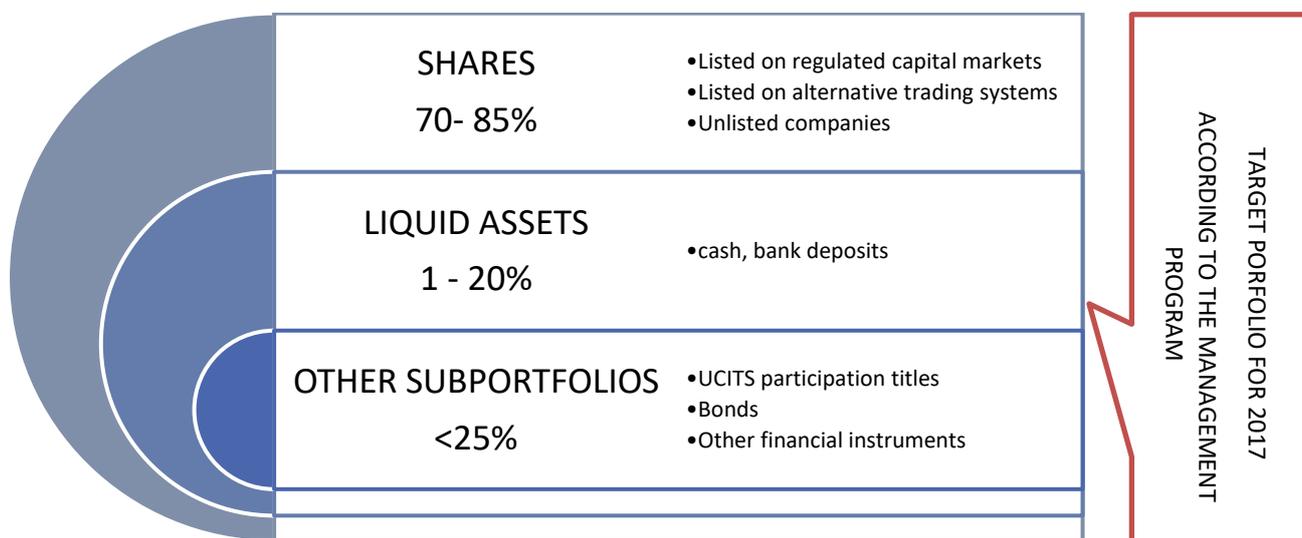
- Continue the portfolio restructuring and its efficient administration so as to ensure a long-term sustainable growth.
- Continue the investment process with a focus on investments in Romania and listed shares.

The main coordinates of SIF Muntenia's investment strategy (from the point of view of alternate investment fund legislation) as defined in Article 3 (3) (c) of Directive 2011/61 / EU on fund managers of alternative investments, were presented in the Strategic Management Program for 2017, subject to approval by the shareholders in the SGOM on 27 April 2017.

2.1 ASSET ALLOCATION

The portfolio of SIF Muntenia has remained within the applicable legal limits and within the limits defined by the target portfolio, that of SIF Muntenia's diversified balanced fund.

Allocation of assets on the sub-portfolios was within the limits of the Investment Program for 2017 which was approved by SIF Muntenia shareholders in the SGM on 27 April 2017 as follows:



The total assets and net assets calculated according to the FSA provisions increased both against the values at the end of 2016 and against the values as of 30.06.2016 (details on the Total asset and net asset chapter).

The main evolution in the structure of the portfolio in H1 2017 was the percentage and value growth of the sub-portfolio of quoted shares, both due to the increase of the stock prices on the BSE and due to the increase in the investments in quoted shares (details in the Shares Sub-Portfolio) – purchases of quoted shares amounted to 21.83 mn lei and the sale of shares to 5.75 mn lei.

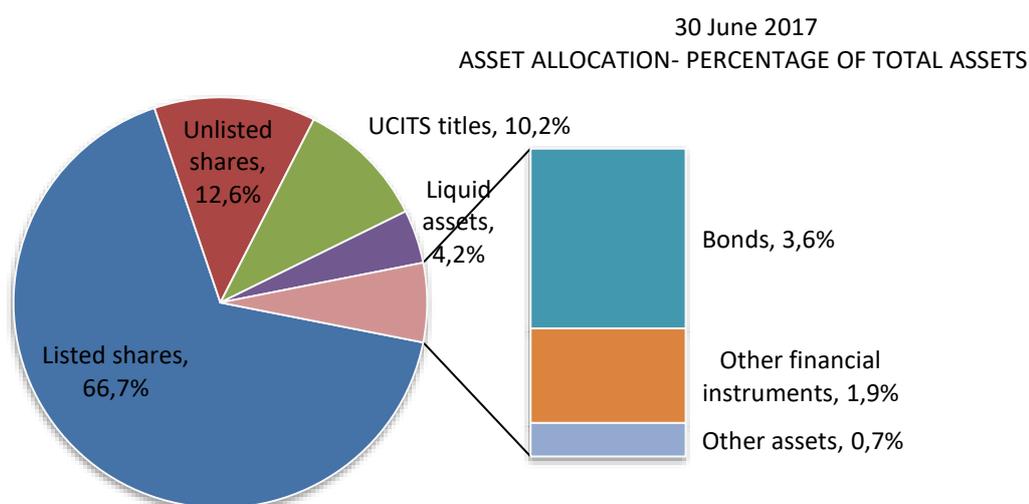
The UCITS participation titles sub-portfolio was also restructured, by the redemption of participation titles of 8.6 million lei and the purchase of UCITS units of 27 million lei.

The main sub-portfolios that comprise SIF Muntenia's portfolio are presented below, as a value and as a percentage of total assets.

in LEI	30-06-16	31-12-16	30-06-17
Listed shares	737,536,519	824,298,718	897,724,285
Unlisted shares	184,812,706	177,076,756	170,963,780
Listed bonds	51,539,400	46,765,179	49,009,270
Unlisted bonds	1,159,672	1,164,294	1,166,968
Other financial instruments	19,600,000	21,812,000	26,852,000
Cash and current accounts	5,758,037	4,486,444	13,096,313
Bank deposits	90,977,890	76,618,412	29,666,230
UCITS participation titles	111,196,006	117,187,359	147,466,141
Other assets	43,863,606	8,285,621	10,195,946
TOTAL ASSETS	1,246,443,836	1,277,694,783	1,346,140,933

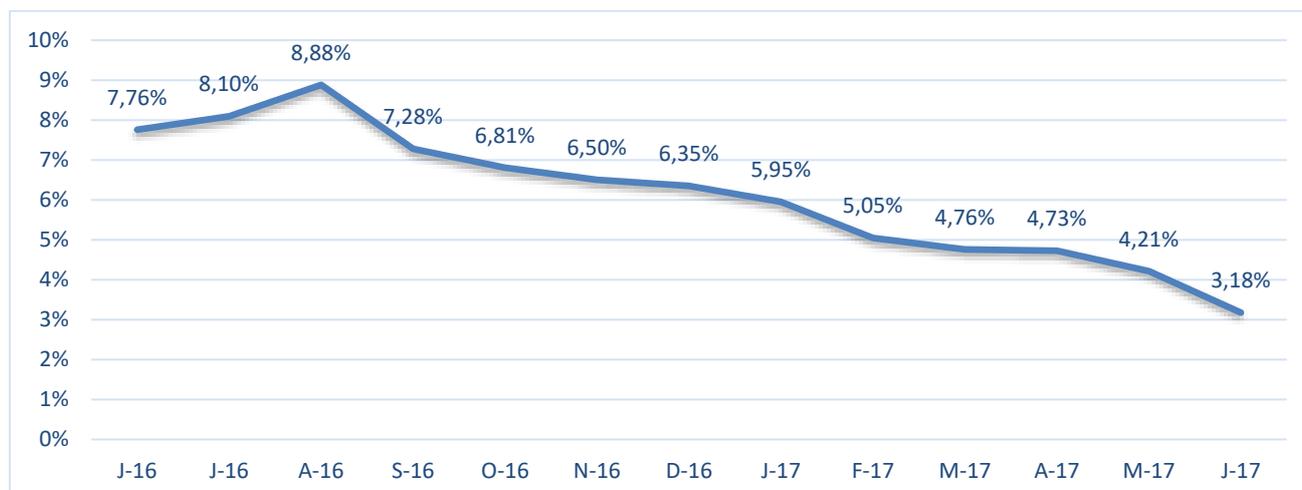
% total assets	30-06-16	31-12-16	30-06-17
Listed shares	59.2%	64.5%	66,7%
Unlisted shares	14.8%	13.9%	12,7%
Listed bonds	4.1%	3.7%	3,6%
Unlisted bonds	0.1%	0.1%	0,1%
Other financial instruments	1.6%	1.7%	2,0%
Cash and current accounts	0.5%	0.4%	1,0%
Bank deposits	7.3%	6.0%	2,2%
UCITS participation titles	8.9%	9.2%	11,0%
Other assets	3.5%	0.6%	0,8%

The detailed statement of investments of SIF Muntenia as at 30 June 30 2017, prepared in accordance with Annex 17 of Regulation no. 15/2004, is attached to this report.



The liquidity level of the portfolio, defined as the ratio of liquidity plus bank deposits and total assets, was within the limits required by a prudent liquidity risk management.

Against the further decline in interest rates on deposits, the liquidity of the portfolio was maintained at low levels.



2.2 TOTAL ASSETS AND NET ASSETS

Net Asset Value (**NAV**) was calculated in accordance with Regulation no. 9/2014 issued by the FSA, being certified by SIF Muntenia assets' depository, Banca Română pentru Dezvoltare (BRD) – GSG.

Monthly net asset values were published for the shareholders' acknowledgement on the website www.sifmuntenia.ro and reported under legal provisions to the FSA - Financial Instruments and Services Sector and to the Bucharest Stock Exchange (BSE), no later than 15 calendar days as of the end of the reporting month.

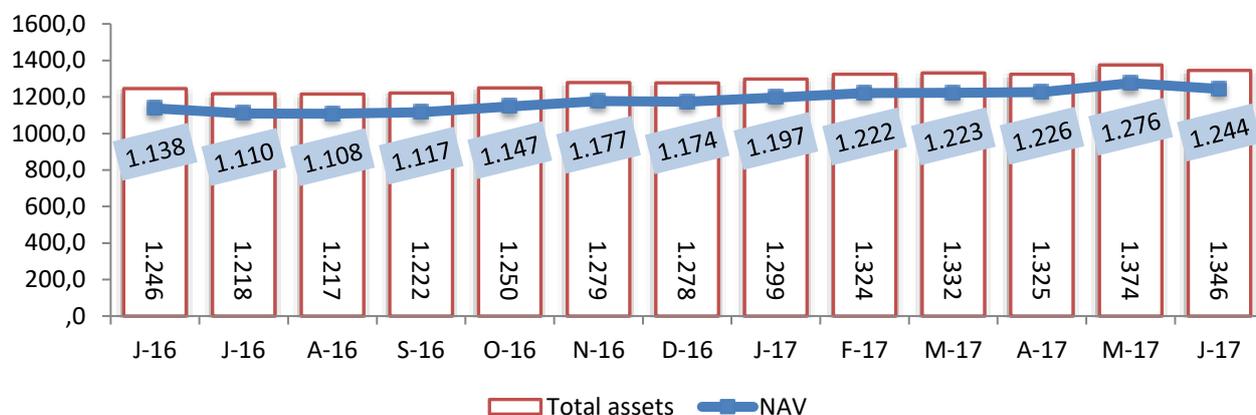
For the Total Assets, Net Assets and Liabilities as at 31.12.2016, the **recalculated** values that comprise the accounting elements of the **final** financial statements for that period (audited financial statements under IFRS / Standard 39) are presented and used in this report. The recalculated values have been certified by the SIF Muntenia's Depository.

The Total Assets, net assets and liabilities for the period 1 January 2017-30 June 2017 were calculated in accordance with Regulation no. 9/2014 issued by the FSA, using accounting elements related to financial reporting in accordance with Rule 39.

SIF Muntenia's total assets, net assets and liabilities (lei and euro equivalent at the end of the period) and the changes in value and percentage in H1 2017 and in the last year (in lei) are presented below.

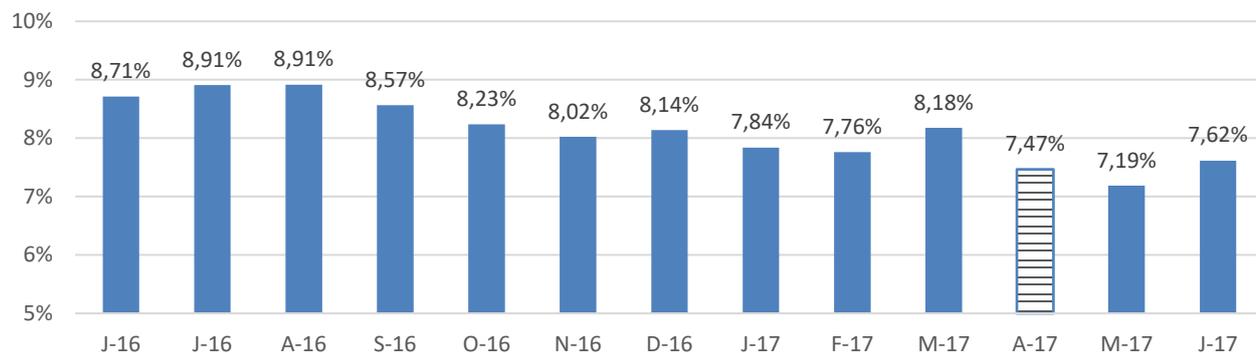
	30-06-16	31-12-16	30-06-17
TOTAL ASSETS, lei	1,246,443,836	1,277,694,783	1,346,140,933
TOTAL LIABILITIES, lei	108,614,687	103,985,710	102,516,864
NET ASSETS, lei	1,137,829,150	1,173,709,073	1,243,624,069
Net asset value per unit	1.4099	1.4543	1.5410
<i>Euro exchange rate</i>	<i>4.5210</i>	<i>4.5411</i>	<i>4.5539</i>
TOTAL ASSETS expressed in euro	275,700,915	281,362,398	295,601,777
NET ASSETS expressed in euro	251,676,432	258,463,604	273,089,894

In lei	Change in value H1 2017	Change in % H1 2017	Change in value 1 year	Change in % 1 ayear
TOTAL ASSETS	68,446,149	5.36%	99,697,096	8.00%
TOTAL LIABILITIES	-1,468,846	-1.41%	-6,097,823	-5.61%
NET ASSETS	69,914,996	5.96%	105,794,919	9.30%



Liabilities continued their yearly downward trend.

Liabilities/ Total assets (%)



In April 2017, the following operations related to liabilities were carried out:

- A decrease of 42.06 million lei based on the decision no. 4 of the SGOM of SIF Muntenia of 27 April 2017, prescribing dividends and amounts of reserves that have not been claimed within three years from the date of their exigibility.
- An increase of 32.28 mn lei based on the decision no. 2 of the same SGM, which decided to distribute dividends from the profit of 2016, and as a result, the debt to the shareholders of SIF Muntenia with the dividends to be paid was established.

In H1 2017, dividends and dividend tax were paid to the shareholders of SIF Muntenia amounting to 1,476,006 lei.

2.3 SUMMARY OF THE FINANCIAL POSITION

ASSET EVOLUTION lei	H1 2016	2016 recalculat	H1 2017
TOTAL CERTIFIED ASSET	1,246,443,836	1,277,694,783	1,346,140,933
NAV	1,137,829,150	1,173,709,073	1,243,624,069
NAV per SHARE (lei/share)	1.4099	1.4543	1.5410
DIVIDENDS-lei	2014	2015	2016
GROSS DIVIDEND PER SHARE	0.0715	0.0450	0.0400
SHARES lei	S1 2016	2016	S1 2017
CLOSING PRICE END OF PERIOD	0,590	0,656	0,796
MARKET CAPITALIZATION	476,151,544	529,415,954	642,401,066
NET ASSET DISCOUNT	58.2%	54.9%	48.3%
ACCOUNTING ASSETS AND LIABILITIES -lei	H1 2016	2016	H1 2017
TOTAL ACCOUNTING ASSETS	1,035,111,162	1,128,432,308	1,212,760,206
EQUITY	926,496,475	1,024,446,598	1,110,243,342
TOTAL LIABILITIES	108,614,687	103,985,710	102,516,864
INCOME AND EXPENSES-lei	S1 2016	2016	S1 2017
TOTAL INCOME	91,566,324	121,071,320	34,327,527
TOTAL EXPENSES	30,921,678	67,799,540	20,216,607
GROSS PROFIT	62,648,809	55,282,504	14,355,714
NET PROFIT	59,900,974	50,386,184	13,126,063
PERFORMANCE INDEXES	H1 2016	2016	H1 2017
Net Profit /FSA Net assets	5.26%	4.29%	1.06%
ROE= Net profit/ equity	6.47%	4.92%	1.18%
ROA= Net profit / Total accounting assts	5.79%	4.47%	1.08%

TOTAL CERTIFIED ASSETS = total asset value calculated according to NSC / FSA regulations and certified by the depository. The amount is calculated on the last business day of the reporting period.

NAV = net asset value calculated according to NSC / FSA regulations and certified by the depository = Total certifie dassets – liabilities

NAV per SHARE = unit value of net assets n calculated according to NSC / FSA regulations and certified by the depository = NAV / number of shares.

TOTAL ACCOUNTING ASSETS = total assets, current assets in the balance sheet

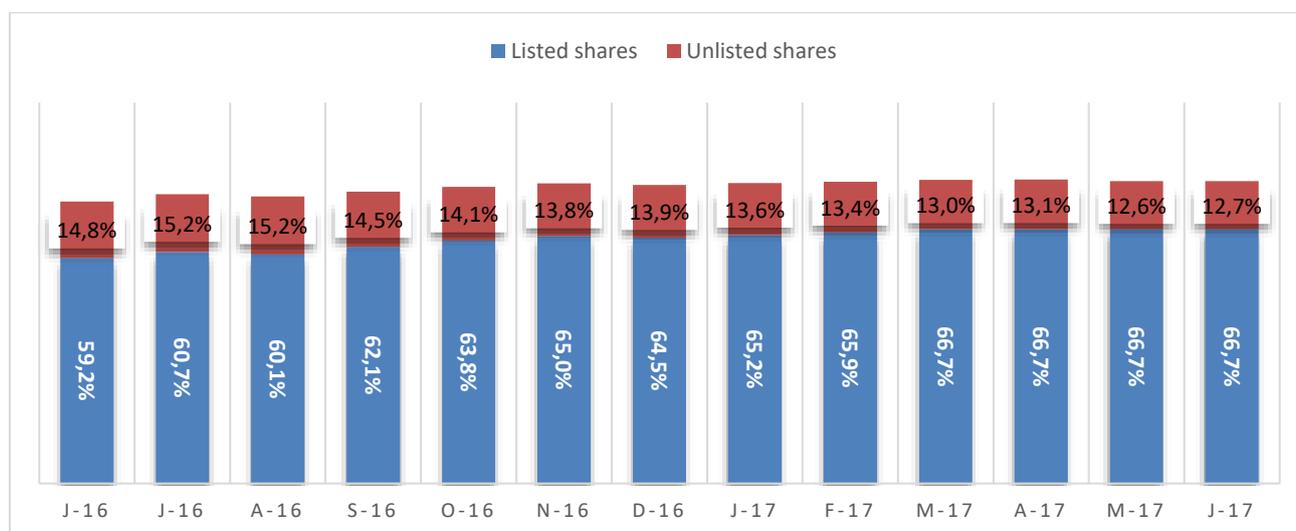
3 SHARES SUB-PORTFOLIO

Participations in shares, especially those listed on organized markets and alternative trading systems, remained the most important, both in value and in SIF Muntenia's portfolio income.

The administration of this sub-portfolio aimed at achieving the objectives set out in the Strategic Management Program approved for 2017.

3.1 SUB-PORTFOLIO EVOLUTION

The contribution of the shares sub-portfolio to the total assets increased over the past year, with an increase in listed shares and a decrease in net asset value contributions and net asset value, as shown in the chart below.



EVOLUTION OF NET ASSETS VALUE DURING THE LAST YEAR FOR THE SHARES SUB-PORTFOLIO

In LEI	30-06-16	31-12-16	30-06-17
Listed shares	737,536,519	824,298,718	897,724,285
- listed on BSE,	406,236,076	508,533,869	583,204,268
- listed on SIBEX *	711,441	0	0
- listed on the ATS (SIBEX+AERO) *	132,768,915	167,186,015	158,935,639
- listed on BSE and never traded	10,670,051	10,670,051	10,253,244
- listed and not traded during the last 30 days	185,559,774	137,908,782	145,331,134
- listed on foreign market/EU member state	1,590,262	0	0
Unlisted shares	184,812,706	177,076,756	170,963,780
- closed	184,812,706	177,076,756	170,963,780
Total	922,349,225	1,001,375,474	1,068,688,065

* BSE-SIBEX merger is ongoing as at 30.06.2017. Companies that have been listed on SIBEX or SIBEX ATS will have to comply with the FSA Regulation no. 2/2017 on the transfer or withdrawal from trading of issuers' securities in the event of the closure of an alternative trading system, which establishes the legal framework applicable to the transfer or withdrawal from trading of the securities of issuers in the event of the closure of an alternative trading system, as a result of a merger of the system operator with another system operator or as a result of a statutory decision by the system operator.

Bucharest Stock Exchange (BSE) and SIBEX operate as market and system operators, managing regulated markets and alternative trading systems (ATS) based on NSC / FSA decisions. Starting with 2010, each of the

merging companies is listed on its own regulated market. The merger of the two entities is motivated by direct and indirect economic benefits, from which we can enumerate the more efficient allocation of the resources of the central market infrastructure, potential synergies that would increase the profitability of the BSE, create conditions for the existence of a single central depository focusing the services for all market players.

SIF Muntenia is a shareholder in all entities that are directly or indirectly affected by this merger, holding shares in their share capital before starting the merger as indicated in brackets - Bucharest Stock Exchange (4.32%), SIBEX Sibiu Stock Exchange (4.95%), Central Depository (4%) Sibex Depository (5.44%).

SIF Muntenia expressed its consent for the merger, and will remain a shareholder of the BSE after the merger and the Central Depository. At SIBEX Depository, SIF Muntenia voted for the proposal of the SGM for the share capital reduction of Sibex Depository with 18.5 million lei, to 4.45 million lei, and the return of the money to the shareholders.

Issuers listed on the ATS market organized by SIBEX in the portfolio of SIF Muntenia: ICERP SA Ploiești (SIF Muntenia: 46.11%) and ARO Palace SA Brașov (SIF Muntenia: 10.37%) held the SGM for approval of the transfer on ATS BSE and are running the transfer process on the ATS BSE.

Transactions and other events in the shares sub-portfolio

Shares were acquired in listed companies on the BSE, with liquidity of transactions and interesting dividend yields, respectively, at BRD -GSG, Transelectrica, Conpet SA Ploiesti, Romgaz SA Mediaș, Societatea Energetica Electrica S.A., SNTGN Transgaz S.A., Vrancart S.A. Adjud for a total amount of 21.83 mn lei.

SIF Muntenia participated in the share capital increase with cash contribution made by increasing the number of shares of the issuer Vrancart SA Adjud -0.31 million lei.

There were sold listed and unlisted shares of Cemacon S.A Zalău (the entire stake owned by SIF), CNTEE Transelectrica SA, Complex Savoy SA Mamaia (the entire stake owned by SIF), for which the amount of 5.75 mn lei was collected.

Insolvency proceedings was declared under Law 85/2014 for Gerom SA Buzau. Camexip SA Băicoi entered the reorganization procedure according to Law no. 85/2006.

Bankruptcy proceedings were initiated at Isorast Technology SA, Urbis Armaturi Sanitare SA Bucuresti and Navol S.A. Oltenița was deregistered.

Dividends received during the reporting period

In the H1 2017, dividends were received in the amount of 5.16 mn lei. In the Other assets sub-portfolio there are also included dividends to be collected on 30.06.2017 from the companies in which SIF Muntenia holds shares in the amount of 1.45 mn lei.

Pursuant to the Valuation Rules used for the valuation of financial securities in SIF Muntenia's portfolio, the dividends are recorded in the assets of the managed entities on the first day when the investors who buy the shares no longer receive a dividend or the first day when the investors who buy the shares can no longer participate in share capital increases.

In accordance with these valuation rules, dividend income for a series of participations to which the date of ex dividend is after 30.06.2017 will be recognized during H2 2017. (Details in Note 6 to the financial statements)

Net dividend income (excluding dividend tax) in H1 2017 amounted to 8.42 mn lei. **Revenues from dividends** (which, according to IFRS, are recorded at **gross value**) of the financial statements amounted to 8.66 mn lei, compared to 60.45 mn lei from gross revenues from dividends in the financial statements in H1 2016. (of which half were from the exceptionally high dividend received from TLV last year; this year the dividend to be received from TLV will be about 5 million lei.)

3.2 COMPANIES ACCOUNTING FOR MORE THAN 1% OF SIF MUNTENIA'S TOTAL ASSETS

On 30.06.2016, the number of participations in shares exceeding 1% of SIF Muntenia's total assets was 15, with a value of 678.12 million lei, and a share in the total assets of 54.41%.

At the end of 2016, the number of participations in shares that exceeded 1% of the total assets of SIF Muntenia was 15 and the quota in their total assets increased to 59.91%.

On 30 June 2017, for a total of 15 participations with a value in the net assets of 837.76 mn lei, the quota in the total assets represented by them was of 62.234%.

2017 Activity Program

"Continue to reduce the atomisation of the portfolio (more significant holdings of about 10% of the total assets each) but with the possibility of exceeding this limit in case of emerging investment opportunities"

Top participations in shares as at 30.06.2017

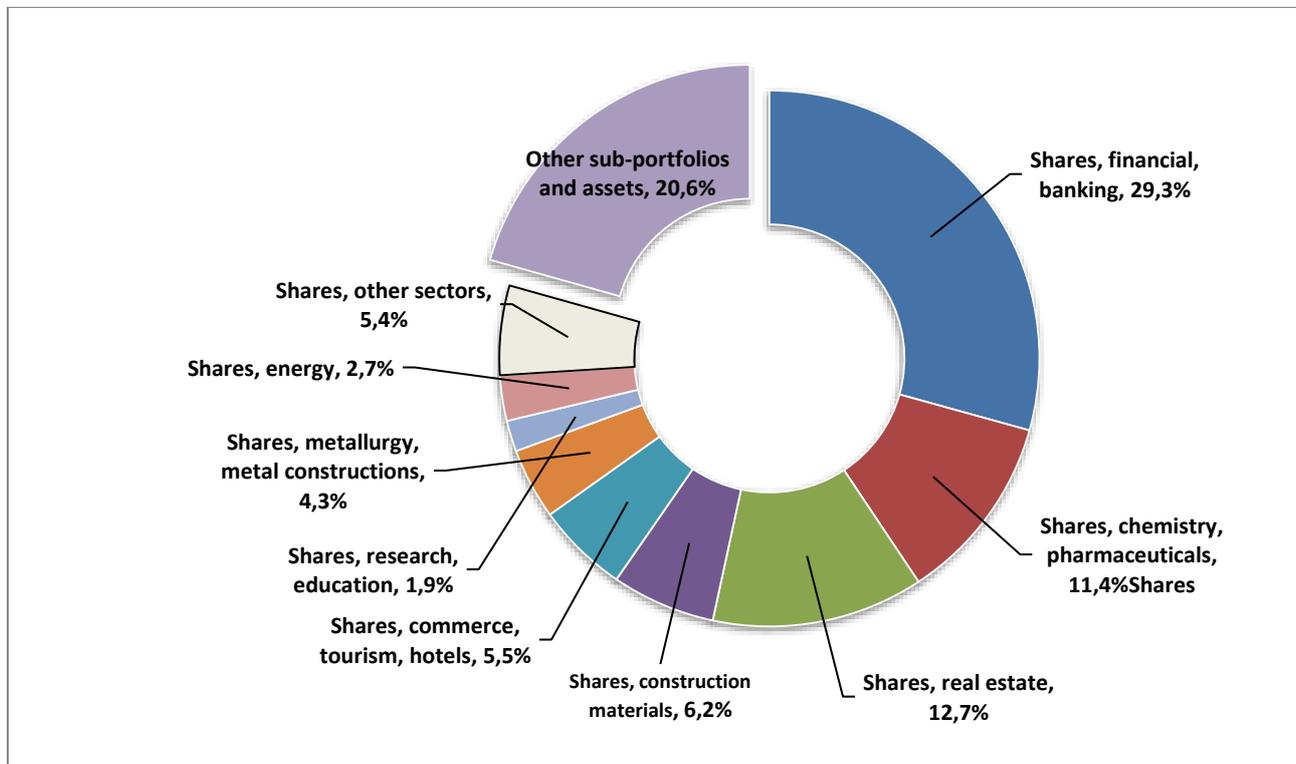
Denomination	NAV in mn lei	Percentage of total assets of SIF	Percentage held by SIF in the issuer's share capital
BANCA TRANSILVANIA	225.38	16.743	2.302
BIOFARM SA BUCURESTI	148.70	11.047	50.984
CI-CO SA BUCURESTI	55.19	4.100	97.342
AVICOLA SA BUCURESTI	54.35	4.037	99.397
SIF BANAT-CRISANA	49.95	3.711	4.691
BRD - GROUPE SOCIETE GENERALE	45.97	3.415	0.489
METAV SA BUCURESTI	42.50	3.157	27.777
FIROS S.A BUCURESTI	40.30	2.994	99.685
ROMAERO SA BUCURESTI	37.14	2.759	25.851
SIF OLTENIA	30.83	2.290	2.999
VOLUTHEMA PROPERTY DEVELOPER SA	28.10	2.088	69.111
S.N.G.N. ROMGAZ-S.A. Medias	24.37	1.810	0.206
UNIREA SHOPPING CENTER SA BUCURESTI	24.18	1.797	10.003
BUCUR SA BUCURESTI	15.85	1.177	67.978
FONDUL ROMAN DE GARANTARE A CREDITELOR PENTRU INTREPRINZATORII PRIVATI - IFN S.A.	14.93	1.109	53.597
TOTAL	837.76	62.234	

The companies with the largest share in the total assets - Banca Transilvania and Biofarm are presented below under the heading Allocation by business sectors.

3.3 ALLOCATION BY SECTORS OF ACTIVITY

2017 SIF Muntenia Administration Program:

"Increase in shareholdings in issuers operating in the performing economic sectors at this time. Among the sectors of activity currently having a potential in the business cycle, we can mention the banking, energy and utilities sector, the pharmaceutical industry."



FINANCIAL BANKING SECTOR

- Banking companies confirmed their high performance expectations in 2017. Banks supervised by the NBR are well capitalized. The risk of international contagion, the NPL rate has decreased.
- The monetary policy rate of the NBR was in the first half of 2017 at historical minima.
- Modification of banks' "top" by assets in 2016 - Banca Transilvania has surpassed the Banca Română pentru Dezvoltare, moving second to BCR in Romania's banking system.
- Return on equity of Romanian banks, expressed by ROE index was 15.6% in March 2017, the largest of all European countries¹.

The first three largest banks (BCR, TLV and BRD) together earned a net profit of 792 million lei in Q1 2017, 64% of the cumulative profit of the Romanian banking system.

The 2016 NBR annual report officially confirmed Banca Transilvania's arrival in the second place of the banking market in 2016 with a market share of 13.15%, rising from 12.6% in 2015, and BRD ended 2016 with assets of 50.66 billion lei and a market share of 12.87%.

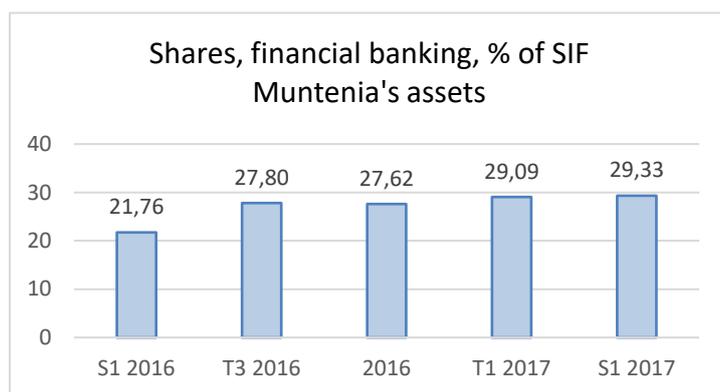
¹European Banking Authority, Risk Dashboard - data as of Q1 2017

<http://www.eba.europa.eu/documents/10180/1898284/EBA+Risk+Dashboard+-+Q1+2017.pdf/27d9b548-f445-4762-bda9-571e433ae623>

Bank rankings by assets, 2016 and 2015

		Assets 2016 mn lei (individually)	Market share 2016 %	Assets 2015 mn lei (individually)	Market share 2015 %
1	BCR	64.068	16,28%	59.640	15,80%
2	TLV	51.776	13,15%	47.382	12,60%
3	BRD	50.657	12,87%	49.192	13,00%

SIF Muntenia's exposure on financial sector companies remained the most important in the portfolio. In the last year, a significant shareholding of Banca Transilvania has been maintained due to its high yield and the bank's growth potential, which can be reflected in the market value of the share.



In H1 2017 the share held in BRD increased by buying shares in the market, the share of SIF Muntenia in BRD share capital increased from 0,4412% to 0,4893%. (BRD recorded a superior performance in Q1 2017, with a solid net profit, with a good commercial activity on retail and large corporate clients, a strict discipline of costs and continuous improvement of the risk profile).

BANCA TRANSILVANIA S.A. CLUJ	30.06.2016	31.12.2016	30.06.2017
% SIF Muntenia's total assets	11.19 *	15.669	16.743
% held by SIF Muntenia in the company's share capital	2.216	2.3022	2.302

* On 30.06.2016, the free shares related to the share capital increase through the issuance of new shares by Banca Transilvania in the amount of 16,887,120 were not included in the shares sub-portfolio but in "Other assets" because their allocation operation had not yet been completed. The inclusion in the shares sub-portfolio of these assets led to an increase in the value of the shares sub-portfolio in companies operating in the banking financial sector and its share in the total asset.

Banca Transilvania (TLV) is a systemic bank in Romania, whose activity is supervised by the National Bank of Romania. Banca Transilvania is one of the three largest banks in Romania, according to assets.

In 2016, TLV continued its growth, with total individual assets reaching 51.8 billion lei, above the total assets of BRD, which means that it reached a slightly higher market share than BRD by asset level, respectively 13.15%.

The Bank's business is organized on three main business lines: Corporate, SME and Retail, respectively 3 sectoral approaches - agriculture, healthcare and European funds. The bank has over 7,000 employees, a network of approximately 550 offices in Romania and Italy.

In Q1 2017, Transilvania Bank's net profit is 246 million lei, and Banca Transilvania's Financial Group's 267 million lei. Banca Transilvania Group closed the first quarter of 2017 with assets of 52.1 billion lei, of which 51.9 billion lei are related to the bank. The bank's solvency, taking into account the profit for the first quarter of 2017, was 19.3%; without the profit, this is 18.52%.

Subsequent event. Banca Transilvania is running a new share capital increase with free shares, related to the share capital increase approved by the Extraordinary General Assembly Decision as of 26.04.2017 which will be finalized in the second part of 2017.

SIF Muntenia will receive from TLV a gross dividend of RON 5 mn on 10.08.2017 (date of payment)..

CHEMISTRY, PHARMACEUTICALS

The main issue of generic drug production is raising the clawback tax (this is a turnover tax for drug manufacturers). In the first quarter of 2017, the clawback tax reached almost 20%, APMGR generic drug manufacturers estimating that in the second quarter it will be around 25%, and by the end of the year it may even exceed 30%.

SIF Muntenia's main exposure on this sector is its participation in Biofarm SA Bucuresti, where SIF Muntenia is a major shareholder.

BIOFARM S.A. BUCURESTI	30.06.2016	31.12.2016	30.06.2017
% SIF Muntenia's total assets	9.59	10.616	11.047
% held by SIF Muntenia in the company's share capital	50.98%	50.98%	50.98%

Biofarm SA Bucuresti is one of the first Romanian producers of medicines and food supplements, having a portfolio of over 200 products. During 2016, Biofarm has maintained its position among the top 10 Romanian producers in terms of sales in stores, achieving a market share as reported by Cegedim Romania of 3.6% of total units sold to patients on the Romanian pharmaceutical market.

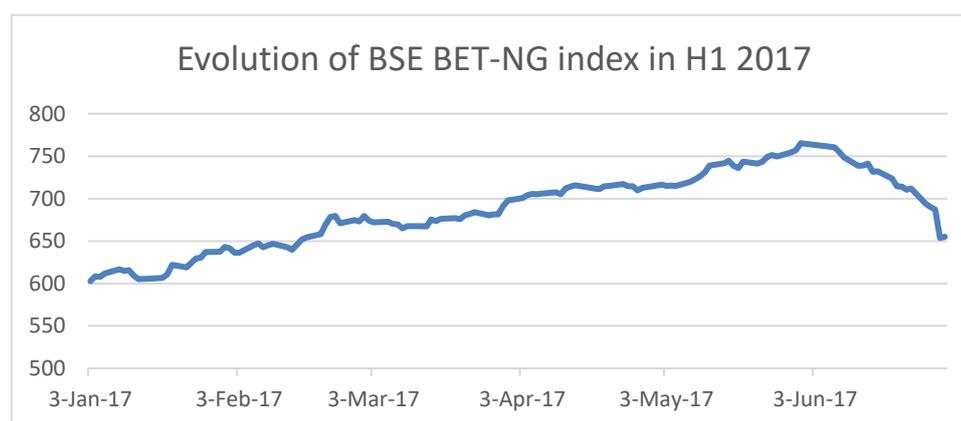
The production of the company was carried out in 2016 on the production processes certified GMP (good management practice), respectively: the flow of solid forms (tablets and coated tablets), capsules, soft flow, the flow of liquid (solutions and syrups), food supplements flow - chewable tablets. In 2016 food supplements (SN) had a 34% share of the company's portfolio, 51% off-label medicines (OTC), and RXs had a 15% share.

Biofarm continued its investment program in 2016, mainly destined to the factory that the company has under construction in Gara Cățelu area in Bucharest. Purchases of tangible assets in 2016 amounted to 20 million lei.

In Q1 2017, Biofarm continued its upward trend, with the net profit increasing by more than 40% compared to Q1 2016, for a corresponding increase in sales revenue of 8.1%.

SIF Muntenia will receive from Biofarm a higher gross dividend than in 2016, of 8.5 million lei on 01.09.2017 (payment date).

PRODUCTION, TRANSPORTATION AND TRADE OF ENERGY



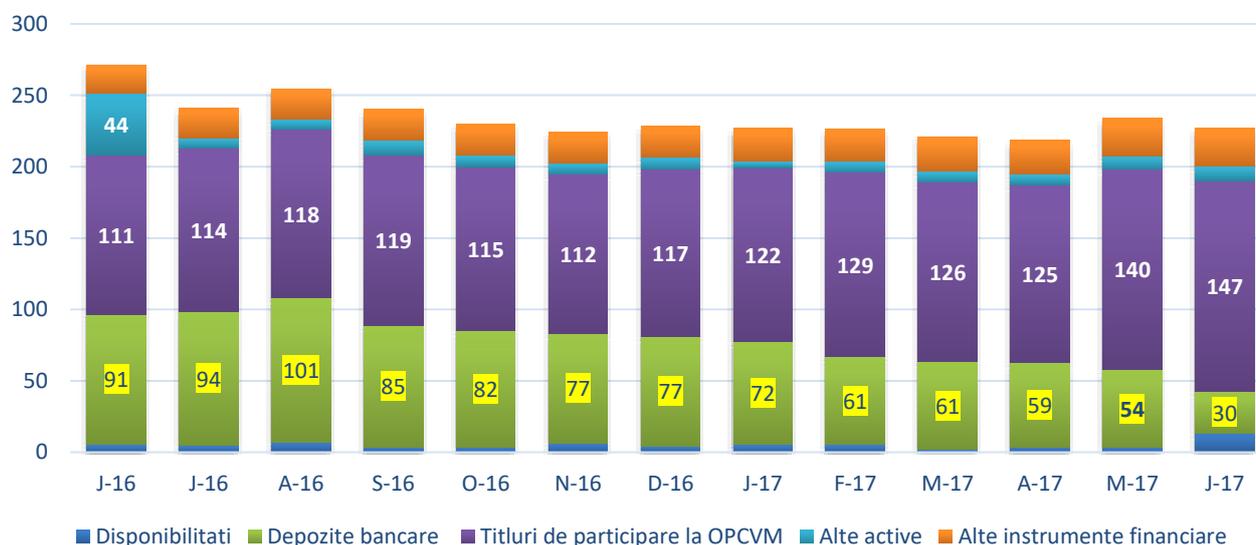
The BET -NG index, a sectoral index that reflects the evolution of listed companies on the regulated BSE market, which have as main field of activity energy and related utilities, had an upward trend in the first half of 2017.

Companies listed in this sector have granted high return dividends. Despite the internal and external

uncertainties that were reflected in the capital market in general and in the quotation prices for energy companies in particular, the average daily trading value remained high for the companies in the sector. In fact, most of the transactions on the BSE carried out by SIF Muntenia in H1 2017 were sales / purchases of shares in companies in this sector. A number of changes to the regulations applicable to companies in the sector are announced in the period ahead. SAI Muntenia Invest follows this process and will take the necessary measures to increase the quality of SIF Muntenia's holdings in this sector.

4 OTHER SUB-PORTFOLIOS

The evolution of the value of other subportfolios of SIF Muntenia in the last year (mn lei)



BANK DEPOSITS

Holding of financial liquidity allows SIF Muntenia to provide sources for investments, dividends and current activity. Amounts have been invested only in bank deposits for short periods (less than one year). The deposits were mainly for one, two or three months and placed in several banks so as to diversify the exposure and maintain the portfolio of SIF Muntenia within the prudential limits provided by NSC / FSA regulations.

Interest income on bank deposits amounted to 0.45 mn lei. The average interest rate on deposits constituted by SIF Muntenia decreased from 1.34% on 31.12.2016 to 0.99% on 30.06.2017.

BONDS

- Receipts from bonds redeemed or received at maturity of 1.35 mn LEI
- Interest receivable on bonds of 0.11 mn LEI
- No other bonds have been purchased

PARTICIPATION TITLES

UCITS participation titles contribute to reducing the overall risk of portfolio by diversification and provide access to financial and investment market segments that could not be accessed directly for regulatory or cost reasons. In H1 2017, the operations performed in this sub-portfolio were:

- Amounts paid for the acquisition of fund units of 27 mn lei to FII Optim Invest. This is a closed investment fund for qualified investors. Through its investment policy, FII Optim Invest aims to invest predominantly in financial instruments admitted to trading on a regulated market in Romania issued by issuers that are part of the financial sector. The objective of the fund is to achieve an annual return comparable to that of the BET-FI index.
- Receipts from redemption of fund units 8.6 million lei (at Certinvest Dynamic, Certinvest Properties RO, FDI Napoca, FT Tehnoglobinvest, FDI Transilvania, STK Emergent, STK Europe)

5 SIF MUNTENIA SHARES, SHAREHOLDERS RELATIONS

The subscribed and paid-up share capital is 80,703,651.5 lei, divided into 807,036,515 common shares, with a nominal value of 0.1000 RON/share.

5.1 SHARES ISSUED BY SIF MUNTENIA

MAIN CHARACTERISTICS OF SIF MUNTENIA SHARES

All shares are ordinary. There were no changes in the number of shares issued in the first half of 2017. Since its establishment, SIF Muntenia has not acquired or held any of its own shares.

SIF Muntenia has not issued bonds and/or other debt securities and has no obligations of this kind. Funding of the entire activity is done only through own funds.

The shares issued by SIF Muntenia are registered at the Bucharest Stock Exchange, the main segment, premium category, according to the provisions of BSE decision no. 200/1999 and are traded on this market starting with 01.11.1999.

The records of the shares and shareholders of SIF Muntenia are kept by DEPOZITARUL CENTRAL S.A. București, a company authorized by the FSA.

Main market Bucharest Stock Exchange, REGS

Included in the indexes [BET-BK](#) | [BET-FI](#) | [BET-XT](#) | [BET-XT-TR](#)

SHARE PERFORMANCE	30/06/2016	31/12/2016	30/06/2017
Closing price REGS lei	0.59	0.656	0.796
NAV per SHARE lei	1.4099	1.4543	1.5410
Net Asset Discount	58.2%	54.9%	48.3%
Market capitalization mn lei	476.15	529.42	642.40

Trades with SIF Muntenia shares in H1 2017	REGS	DEAL	TOTAL
Number of trades	8,520	6	8,526
Numbers of shares traded	19,386,171	33,974,500	53,360,671
Total value of trades (lei)	14,258,890	29,404,887	43,663,777
% total no of shares	2.40%	4.21%	6.61%
Daily average trading value (lei)	115,926		

Average trading price and volume of trades on REGS in H1 2017



5.2 SHAREHOLDING STRUCTURE OF SIF MUNTENIA

Synthetic shareholding structure of SIF Muntenia, data received from Depozitarul Central

Shareholders	31/12/2016			30/06/2017		
	Number	Shares owned	% owned of total shares	Number	Shares owned	% owned of total shares
Resident individuals	5,959,124	497,023,219	61.59%	5,956,117	488,074,900	60.48%
Non resident individuals	1,858	2,197,633	0.27%	1,866	3,459,001	0.43%
Resident companies	188	280,048,911	34.70%	177	288,851,748	35.79%
Non resident companies	20	27,766,752	3.44%	17	26,650,866	3.30%

5.3 GENERAL MEETINGS SIF MUNTENIA SHAREHOLDERS

The main tasks of the general meetings of shareholders are set out in the articles of incorporation of SIF Muntenia, as updated, which can be found at the company site <http://www.sifmuntenia.ro>, at article 6. It is supplemented with the legal provisions for companies subject to common law, Law 31/1990 and the special provisions for financial companies known as undertakings for collective investment in transferable securities, subject to FSA supervision.

SAI Muntenia Invest, the Administrator of SIF Muntenia, conducted shareholders general meetings, made available and published according to legal provisions, the convening notices for the GSM, materials submitted for approval, released procedures for participation to vote, made available for the shareholders special power of attorney and vote by correspondence forms and ensured all publicity ways according to legal stipulations for each issue on the agenda and the for the decisions taken by the GSM (Bursa, Official Gazette, company's website).

IF Muntenia shareholders have the opportunity to participate in general meetings of shareholders either directly or through proxy representatives or can vote by correspondence (classic post or e-mail).

According to the legislation in force, it is forbidden to acquire shares leading to a holding of more than 5% of the total share capital or of the voting rights according to Law no. 297/2004 regarding the capital market modified by Law no. 11/2012. If a shareholder holds more than 5% of the total share capital, he will not have the right to vote for shares held above the specified share, but is entitled to receive dividends for these shares.

ASF has reported that, following the analysis of SIF4 share holdings at the SGOM as of 27 April 2017 reference date, no elements/data/information have been identified leading to the conclusion that individuals alone or with other people acting in concerts exceed the 5% limit of the share capital of SIF Muntenia.

On 14 March 2017, the SGOM convening notice for the approval of the financial statement for 2016 and the proposals for distribution of the profit achieved in 2016 was published.

On 27 April 2017, the ordinary general meeting of the shareholders of SIF Muntenia took place.

The financial statements for the financial year 2016 have been approved. From the net profit for the 2016 financial year the amount of 32.281.461 lei was distributed to dividend (representing a gross dividend of 0.04 lei per share, dividend distribution starting with 28.09.2016, this being considered the *payment date*, the shareholder bearing the distribution expenses) and 18.104.723 lei to other reserves, representing the company's own sources of development.

The Administration Program and the Income and Expenditure Budget for 2017 have been approved, the accounting records corresponding to the prescription of the right to request the payment of unclaimed dividends have been approved for three years from the date of their exigibility in the amount of 42,064,241.95 lei and registering this amount to reserves and approving the remuneration of the Shareholders Representatives Council members for the financial year 2017.

Subsequent event

On 25.07.2017 the SGOM of SIF Muntenia was convened for 30/31 August 2017. The agenda includes the approval of SIF Muntenia's consolidated financial statements for the 2016 financial year and the appointment of the financial auditor and the fixing of the minimum duration of the financial audit contract.

5.4 DIVIDENDS

Year	Gross dividend per share	Record date	Ex dividend date	Payment date
2016	0.040000	12.09.2017	11.09.2017	28.09.2017
2015	0.045000	18.08.2016	17.08.2016	08.09.2016
2014	0.071500	28.08.2015	27.08.2015	31.08.2015

6 ACCOUNTING FINANCIAL STATEMENT

SIF Muntenia prepared financial statements at 06.30.2017 in accordance with the FSA Rule No. 39/2015 approving the Accounting Regulations compliant with International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority of Financial and Investment Instruments Sector.

Financial statements as of 30.06.2016 are not audited or revised.

6.1 INDIVIDUAL STATEMENT OF FINANCIAL POSITION

<i>In LEI</i>	30 June 2017	31 december 2016
Assets		
Cash and current accounts	13,368,185	4,861,588
Deposits with banks	29,676,890	76,631,897
Financial assets at fair value through profit or loss	107,368,595	79,279,822
Financial assets available for sale	1,045,948,179	954,163,015
Loans and receivables	8,261,848	8,259,365
Tangible assets	191,468	223,605
Other assets	7,945,041	5,013,016
Total assets	1,212,760,206	1,128,432,308
Liabilities		
Dividend payment	72,010,761	82,193,835
Deferred tax liabilities	21,235,183	13,387,776
Other liabilities	9,270,920	8,404,099
Total liabilities	102,516,864	103,985,710
Equity		
Share capital	80,703,652	80,703,652
Hyperinflation effect of share capital	803,294,017	803,294,017
Cumulated loss	(88,810,511)	(111,719,355)
Reserves from revaluation of financial assets available for sale	315,056,184	252,168,284
Total equity	1,110,243,342	1,024,446,598
Total liabilities and equity	1,212,760,206	1,128,432,308

EQUITY

Dividends not claimed for a period of three years after the expiry of the prescription term are recorded directly in equity, being assimilated to contributions from shareholders, based on the decision of the General Meeting of Shareholders

<i>In LEI</i>	Share capital	Reserves from the revaluation of financial assets available for sale	Cumulated loss	Total
Balance as at 1 January 2017	883,997,669	252,168,284	(111,719,355)	1,024,446,598
Comprehensive result				
<i>Profitful for the period (unrevised and unaudited)</i>	-	-	13,126,063	13,126,063
<i>Other elements of comprehensive result</i>				
Revaluation at fair value of financial assets available for sale, net of deferred tax	-	64,762,409	-	64,762,409
Reserve related to financial assets available for sale transferred to profit or loss	-	(1,874,509)	-	(1,874,509)
Total comprehensive result for the period (unrevised and unaudited)	-	62,887,900	13,126,063	76,013,963
Transactions with shareholders, recognized directly in equity				
Prescribed dividends	-	-	42,064,242	42,064,242
Dividends to be paid	-	-	(32,281,461)	(32,281,461)
Reserves distributed to shareholders	-	-	-	-
Total transactions with shareholders, recognized directly in equity (unrevised and unaudited)	-	-	9,782,781	9,782,781
Balance as at 30 June 2017 (unrevised and unaudited)	883,997,669	315,056,184	(88,810,511)	1,110,243,342

6.2 INDIVIDUAL STATEMENT OF PROFIT AND LOSS AND OTHER ITEMS OF COMPREHENSIVE RESULT

<i>în LEI</i>	30 June 2017	30 June 2016
Revenues		
Dividend revenues	8,663,766	60,449,894
Interest revenues	415,331	254,930
Other operating revenues	109,623	33,391
Investment profit		
Net profit/(Net loss) from foreign exchange differences	4,614	(54,829)
Net profit from sale of assets	2,738,562	20,328,441
Net profit / (Net loss) from revaluation of financial assets at fair value through profit or loss	13,476,503	(6,876,627)
Expenses		
Loss from depreciation of assets	(261,860)	(984,871)
Administration expenses		
Administration fees	(8,700,000)	(8,700,000)
Expenses with the remuneration of Shareholders Representatives Council members	(654,431)	(629,458)
Other operating expenses	(1,436,394)	(1,172,062)
Profit before tax	14,355,714	62,648,809
Profit tax	(1,229,651)	(2,747,835)
Net profit for the period	13,126,063	59,900,974
Other elements of comprehensive result		
Elements that are or can be transferred to profit or loss		
Revaluation at fair value of financial assets available for sale, net of deferred tax	64,762,409	(71,768,327)
Reserve related to financial assets available for sale transferred to profit or loss	(1,874,509)	(12,608,597)
Other elements of comprehensive result	62,887,900	(84,376,924)
Total comprehensive result for the period	76,013,963	(24,475,950)

Dividend income is recognized in profit or loss at the date when the right to receive such income is determined. Dividend income is recorded at gross value that includes dividend tax, which is recognized as current tax expense. The tax rate on income from taxable dividends for the period ended 30 June 2017 and 30 June 2016 was 5%.

The Company does not record dividend income from the shares received free of charge when distributed proportionally to all shareholders.

6.3 BUDGET OF REVENUES AND EXPENSES EXECUTION

The Budget of Revenues and Expenses for the 2017 financial year was approved by the SGOA dated 28 April 2017, by decision no. 3.

	BRE 2017	January - June achieved
1. TOTAL REVENUES	65,800,000	11,682,487
1.1. Investment revenues	65,700,000	11,572,865
1.1.1 Net dividend revenues	28,000,000	8,418,972
1.1.2 Interest revenues	1,700,000	415,331
1.1.3 Net revenues from tradesi	36,000,000	2,738,562
1.2 Other revenues	100,000	109,622
2. TOTAL EXPENSESES	22,800,000	10,790,825
2.1 Administration expenses	17,400,000	8,700,000
2.2 Third party expenses	2,300,000	880,172
2.3 Portfolio management expenses	1,200,000	360,101
2.4 SRC expenses	1,800,000	724,102
2.5 Other expenses	100,000	126,450
3. Net gain from revaluation of assets		13,219,258
4. GROSS PROFIT	43,000,000	14,110,920
5. Current Income tax and Defferred income tax		984,857
6. NET PROFIT		13,126,063

The main contributing factor to the profit is the gain from the valuation of short-term financial investments.

NOTE: In the above-mentioned BRE performance, dividend income is recorded at net value, and in the *Individual Profit or Loss Statement*, these are presented at gross value, which includes the tax on those dividends. In the *Individual Profit or Loss Statement*, the dividend tax is included in the Profit Tax line.

The net profit achieved on 30.06.2017 is 13,126,063 lei.

7 SUBSEQUENT EVENTS

A series of events that occurred after the end of the reporting period were also presented in the body of the report, in the relevant chapters, to ensure continuity in the presentation of ongoing processes.

- On 25.07.2017 SGOM of SIF Muntenia was convened for 30/31 August 2017. The agenda includes the approval of SIF Muntenia's consolidated financial statements for the financial year 2016 and the appointment of the financial auditor and the establishment of the minimum duration of the financial audit contract
- The Ordinary General Meeting of Shareholders of SAI Muntenia Invest SA, held on 31.07.2017, decided the election of Mr. Adrian Simionescu as Administrator for a four-year term, starting with 20.08.2017, following the expiration of the mandate of Mr. Daniel Stoicescu. The appointment of Adrian Simionescu as Administrator of SAI MUNTENIA INVEST SA will be subject to the FSA authorization

SIF MUNTENIA SA by its Administrator
SAI MUNTENIA INVEST SA

President of the Board of Directors
Florica Trandafir

3B EXPERT AUDIT SRL

Administrator
Adriana Anișoara Badiu



SOCIETATEA DE INVESTIȚII FINANCIARE MUNTENIA S.A.

Splaiul Unirii nr. 16, sector 4, 040035 București,
Înregistrată la O.R.C. J40/27499/1992, CUI 3168735, Capital social 80703651,5 lei
Înscrisă în registrul CNVM cu nr. PJR09SIIR/400005/15.06.2006 Autorizată prin Decizia CNVM nr. 1513/15.07.1999
Nr. Înreg. în Registrul de evidență a operatorilor de date cu caracter personal: 26531

administrata de

S.A.I. MUNTENIA INVEST S.A.

Înscrisă în registrul CNVM cu nr. PJR05SAIR/400006/13.01.2004 Tel: 021.387.3210, 0372.074110,
Fax: 021.387.3209, 0372.074109

Statement of responsibility regarding the preparation of the Q2 2017 financial statements

In accordance with the provisions of art. 10 para. 1 of Accounting Law no. 82/1991, republished with subsequent amendments the Asset Management Company takes responsibility for the preparation of the SIF Muntenia Q2 2017 financial statements.

Also, according with the provisions of art. 114 letter d para 1 letter c of the CNVM Regulation number 1 of 2006 we confirm that:

- a) the accounting policies used in preparing the Q2 2017 financial statements are in accordance with the Norm of the Financial Supervisory Authority no. 39/2015 for the approval of accounting regulations in accordance with International Financial Reporting Standards applicable to entities authorised, regulated and supervised by the Financial Supervisory Authority - the Financial Instruments and Investments Sector;
- b) the Q2 2017 financial statements gives a fair image of the financial position and of the financial results of SIF Muntenia
- c) the report concluded by the Asset Management company includes al the information regarding SIF Muntenia activity

SAI MUNTENIA INVEST S.A.
Administrator of
SIF MUNTENIA S.A.

President of the Board of Administrators - Director
Florica Trandafir

SIF Muntenia S.A.

**Individual Interim Financial
Statements as at
30 June 2017**

Prepared in accordance with Rule no.
39/2015 approving the Accounting
Regulations compliant with International
Financial Reporting Standards, applicable to
entities authorized, regulated and supervised
by the FSA of the Investment and Financial
Instruments Sector
unaudited

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Individual statement of profit or loss and other comprehensive result

for the financial period ended 30 June 2017

LEI	Note	30 June 2017 (Unrevised and Unaudited)	30 June 2016
Revenue			
Dividend income	6	8,663,766	60,449,894
Interest income	7	415,331	254,930
Other operational revenue		109,623	33,391
Gain on investment			
Net loss from foreign exchange differences		4,614	(54,829)
Net gain on sale of assets	8	2,738,562	20,328,441
Net gain / (Net loss) from revaluation of financial assets at fair value through profit and loss	9	13,476,503	(6,876,627)
Expenses			
Assets impairment losses	10	(261,860)	(984,871)
Administrative expenses			
Management fees	25	(8,700,000)	(8,700,000)
Expenses with remuneration of the Council of the Shareholders Representatives	25	(654,431)	(629,458)
Other operational expenses	11	(1,436,394)	(1,172,062)
Profit before tax		14,355,714	62,648,809
Profit tax	12	(1,229,651)	(2,747,835)
Net profit for the period		13,126,063	59,900,974
Other elements of comprehensive result			
Elements that are or may be transferred to profit or loss			
Revaluation at fair value of financial assets available for sale, net of deferred tax		64,762,409	(71,768,327)
Reserve related to financial assets available for sale transferred to profit or loss		(1,874,509)	(12,608,597)
Other elements of comprehensive result		62,887,900	(84,376,924)
Total comprehensive result for the period		76,013,963	(24,475,950)
Result per share			
Basic	22	0.016	0.074
Diluted	22	0.016	0.074

Individual financial statements were approved by the Board of Directors on 8 August 2017 and were signed on its behalf by SAI Muntenia Invest S.A., administrator of SIF Muntenia S.A., by:

ADMINISTRATOR,
SAI MUNTENIA INVEST S.A.
Gabriela GRIGORE
General Director

PREPARED BY,
3B EXPERT AUDIT S.R.L.
Authorised legal person, CECCAR member
Registration number with the professional body
A000158/26.01.2000
Adriana – Anișoara BADIU, Administrator

Notes on pages 7 to 58 are part of the interim individual financial statements.

Individual statement of financial position

for the financial period ended 30 June 2017

<i>In LEI</i>	<i>Note</i>	'30 June 2017 (Unrevised and Unaudited)	31 December 2016
Assets			
Cash	13	13,368,185	4,861,588
Bank accounts	14	29,676,890	76,631,897
Financial assets at fair value through profit or loss	15a	107,368,595	79,279,822
Financial assets available for sale	15b	1,045,948,179	954,163,015
Loans and receivables	15c	8,261,848	8,259,365
Tangible assets	16	191,468	223,605
Other assets	17	7,945,041	5,013,016
Total assets		1,212,760,206	1,128,432,308
Liabilities			
Dividends	18	72,010,761	82,193,835
Deferred income tax liabilities	19	21,235,183	13,387,776
Other liabilities	20	9,270,920	8,404,099
Total liabilities		102,516,864	103,985,710
Shareholders equity			
Share capital	21a	80,703,652	80,703,652
The effect of hyperinflation on share capital	21a	803,294,017	803,294,017
Cumulative loss	21a	(88,810,511)	(111,719,355)
Reserves from revaluation of financial assets available for sale	21b	315,056,184	252,168,284
Shareholders equity - total		1,110,243,342	1,024,446,598
Liabilities and shareholders equity - total		1,212,760,206	1,128,432,308

Individual financial statements were approved by the Board of Directors on 8 August 2017 and were signed on its behalf by SAI Muntenia Invest S.A., administrator of SIF Muntenia S.A., by:

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Notes on pages 7 to 58 are part of the interim individual financial statements.

Individual statement of changes in equity (continued)

for the financial period ended 30 June 2017

In LEI

	Share capital	Reserves from revaluation of financial assets available for sale	Cumulative loss	Total
Balance at 1 January 2017	883,997,669	252,168,284	(111,719,355)	1,024,446,598
Comprehensive result				
<i>Profit of the financial exercise (unrevised and unaudited)</i>	-	-	13,126,063	13,126,063
<i>Other elements of the comprehensive result</i>				
Revaluation to fair value of financial assets available for sale, net of deferred tax	-	64,762,409	-	64,762,409
Reserve for financial assets available for sale transferred to profit or loss	-	(1,874,509)	-	(1,874,509)
Comprehensive result of the period - Total (unrevised and unaudited)	-	62,887,900	13,126,063	76,013,963
Transactions with the shareholders, recognised directly in equity				
Prescribed dividends	-	-	42,064,242	42,064,242
Dividends to be paid	-	-	(32,281,461)	(32,281,461)
Reserves distributed to shareholders	-	-	-	-
Transactions with the shareholders, recognised directly in equity - Total (unrevised and unaudited)	-	-	9,782,781	9,782,781
Balance as at 30 June 2017 (unrevised and unaudited)	883,997,669	315,056,184	(88,810,511)	1,110,243,342

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Notes on pages 7 to 58 are part of the interim individual financial statements.

Individual statement of changes in equity (continued)

for the financial period ended 30 June 2017

In LEI

	Share capital	Reserves from revaluation of financial assets available for sale	Cumulative loss	Total
Balance at 1 January 2016	883,997,669	229,080,295	(189,196,714)	923,881,250
Comprehensive result				
<i>Profit of the financial exercise</i>	-	-	59,900,974	59,900,974
<i>Other elements of the comprehensive result</i>				
Revaluation to fair value of financial assets available for sale, net of deferred tax	-	(71,768,327)	-	(71,768,327)
Reserve for financial assets available for sale transferred to profit or loss	-	(12,608,597)	-	(12,608,597)
Comprehensive result of the period - Total	-	(84,376,924)	59,900,974	(24,475,950)
Transactions with the shareholders, recognised directly in equity				
Prescribed dividends	-	-	63,407,818	63,407,818
Dividends to be paid	-	-	(36,316,643)	(36,316,643)
Reserves distributed to shareholders	-	-	-	-
Transactions with the shareholders, recognised directly in equity - Total	-	-	27,091,175	27,091,175
Balance at 30 June 2016	883,997,669	144,703,371	(102,204,565)	926,496,475

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Individual statement of cash flows

for the financial period ended 30 June 2017

<i>In LEI</i>	<i>Note</i>	30 June 2017 (Unrevised and unaudited)	30 June 2016
Operating activities			
Profit before tax		14,355,714	62,648,809
<i>Adjustments:</i>			
Losses from impairment of financial assets available for sale and other assets	10	1,687,702	984,871
(Net gain) / net loss on revaluation of financial assets at fair value through profit or loss	9	(13,476,503)	6,876,627
Dividends income	6	(8,663,766)	(60,449,894)
Interest income	7	(415,331)	(254,930)
Revenue adjustments for impairment of loans and receivables	10	(1,425,842)	-
Net loss from foreign exchange differences		(4,614)	(54,829)
Other adjustments		35,785	32,136
Changes in assets and liabilities related to operating activities			
Changes in financial assets at fair value through profit or loss		(14,612,270)	(922,144)
Changes in financial assets available for sale		(21,618,523)	40,138,873
Changes in loans and receivables		1,349,757	1,744
Changes of other assets		(1,029,924)	(824,186)
Changes of other debts		1,396,252	(965,682)
Cashed in dividends		5,161,523	43,747,889
Cashed in interest		585,869	219,705
Paid profit tax		(205,263)	(10,336,829)
Net cash from/(used in) operating activities		<u>(36,879,434)</u>	<u>80,842,161</u>
Investing activities			
Payments for purchases of intangible assets		(113)	-
Receivables from sales of tangible assets		1,000	-
Net cash used for investing activities		<u>887</u>	<u>-</u>
Financing activities			
Dividends paid, including dividends paid tax		(1,476,006)	(617,281)
Net placements of deposits with maturity over three months and less than one year		36,147,500	(43,307,000)
Net cash used in financing activities		<u>34,671,494</u>	<u>(43,924,281)</u>
Net decrease in cash and cash equivalents		(2,207,052)	36,917,880
Effect of exchange rate changes on cash and cash equivalents		(1,351)	8,965
Cash and cash equivalents on 1st January		15,576,588	4,571,094
Cash and cash equivalent as at 30 June		<u><u>13,368,185</u></u>	<u><u>41,497,939</u></u>

Notes on pages 7 to 58 are part of the interim individual financial statements.

Individual statement of cash flows (continued)

for the financial period ended 30 June 2017

Cash and cash equivalents comprise

<i>In LEI</i>	<i>Note</i>	30 June 2017 (Unrevised and unaudited)	30 June 2016
Cash in the petty cash	13	2,265	1,364
Current accounts in banks	13	13,365,920	5,979,575
Bank deposits with less than three months maturity	14	-	35,517,000
Cash and cash equivalents		13,368,185	41,497,939

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Notes on pages 7 to 58 are part of the interim individual financial statements.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

1. Reporting entity

SIF Muntenia S.A. (the "Company") is an undertaking for collective investments trust established in 1996 which operates in Romania in accordance with Law 31/1990 on companies and Law 297/2004 on the capital market.

The Company is headquartered in 16, Splaiul Unirii, Sector 4, Bucharest, România.

The main field of activity of the Company is:

- administration and management of its own securities portfolio;
- investments in securities according to regulations in force;
- undertakings of financial resources available from natural or legal persons and their investment in securities.

The company operates under an administration contract concluded with Societatea de Administrare a Investițiilor Muntenia – Invest S.A.

The Company's shares are listed on the Bucharest Stock Exchange, Premium Category, symbol SIF 4, starting with 1 November 1999.

S.C. Depozitarul Central S.A. București keeps evidence of shares and shareholders, according to law.

BRD - Société Générale S.A. – Company authorised by the FSA offers custodian services for the Company's assets.

KPMG Audit SRL performed the statutory audit for the 2016 financial exercise. The auditor has exclusively provided financial audit services. The financial auditor's fee for the year ended 31 December 2016 is 196,403 lei.

2. Basis of preparation

(a) Declaration of compliance

The financial statements have been prepared in accordance with FSA Rule no. 39/28 December 2015 approving the Accounting Regulations compliant with International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the FSA, Sector of Investment and Financial Instruments ("FSA Rule no.39/2015"). These interim financial statements have been prepared on a going concern basis which assumes that the Company will continue to operate in the foreseeable future.

In accordance with Regulation no. 1606/2002 of the European Parliament and the EU Council Regulation as of 19 July 2002 and FSA Rule no.39 /2015 the Company will prepare also annual consolidated financial statements in accordance with International Financial Reporting Standards adopted by the European Union for the financial year ended 31 December 2016. The consolidated financial statements as of 31 December 2015 and as at 31 December 2016 can be found on the Company's website www.sifmuntenia.ro. Consolidated financial statements as of 31 December 2016 will be submitted for approval to the Shareholders General Meeting on 30/31 August 2017.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

2. Basis of preparation (continued)

(b) Presentation of financial statements

Interim individual financial statements are presented in accordance with IAS 1 "Presentation of Financial Statements" and with the requirements of IAS 34 „Interim financial reporting". The Company has adopted a presentation based on liquidity in the individual statement of financial position and a presentation of income and expenditure according to their nature in the statement of profit or loss and other comprehensive result, considering that these methods of presentation provide information that is reliable and more relevant than those that would have been presented under other methods permitted by IAS 1.

(c) Basis of valuation

Interim individual financial statements are prepared using the fair value convention for financial assets and liabilities at fair value through profit or loss, financial assets available for sale, except those for which the fair value can not be determined reliably.

Other financial assets and liabilities and non-financial assets and liabilities are presented at amortized cost or historical cost.

The methods used for measuring the fair value are presented in Note 3(e)(iv) and Note 54. s

(d) Functional and presentation currency

The Company's management considers that the functional currency, as defined by the IAS 21 "Effects of exchange rate variation", is the Romanian leu (RON or lei). Interim individual financial statements are presented in RON, rounded to the nearest leu, which the Group's management has chosen as presentation currency.

(e) Use of estimates and judgments

Preparation of Interim individual financial statements in accordance with IFRS as adopted by the European Union involves the management's use of estimates, judgments and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Judgments and assumptions associated with these estimates are based on historical experience and on other factors deemed reasonable in light of these estimates. The results of these estimates form the basis for judgments related to accounting values of assets and liabilities that can not be obtained from other sources of information. The results obtained can differ from these estimates.

Judgments and assumptions are regularly reviewed. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period in which the estimate is revised and future periods if the revision affects both the current period and future periods

Judgments made by management in applying IFRS that have a significant effect on the financial statements and estimates that involve a significant risk of a material adjustment in the next year are disclosed in Note 4 and Note 5.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies

Significant accounting policies set out below have been applied consistently to all periods presented in these interim individual financial statements.

(a) Subsidiaries and associated entities

Subsidiaries are entities controlled by the Company. Control exists when the Company has the power to lead, directly or indirectly, financial and operating policies of an entity so as to obtain benefits from its activities. When assessing control, one must be take into account potential voting rights that are exercisable or convertible at that time.

Associated entities are those companies in which the Company may exercise a significant influence, but not control over financial and operating policies.

List of subsidiaries and associates on 30 June 2017 and 31 December 2016 are presented in Note 25. The Company has classified in these interim individual financial statements shareholdings in subsidiaries and associates as financial assets available for sale (in accordance with IAS 39 - see accounting policy 3e).

(b) Transactions in foreign currency

Transactions denominated in foreign currencies are recorded in lei at the official exchange rate at the settlement date of transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated into the functional currency at the exchange rate of the day. Gains or losses resulting from the settlement thereof and the conversion using the exchange rate at the end of the financial exercise of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

Translation differences on non-monetary items such as holdings at fair value through profit or loss are presented as gains or losses from fair value. Foreign exchange differences related to non-monetary financial assets items such as financial instruments classified as available for sale are included in the reserve from the change in fair value of these financial instruments.

Diferențele de conversie asupra elementelor nemonetare cum ar fi participațiile deținute la valoare justă prin profit sau pierdere sunt prezentate ca fiind câștiguri sau pierderi din valoarea justă. Exchange differences relating to monetary financial assets denominated in foreign currency classified as available for sale at fair value are reflected in a separate account of reserves.

The exchange rates of major foreign currencies were:

Currency	30 June 2017	31 December 2016	Variation
Euro (EUR)	1: LEU 4.5539	1: LEU 4.5411	+ 0.28%
US Dollar (USD)	1: LEU 3.9915	1: LEU 4.3033	- 7.25%

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(c) Accounting for the hyperinflation effect

Under IAS 29, the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy should be presented in the measuring unit current at the balance sheet date (non-monetary items are restated using a general price index from the date of purchase or contribution).

Under IAS 29, an economy is considered hyperinflationary if, among other factors, the cumulative inflation rate over a period of three years exceeds 100%. Continued decline in inflation and other factors related to the characteristics of the economic environment in Romania indicate that the economy whose functional currency was adopted by the Company ceased to be hyperinflationary with effect for financial periods starting 1 January 2004. Therefore, provisions of IAS 29 have been adopted in the preparation of interim individual financial statements until 31 December 2003.

Thus, the values expressed in the measuring unit current as of 31 December 2003 are treated as the basis for the accounting amounts reported in these interim individual financial statements and do not represent appraised value, replacement cost, or any other measure of the current value of assets or the prices at which transactions would take place at this time.

In order to draw up interim individual financial statements as of 30 June 2017 and 31 December 2016, the Company adjusted the following non-cash items to be expressed in the measuring unit current at 31 December 2003: Share capital (see Note 21) and financial assets available for sale for which no active market exists. Tangible and intangible assets acquired until 31 December 2003 are insignificant, fully depreciated and that is why they were not inflated.

(d) Cash and cash equivalents

Cash and cash equivalents comprise: cash, current accounts and deposits with banks (including blocked deposits and interest earned on cash deposits).

When preparing the cash flow statement, the following have been considered as cash and cash equivalents: cash, current accounts at banks, deposits with an original maturity of less than 90 days (excluding blocked deposits).

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(e) Financial assets and liabilities

(i) Classification

The Company classifies financial instruments held in the following categories:

Financial assets and liabilities at fair value through profit or loss

This category includes financial assets or financial liabilities held for trading and financial instruments classified at fair value through profit or loss on initial recognition. An asset or financial liability is classified in this category if acquired principally for the speculative purpose or has been designated in this category by the management.

Investments held to maturity

Investments held to maturity are those non-derivative financial assets with fixed or determinable payments and fixed maturity which the Company has the positive intention and ability to hold to maturity. Investments held to maturity are measured at amortized cost through the effective interest method less impairment losses.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market other than those that the Company intends to sell immediately or in the near future.

Financial assets available for sale

Financial assets available for sale are those financial assets that are not classified as loans and receivables, held to maturity or financial assets at fair value through profit or loss.

(ii) Recognition

Financial assets and financial liabilities are recognized on the date on which the Company becomes party to the contractual terms of the respective instrument. Financial assets and liabilities are measured at initial recognition at fair value, except for financial assets at fair value through profit or loss and equity investments whose fair value can not be reliably determined and they are initially recognized at cost.

(iii) Compensations

Financial assets and liabilities are offset and the net result is presented in the statement of financial position only when there is a legal right to compensation if their intention is to settle on a net basis, or if it is intended simultaneously the achievement of the asset and settlement of the liabilities.

Revenues and expenses are presented net only when permitted by the accounting standards, or for the profit and loss resulted from a group of similar transactions such as the trading activity of the Company

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(e) Financial assets and liabilities (continued)

(iv) Valuation

Valuation at amortized cost

The amortized cost of a financial asset or liability is the amount at which that asset or financial liability is measured after initial recognition, less principal payments, plus or minus the accumulated depreciation to date using the effective interest method, less reductions related to impairment losses.

Valuation at fair value

Since 1 January 2013, following the application of IFRS 13 "Fair value measurement", the fair value is the price that would be received to sell an asset or paid to settle a liability in a transaction carried out under normal conditions between participants on the main market at the valuation date or if no principal market, on the most advantageous market in which the company has access to that date.

The Company measures the fair value of a financial instrument using quoted prices in an active market for that instrument. A financial instrument has an active market if for that instrument there are available and regularly quoted prices. The category of financial instruments quoted in an active market includes all those instruments admitted to trading on a stock exchange and frequently presents at least 30 transactions during the 30 trading days prior to the evaluation. The market price used to determine fair value is the closing market price on the last trading day before the valuation date.

In the absence of price quotations in an active market, the Company uses valuation techniques based on the analysis of discounted cash flows and other valuation methods commonly used by market participants, making full use of market information, relying as little as possible on company-specific information. The Company uses valuation techniques that maximize the use of observable data and minimizes the use of unobservable inputs.

The value resulting by using a valuation model is adjusted based on a number of factors, due to the fact that assessment techniques do not reliably reflect all the factors considered by market participants when a transaction is performed. Adjustments are recorded to reflect the risk models, differences between quotations for sale and purchase, liquidity risks, and other factors.

Financial assets available for sale for which no active market exists and where it is not possible to determine reliably a fair value, given that the company does not have access to information that would facilitate the application of an alternative valuation technique are evaluated at cost and periodically tested for impairment.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(e) Financial assets and liabilities (continued)

(v) *Identification and valuation of value depreciation*

Financial assets measured at amortized cost

On conclusion of each financial exercise, the Company examines whether there is any indication that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired if and only if there is objective evidence of impairment arising as a result of one or more events that occurred after the initial recognition of the asset ("loss event") and loss event or events have an impact on future cash flows of the financial asset or group of financial assets that can be reliably estimated.

If there is objective evidence that there has been an impairment loss on financial assets measured at amortized cost, the loss is measured as the difference between the asset's carrying amount and the present value of future cash flows using the effective interest rate of the financial asset at initial moment.

If a financial asset measured at amortized cost has a variable interest rate, the discount rate for measuring any loss of impairment is the current variable interest rate specified in the contract. The carrying amount of the asset is reduced through use of an adjustment account for impairment. The value of the depreciation expense is recognized in profit or loss.

If in a time following an event occurring after the impairment reduces recognition of the impairment loss, previously recognized impairment loss is reversed through the use of an allowance account for impairment. Reducing impairment loss is recognized in profit or loss.

Financial assets available for sale

In the case of financial assets available for sale, when a decline in the fair value of a financial asset available for sale was recognized directly in equity and there is objective evidence that the asset is impaired, the cumulative loss that has been recognized directly in equity will resume in equity accounts and recognized in the profit or loss and other comprehensive income even though the financial asset has not been derecognised.

The value of the cumulative loss that is resumed from equity items in profit or loss will be the difference between the acquisition cost (net of principal repayments and amortization) and current fair value, less any impairment loss on that financial asset previously recognized in profit or loss.

Impairment losses recognized in profit or loss related to certain equity instrument classified as available for sale can not be reversed in profit or loss. If, in a subsequent period, the fair value of an impaired equity increases, the recovery is recognized directly in other comprehensive income.

If there is objective evidence of an impairment loss on an unlisted participation which is not presented at fair value as fair value can not be reliably measured, or on a derivative asset that is linked or is to be settled by such an unlisted equity instrument, the amount of the impairment loss is measured as the difference between the carrying amount of the financial asset and the present value of future cash flows using current internal rate of return for a similar financial asset market. These impairment losses are not reversed in profit or loss.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(e) Financial assets and liabilities (continued)

(v) *Identification and valuation of value depreciation (continued)*

To determine whether an asset is impaired, the Company takes into account the loss-relevant events, such as significant long-term decline in fair value below cost; market conditions and industry, to the extent that they influence the recoverable amount of the asset; financial conditions and near-term prospects of the issuer, including any specific adverse events that may influence the operations of the issuer, the issuer recent losses, qualified independent auditor's report on the most recent financial statements of the issuer, etc.

Given the inherent limitations of the methodologies applied and the significant uncertainty of assets of international and local markets, the Company's estimates may be revised significantly following the date of approval of the financial statements.

(vi) *Derecognition*

The Company derecognises a financial asset when the rights to receive cash flows of that financial asset expire or when the Company has transferred the rights to receive the contractual cash flows related to that financial asset in a transaction in which it substantially transferred all the risks and rewards related to ownership.

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

The Company derecognises a financial liability when its contractual obligations have been completed or when contractual obligations are canceled or expires.

The Company derecognises a financial asset when transferring between categories of the financial assets available for sale at the end of the reporting period, when there is no active market or where it is not possible to reliably determine a fair value when the financial asset market it becomes active.

(vii) *Reclassification of financial assets*

The reclassification of a financial asset outside the category of the 'financial assets held for trading' is allowed only in rare circumstances.

Transfer from the category of "financial assets available for sale" under "assets held to maturity" (for debt instruments) is possible if there is a change of intent and/or capacity or it is a period of contamination. The fair value of the asset at the date of transfer becomes its new cost or amortized cost, as applicable. If, after the change in intention or ability, it is no longer appropriate the classification of an asset as "available to maturity", it should be reclassified as "available for sale" and will be remeasured at fair value.

The Company reclassified financial assets only if there was a change in the business model for managing those financial instruments. The Company estimates that such changes are rare. The changes are determined by management as a result of changes in foreign and domestic operations are significant for the Company.

The business model for managing financial assets determines whether their cash flows are recovered by collecting the contractual cash flows through sale of financial assets or both.

(f) Other financial assets or liabilities

Other financial assets and liabilities are measured at amortized cost using the effective interest method, less any impairment losses.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(g) Tangible assets

(i) Recognition and valuation

Tangible assets are initially recognized as an asset at cost. The cost of a tangible assets item comprises the purchase price, including non-recoverable taxes, after deducting any commercial discounts, and any costs directly attributable to bringing the asset to the location and conditions necessary for it to be used for the purpose intended by the management, such as staff costs arising directly from the construction or acquisition of assets, the costs of site preparation, initial delivery and handling costs, installation and assembly costs, professional fees.

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

- Lands;
- Constructions;
- Equipment, technical equipment and machinery;
- Vehicles;
- Furniture and other tangible assets.

The Company does not owe land and buildings.

Tangible assets and equipment are stated at cost, less accumulated amortization and the impairment loss (see accounting policy 3 h).

Expenditure on maintenance and repairs of tangible assets are recorded in profit or loss when incurred, while significant improvements to tangible assets, which increase the value or duration of their life, or which increase their capacity to generate economic benefits, are capitalized.

(ii) Depreciation

Depreciation is calculated using the straight line method over the estimated useful life of the assets as follows:

- Equipment, plant and machinery	3-20 years
- Vehicles	3-6 years
- Furniture and other tangible assets	3-15 years

Depreciation methods, useful life durations and estimated residual values are reviewed by management at each reporting date.

(iii) Sale / scrapping of tangible assets

Tangible assets that are scrapped or sold are removed from the situation of the financial position along with the corresponding accumulated depreciation. Any profit or loss resulting from such operations are included in current profit or loss.

(h) Impairment of assets other than financial

The carrying amount of the Company's assets that are not financial, other than deferred tax assets, are reviewed at each reporting date to identify the existence of indications of impairment. If such indication exists, the recoverable amount is estimated for the respective assets.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(h) Impairment of assets other than financial (continued)

An impairment loss is recognized when the carrying amount of the asset or its cash-generating unit exceeds its recoverable amount of the asset or cash-generating unit. A cash-generating unit is the smallest identifiable group that generates cash independently of other assets and other groups of assets. Impairment losses are recognized in profit or loss and other comprehensive income. The recoverable amount of an asset or cash-generating unit is the maximum of its value in use and its fair value less costs to sell the asset or units. To determine value in use, future cash flows are discounted using a pre-tax discount rate that reflects current market conditions and risks specific to the asset.

Impairment losses recognized in prior periods are assessed at each reporting date to determine whether it decreased or no longer exists. The impairment loss shall be resumed if there was a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only if the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized.

(i) Equity

Ordinary shares are recognized in equity.

(j) Provisions for risks and expenses

Provisions are recognized in the statement of financial position when the Company acquires the obligation related to a past event and it is likely to be required in the future consumption of economic resources to extinguish this obligation and can make a reasonable estimate of the obligation. To determine the allowance, future cash flows are discounted using a pre-tax discount rate that reflects current market conditions and risks specific to the liability.

(k) Interest income and interest expenses

Interest income and expenses are recognized in profit or loss using the effective interest method. The effective interest rate is the rate that exactly discounts the expected cash receipts and payments in the future during the expected life of the financial asset or liability (or, where appropriate, a shorter period) to the carrying amount of the asset or financial liability.

(l) Dividend income

Dividend income is recognized in profit or loss on the date on which it is established the right to receive the income.

If dividends received in the form of shares as an alternative to cash, the dividend income is recognized at the level of cash that would have been received in correspondence with increasing participation therein. The Company does not record dividend income from shares received free of charge when they are distributed proportionally to all shareholders.

Dividend income is recorded on a gross basis including dividend tax, which is recognized as a current income tax expense.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(m) Employees benefits

(i) Short term benefits

Obligations with short-term benefits granted to employees are not updated and are recognized in the statement of profit or loss and other comprehensive income as the services are provided.

Short-term employee benefits include salaries, bonuses and social security contributions. Short-term employee benefits are recognized as an expense when services are rendered. It recognizes a provision for the amounts expected to be paid as premiums in short-term cash while the company currently has a legal or constructive obligation to pay those amounts as a result of past service rendered by employees and whether that obligation can be estimated reliably.

(ii) Defined contribution plans

The Company makes payments on behalf of their employees to the Romanian State pension system, health insurance and unemployment fund, in the normal course of business.

All members and employees of the Company are also legally obliged to contribute (through social contributions) to the Romanian State pension (a State defined contribution plan). All relevant contributions are recognized in profit or loss when incurred. The Company has no further obligations.

The Company is not engaged in any independent pension scheme and consequently, has no other obligations in this regard. The Company is not engaged in any other post retirement benefit system. The Company has no obligation to provide further services to current or former employees.

(iii) Long term employees benefits

The Company's net obligation in respect of services related to long-term benefits is the amount of future benefit that employees have earned in return for services rendered by them in the current and prior periods.

The Company has no obligation to grant benefits to employees at retirement date.

(n) Gains and losses from foreign exchange rate differences

Foreign currency transactions are recorded in the functional currency (leu), by converting the amount in foreign currency at the official exchange rate of the National Bank of Romania for the trade date. At the financial position statement date, monetary items denominated in foreign currencies are translated using the closing exchange rate.

Gains or losses resulting from the settlement thereof and the conversion using the exchange rate at year-end of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit or loss and other comprehensive income except those that have been recognized in equity following their registration in accordance with hedge accounting.

Translation differences on elements such as participations at fair value through profit or loss are presented as gains or losses from fair value. Exchange differences relating to monetary financial assets denominated in foreign currency classified as available for sale, at fair value are reflected in a separate reserves account.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(o) Tax on profit

Tax on profit for the period comprises current tax and deferred tax. Current income tax includes income tax from dividends recognized at gross value.

Profit tax is recognized in profit or loss and other elements of comprehensive income if the tax is related to capital items.

Current tax is the expected tax payable on the profit realized in the current period, using tax rates applied at the financial position statement date and any adjustments related to prior periods.

Deferred tax is provided for temporary differences arising between the tax base for calculating the tax for assets and liabilities and their carrying amount in the financial statements used for interim individual financial statements reporting.

Deferred tax is not recognized for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets and liabilities arising from transactions that are not business combinations and that affects neither the accounting profit or the tax differences arising on investments in subsidiaries, provided that they are not resumed in the near future. Deferred tax is calculated using tax rates expected to apply to temporary differences in their replay, the laws in force at the reporting date or issued at the reporting date and which will come into force later. Assets and liabilities deferred tax are offset only if a legally enforceable right to offset debts and claims current tax and whether they are related to the tax collected by the same taxation authority on the same entity subject to taxation or tax authorities different but they want to achieve settlement of claims and current tax liabilities using the net or related assets and liabilities will be realized simultaneously.

Deferred tax asset is recognized only to the extent that it is probable that future profits that can be used to cover the tax loss. The claim is reviewed at each financial year and is reduced to the extent that the related tax benefit is unlikely to be realized.

Additional taxes that arise from the distribution of dividends are recognized at the same time as the obligation to pay dividends.

For the financial exercise ended 30 June 2017 and 31 December 2016, the income tax rate was 16%. The tax rate related to taxable dividend income for the period ended 30 June 2017 and as at 30 June 2016 was of 5%.

(p) Earnings per share

The Company presents basic earnings per share and diluted for ordinary shares. Basic earnings per share is determined by dividing profit or loss attributable to ordinary equity shareholders of the Company's weighted average number of ordinary shares outstanding over the reporting period. Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares with dilution effects arising from potential ordinary shares.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

q) Dividends to be distributed

Dividends are treated as an appropriation of profit in the period in which they were declared and approved by the General Meeting of Shareholders. Since the financial year ended 31 December 2015, the profit available for distribution is recorded in the profit of financial statements prepared in accordance with FSA Rule no. 39/2015. Dividends not collected for three years after expiry of prescription period are recorded directly in equity being treated as contributions from shareholders according to the decision of the General Shareholders Meeting.

(r) Subsequent events

Events occurred after the financial year are those events favorable and unfavorable, that occur between the end of the financial year and the date the financial statements are authorized for issue.

Subsequent events that provide additional information about the Company's position to the date of ending the financial year (adjusting events) are reflected in the financial statements.

Events after the financial exercise that require no adjustments are shown in the notes, when considered significant.

(s) Affiliates

Different entities or persons are considered to be in special relationship with the Company also if one of the parties, either through ownership or through contractual rights, family relationships or other similar situations, can directly or indirectly control the other party or may influence it significantly in making financial or operational decisions.

Transactions between affiliated parties represent a transfer of resources or liabilities between affiliated parties whether or not they involve a price.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(t) Standards and new interpretations that are not yet in force

A number of new standards, amendments to standards and interpretations are not yet effective as of the interim individual financial statements date and have not been applied in preparing these financial statements:

A. Standards that have been adopted by the European Union

a) IFRS 9 Financial Instruments (effective date: annual periods beginning with January 1, 2018)

This standard replaces the provisions of IAS 39 "Financial Instruments: Recognition and Evaluation" on classification and measurement of financial assets, with the exception of aspects relating to hedge accounting in respect of which entities may choose to apply the old provisions of IAS 39 or to apply IFRS 9.

Financial assets will be classified using one of the two methods of evaluation: amortized cost and fair value through other elements of comprehensive result and fair value through profit or loss. A financial asset can be measured at amortized cost only if the following two conditions are met: the assets are held in a business model whose objective is to hold assets for the purpose of collecting contractual treasury flows and contract terms generates, at certain dates, cash flows representing only the principal payment and interest on the principal due.

Gains or losses on subsequent changes in the value of assets measured at fair value are recognized in profit or loss except for investments in equity instruments that are not held for trading, for which the standard allows the recognition of initial measurement at fair value with recognition of subsequent value changes in the comprehensive result.

The pattern of loss in IAS 39 is replaced by the expected loss pattern, which means that it will no longer be necessary for a loss event to occur before the recognition of an impairment adjustment is recognized. At the same time, presentation requirements are substantial.

The Company considers that IFRS 9, when applied initially, will have a material impact on the financial statements, as the classification and measurement of certain financial instruments is expected to change.

b) IFRS 15 - Revenues from contracts with customers (effective for periods beginning on 1 January 2018)

Issued 28 May 2014, the standard replaces IAS 11, IAS 18, IFRIC 13, IFRIC 15, IFRIC 18 and SIC - 31. The standard is applicable to contracts with clients other than insurance, financial instruments, leasing. It prescribes a single model for analysis of customer contracts and two revenue recognition approaches - at a certain point in time or during the contract, depending on the time of fulfillment the obligation under the contract.

The Company does not consider that these amendments will have a significant effect on the interim individual financial statements.

B. Standards that have not been yet adopted by the European Union

a) Amendments to IAS 7 (effective for periods beginning on or after 1 January 2017)

Amendments to IAS 7 stipulate the need to present additional information to enable users to evaluate changes in liabilities in the cash flow from financing activities.

The Company does not consider these amendments will have a significant effect on the interim individual financial statements.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

3. Significant accounting policies (continued)

(t) Standards and new interpretations that are not yet in force (continued)

b) Amendments to IAS 12 (effective for periods beginning on or after 1 January 2017)

The amendments clarify the accounting for deferred tax assets related to debt securities measured at fair value. Specifically, they clarify that losses from the measurement at fair value generate a deductible temporary difference. The Company does not consider these amendments will have a significant effect on the interim individual financial statements.

4. Significant risks administration

Investment activity exposes the Company to a variety of risks associated with financial instruments owned and financial markets in which it operates. The main risks to which the Company is exposed are:

- Market risk (interest rate risk, currency risk and price risk);
- Liquidity risk;
- Credit risk;
- Risk related to taxation;
- Operational risk.

The overall risk management strategy seeks to maximize Company's profit reported to the level of risk to which it is exposed and minimize any potential adverse variations on the financial performance of the Company.

The company uses a variety of policies and procedures for the management and evaluation of the types of risk to which it is exposed. These policies and procedures are presented in the subchapter dedicated to each type of risk.

(a) Market risk

Market risk is the risk of a loss or the failure to achieve expected profit as a result of fluctuations in prices, interest rates and exchange rates of currencies.

The Company is exposed to the following market risk categories:

(i) Price risk

The Company is exposed to risks associated with variation in the price of financial assets at fair value through profit or loss and financial assets available for sale.

Of the total shares held by the Company with an active market, on 30 June 2017, 51% (31 December 2016: 49%) were investments in companies that were part of the BET index of the Bucharest Stock Exchange, index weighted by market capitalization and designed to reflect the trend of prices of the most liquid ten shares traded on the Bucharest Stock Exchange.

The Board of Directors of SAI Muntenia Invest SA fulfills its role of monitoring the risk management framework and of approving trading limits on the Romanian capital market for speculative purposes.

A positive variation of 10% in the price of financial assets at fair value through profit or loss would lead to an increase in profit after tax at 30 June 2017 with 9,018,962 lei (31 December 2016: 6,659,505 lei), a negative variation 10 % having an equal net impact and of opposite sign.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

A positive variation of 10% in prices of financial assets available for sale would lead to an increase in equity, net of tax, at 30 June 2017 with 88,391,195 lei (31 December 2016: 80,214,512lei), a negative variation 10 % having an equal net impact and of opposite sign.

4. Significant risks administration (continued)

(a) Market risk (continued)

(i) Price risk (continued)

The company holds shares in companies operating in various sectors, such as:

<i>In LEI</i>	30 June 2017	%	31 december 2016	%
Financial, banking and insurance	387,259,489	41%	345,082,895	40%
Real estate, lending and other services	107,334,223	11%	101,811,063	12%
Wholesale, retail, tourism and restaurants	92,466,468	10%	90,526,639	11%
Building materials industry	74,028,923	8%	75,758,617	9%
Agriculture, livestock, fishing	27,930,633	3%	27,930,633	3%
Metallic construction and metal products	45,939,034	5%	45,623,068	5%
Pharmaceutical and medical industry	149,665,103	16%	136,564,244	16%
Chemical and petrochemical industry	3,824,804	0%	3,454,090	0%
Energy industry	34,999,052	4%	16,597,254	2%
Others	17,221,518	2%	16,277,101	2%
TOTAL	940,669,247	100%	859,625,604	100%

As can be noticed from the above table, on 30 June 2017 the Company had mainly shares in companies active in banking and insurance, accounting for 41% of the total portfolio, increasing from the weight of 40% recorded on 31 December 2016. On the other hand, 16% of the equity portfolio at 30 June 2017 and 30 December 2016 represents holdings in companies in the pharmaceutical and medical industry.

Fund units held by the Company are exposed to price risk, having different degrees of risk investments themselves (bank deposits, bonds, other fixed income instruments, equities, derivatives etc.) - see note 26.

Structured products held by the Company are also exposed to price risk. They are in the amount of 74,423,417 lei (31 December 2016: 64,226,991 lei), through their support assets - see note 15.

(ii) Interest rate risk

The company faces interest rate risk exposure to adverse movements in interest rates. Changing market interest rates directly affects income and expenses related to financial assets and liabilities bearing floating interest rates and the market value of the interest bearing assets (for example, the bonds). As of 30 June 2017 and 31 December 2016, most of the Company's assets and liabilities are not interest bearing. As a result, the Company is not directly affected significantly by the risk of interest rate fluctuations. Cash and cash equivalents are generally invested in short-term interest rates. However, lowering the yield on the market can affect the valuation value of assets held by the Company.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

Of total financial assets of the Company, the only variable interest bearing assets are represented by bonds issued by Banca Transilvania SA, amounting to 1,135,285 lei, whose interest will be reset within 1-6 months to 31 December 2016. For more information on contractual maturity of interest-bearing financial assets of the Company, see note 4 (c) liquidity risk.

The Company does not use derivative financial instruments to protect itself against interest rate fluctuations. The impact on net profit of the Company of a change of $\pm 1.00\%$ interest rate related to variable interest-bearing assets and liabilities denominated in other currencies in conjunction with a change of $\pm 5.00\%$ interest rate related to variable interest-bearing assets and liabilities denominated in lei lei is of $\pm 9,536$ lei (31 December 2016: $\pm 9, 510$ lei).

(iii) Currency risk

Currency risk is the risk of loss or failure to achieve estimated profit as a result of unfavorable exchange rate fluctuations. The Company is exposed to fluctuations in exchange rates, but has not formalized a policy of currency hedging. Most of the Company's financial assets and liabilities are denominated in local currency, other currencies in which operations are performed are EUR and USD.

Financial assets and liabilities denominated in foreign currencies and LEI as of 30 June 2017 and 31 December 2016 are presented in the following tables.

30 June 2017

<i>In LEI</i>	Book value	LEI	USD	EUR
Financial assets				
Cash and cash equivalents	13,368,185	13,359,104	859	8,222
Deposits with banks	29,676,890	29,676,890	-	-
Financial assets at fair value through profit and loss	107,368,595	58,706,579	-	48,662,016
Financial assets available for sale	1,045,948,179	1,045,948,179	-	-
Loans and receivables	8,261,848	-	-	8,261,848
Other assets	7,728,945	7,728,945	-	-
TOTAL	<u>1,212,352,642</u>	<u>1,155,419,697</u>	<u>859</u>	<u>56,932,086</u>
Financial liabilities				
Dividends payment	72,010,761	72,010,761	-	-
Other liabilities	9,270,920	9,270,920	-	-
TOTAL	<u>81,281,681</u>	<u>81,281,681</u>	<u>-</u>	<u>-</u>

Notes to interim individual financial statements

for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

31 December 2016

<i>In LEI</i>	Book value	LEI	USD	EUR
Financial assets				
Cash and cash equivalents	4,861,588	4,852,211	819	8,558
Deposits with banks	76,631,897	76,631,897	-	-
Financial assets at fair value through profit and loss	79,279,822	35,774,231	-	43,505,591
Financial assets available for sale	954,163,015	954,163,015	-	-
Loans and receivables	8,259,365	-	-	8,259,365
Other assets	4,959,899	4,959,899	-	-
TOTAL	<u>1,128,155,586</u>	<u>1,076,381,253</u>	<u>819</u>	<u>51,773,514</u>
Financial liabilities				
Dividends payment	82,193,835	82,193,835	-	-
Other liabilities	8,404,099	8,404,099	-	-
TOTAL	<u>90,597,934</u>	<u>90,597,934</u>	<u>-</u>	<u>-</u>

The net impact on Company's profit of a change of $\pm 5\%$ of the RON/ EUR currency rate together with a modification of $\pm 5\%$ of the RON/ USD currency rate as of 30 June 2017, all other variables remaining constant, is of $\pm 2,391,184$ lei (31 December 2016: $\pm 2,174,522$ lei).

(b) Credit risk

Credit risk is the risk of loss or failure to achieve estimated profits due to failure of a counterparty to comply with financial obligations. The Company is exposed to credit risk due to investments in bonds issued by companies, current accounts and bank deposits and loans and receivables.

As of 30 June 2017 and 31 December 2016 the Company holds depreciated bonds in the amount of 15,872,291 lei, issued by Medical Competences Muntenia SA, which is under judicial restructuring and a real estate collateral was established as a guarantee amounting to 15,090,618 lei. For these bonds, impairment adjustments are made in the amount of 8,777,411 lei.

Notes to interim individual financial statements
for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(b) Credit risk (continued)

The Company's maximum exposure to credit risk amounts to 59,033,603 lei as of 30 June 2017 and to 94,711,638 lei as of 31 December 2016 and may be analyzed as follows:

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
<i>Exposures of current accounts and deposits with banks (Note 13 and Note 14)</i>		
Veneto Banca S.A.	611	13,225,801
Banca Transilvania S.A.	15,722,025	15,675,205
Libra Internet Bank S.A.	20,762,759	20,394,379
Banca Comercială Română S.A.	109	79
BRD - Groupe Societe Generale S.A.	29,918	35,963
Credit Europe Bank S.A.	82,848	6,515,265
Marfin Bank S.A.	5,935,474	20,056,596
Banca Comercială Feroviară S.A.	226,535	5,199,930
Other commercial banks	282,531	389,156
Total	43,042,810	81,492,374

Loans and receivables (Note 15 c)

Muntenia Medical Competences bonds	7,094,880	7,094,880
Banca Transilvania bonds	1,135,285	1,132,094
Other bonds and related interest	31,683	32,391
Total	8,261,848	8,259,365

Loans and receivables classified by maturity:

- current (Banca Transilvania bonds and attached interest, other receivables from Semrom Muntenia)	1,166,968	1,164,485
- outstandings, adjusted gross values (bonds issued by Muntenia Medical Competences, Transchim, Siderca)	18,532,868	19,958,710
- Adjustments for outstandings (bonds issued by Muntenia Medical Competences, Transchim, Siderca)	(11,437,988)	(12,863,830)
Total	8,261,848	8,259,365

Notes to interim individual financial statements
for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(b) Credit risk (continued)

<i>Various debtors and trade receivables (Note 17)</i>	30 June 2017 (Unrevised and unaudited)	31 December 2016
Consol S.A.	2,057,414	2,057,414
Banca Română de Scont S.A.	1,283,228	1,283,228
Autoritatea Administrării Activelor Statului	1,154,577	1,154,742
Timpuri Noi S.A.	2,529,526	2,529,526
Galgros S.A.	1,951,258	1,951,258
Vulturul Comarnic S.A.	2,451,251	2,451,251
Dividends to be received	4,006,393	746,870
Other various debtors	1,573,000	711,663
Impairment of trade receivables and various debtors	(9,277,703)	(7,926,054)
Total	7,728,945	4,959,899

Various debtors and trade receivables classified according to maturity:

- current (various debtors and dividends to be received)	4,262,927	6,684
- outstanding, adjustments of gross values (various debtors and dividends to be received)	12,743,721	12,868,263
- adjustments for various debtors (Consol S.A., Banca Română de Scont S.A., Autoritatea Administrării Activelor Statului, Timpuri Noi S.A., Galgros S.A., Vulturul Comarnic S.A., Cristiuro S.A.) and outstanding dividends to be received	(9,277,703)	(7,926,054)
- outstanding, unadjsuted (dividends to be received)	-	11,006
Total	7,728,945	4,959,899
Total exposure	59,033,603	94,711,638

Notes to interim individual financial statements

for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(c) Liquidity risk

Liquidity risk is the risk of loss or failure to achieve estimated profits resulting from failure to meet payment obligations at any time in the short term, without this entailing excessive costs or losses that may be incurred by the Company.

The structure of assets and liabilities was analyzed based on the period remaining as of the financial position statement date to contractual maturity date, both for the period ended 30 June 2017, and for the financial exercise ended 31 December 2016 is as follows:

30 June 2017

<i>In LEI</i>	Book value	Below 3 months	Between 3 and 12 months	More than 1 year	Without default maturity
Financial assets					
Cash and cash equivalents	13,368,185	13,365,920	-	-	2,265
Depozite plasate la bănci	29,676,890	29,666,229	-	-	10,661
Financial assets at fair value through profit or loss	107,368,595	-	25,761,400	48,662,016	32,945,179
Financial assets available for sale	1,045,948,179	-	-	-	1,045,948,179
Loans and receivables	8,261,848	7,126,563	-	1,135,285	-
Other assets (Note 17)	7,728,945	7,728,945	-	-	-
Total financial assets	1,212,352,642	57,887,657	25,761,400	49,797,301	1,078,906,284
Financial liabilities					
Dividends payment	72,010,761	72,010,761	-	-	-
Other liabilities	9,270,920	9,270,920	-	-	-
Total financial liabilities	81,281,681	81,281,681	-	-	-
Surplus liquidity	1,131,070,961	(23,394,024)	25,761,400	49,797,301	1,078,906,284

The Management of the Company considers, on the basis of the estimates made, taking into account the statistical data relating to the previous years, that the share of dividends requested by the shareholders is insignificant from the dividends distributed until 31 December 2016. The distribution of dividends to shareholders, distributed from the profits of the year 2016, will be made starting with 28 September 2017, according to the Shareholders General Meeting decision.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(c) Liquidity risk (continued)

31 December 2016

<i>In LEI</i>	Book value	Below 3 months	Between 3 and 12 months	More than 1 year	Without default maturity
Financial assets					
Cash and cash equivalents	4,861,588	4,860,477	-	-	1,111
Depozite plasate la bănci	76,631,897	76,621,236	-	-	10,661
Financial assets at fair value through profit or loss	79,279,822	-	20,721,400	43,505,591	15,052,831
Financial assets available for sale	954,163,015	-	-	-	954,163,015
Loans and receivables	8,259,365	7,127,271	-	1,132,094	-
Other assets (Note 17)	4,959,899	4,959,899	-	-	-
Total financial assets	1,128,155,586	93,568,883	20,721,400	44,637,685	969,227,618
Financial liabilities					
Dividends payment	82,193,835	82,193,835	-	-	-
Other liabilities	8,404,099	8,404,099	-	-	-
Total financial liabilities	90,597,934	90,597,934	-	-	-
Surplus liquidity	1,037,557,652	2,970,949	20,721,400	44,637,685	969,227,618

(d) Taxation risk

Romanian tax legislation provides detailed and complex rules that undergone several changes in recent years. Interpretation of the text and the practical implementation of tax laws may vary with the risk that certain transactions is interpreted differently by the tax authorities as compared to the Company's treatment.

In terms of profit tax, there is a risk of different interpretation by the tax authorities of the fiscal rules applied according to IFRS accounting regulations.

Romanian Government has a number of agencies authorized to conduct audits (controls) of companies operating in Romania. These controls are similar to tax audits in other countries, and may extend not only to tax matters but also to other legal and regulatory issues of interest to these agencies. There is possible that the Company may be subject to tax audits on the extent of issuing new tax regulations.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

4. Significant risks administration (continued)

(e) Operational risk

Operational risk is the risk of incurring losses or not reaching the estimated profits due to internal factors such as inappropriate conduct of internal activities, the existence of personnel or systems failure or due to external factors such as economic conditions, changes in capital market, technological progress. Operational risk is inherent in all activities of the Company. Defined policies for operational risk management took into consideration each type of event that can generate significant risks and ways of their manifestations, to eliminate or reduce financial or reputational losses.

(f) Capital adequacy

The Management's policy regarding capital adequacy focuses on maintaining a sound capital base in order to support the ongoing development of the Company and investment objectives.

5. Significant accounting estimates and judgments

The Management discussed the development, selection, presentation and application of significant accounting policies and estimates. All these are approved at the meetings of the Board of Directors of SAI Muntenia Invest SA.

These presentations complement the information on financial risk management (see Note 4). Significant accounting judgments on applying the Company's accounting policies include:

Notes to interim individual financial statements

for the financial period ended 30 June 2017

5. Significant accounting estimates and judgments (continued)

Key sources of uncertainty of estimation

Impairment of loans and receivables

Assets carried at amortized cost are evaluated for impairment in accordance with accounting policy described in Note 3 (e) (v).

Assessment for impairment of receivables is made on an individual level and are based on management's best estimate of the present value of cash flows expected to be received. To estimate these flows, the management makes certain estimates related to the financial position of the counterparty. Each impaired asset is individually analyzed. Accuracy of the adjustments depends on estimates of future cash flows for specific counterparties.

Determining the fair value of financial instruments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques in accounting policy described in Note 3 (e) (v). For financial instruments rarely traded and for which there is no price transparency, fair value is less objective and is determined using various levels of estimates of the degree of liquidity, the concentration, uncertainty of market factors, assumptions of price and other risks affecting the respective financial instrument

Fair value hierarchy

The Company uses the following hierarchy for fair value measurement methods:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices)

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs). This category includes all instruments where the valuation technique includes items that are not based on observable and unobservable input parameters which can have a significant effect on the assessment instrument. This category includes instruments that are valued based on quoted prices for similar instruments but which are subject to adjustments based largely on unobservable data or estimates to reflect the difference between the two instruments.

The fair value of financial assets and liabilities that are traded in active markets are based on quoted market prices or the prices quoted by brokers. For all other financial instruments, the Company determines fair value by using valuation techniques. Valuation techniques include net present value and discounted cash flow models, comparison to similar instruments for which market observable prices exist and other valuation techniques. Assumptions and variables used in valuation techniques include interest rates without risk and reference rates, margins for credit risk and other premiums used in estimating discount rates, yields on bonds and equity, exchange rates, indices price of capital, volatilities and correlations predicted. The purpose of valuation techniques is to determine the fair value of financial instruments which reflect the price at the reporting date, the price would be determined by objective conditions market participants.

The Company uses valuation recognized models to determine the fair value of financial instruments using only simple observable market data and asks very little from management estimates and analysis. Prices and observable input parameters in the model are usually available in the market for capital instruments. Their availability reduces the need for analysis from management estimates and uncertainty associated with determining fair value. The availability of observable market prices and inputs varies depending on products and markets and is subject to changes arising from specific events and general conditions in the financial markets

Notes to interim individual financial statements

for the financial period ended 30 June 2017

5. Significant accounting estimates and judgments (continued)

Fair value hierarchy (continued)

For the shares that do not have a quoted market price in an active market, the Company uses valuation models which are usually derived from known models of valuation. Some or all significant data input into these models may not be observable in the market and are derived from market prices or estimated based on assumptions. Valuation models requiring unobservable inputs require a greater analysis and estimation by management to determine fair value. Analyze and estimate from management affect, in particular, the selection of a suitable evaluation to determine future cash flows of a financial instrument, to determine the probability of default by the counterparty and payments in advance and selecting discount appropriate rates.

The table below uses financial instruments recorded at fair value according to the method of assessment.

30 June 2017

<i>In LEI</i>	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	32,945,178	-	74,423,417	107,368,595
Financial assets available for sale at fair value	620,683,859	-	345,571,895	966,255,754
	653,629,037	-	419,995,312	1,073,624,349

31 December 2016

<i>In LEI</i>	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	15,052,831	-	64,226,991	79,279,822
Financial assets available for sale at fair value	561,953,202	-	311,266,272	873,219,474
	577,006,033	-	375,493,263	952,499,296

For the period ended 30 June 2017, the Company presented financial assets at fair value through profit or loss on fair value hierarchy level 3, instruments held in structured products amounting to 74,423,417 lei (as of 31 December 2015: 55,263,607 lei) and closed fund units amounting to 58,030,361 lei (as of 31 December 2016: 64,226,991).

For the period ended 30 June 2017, the Company has classified financial assets available for sale at fair value in Level 3 of the fair value hierarchy, shares in ten companies whose fair value of 239,511,605 lei (at 31 December 2016: 239,511,605 lei) was determined by an independent valuer using valuation models according to the ANEVAR evaluation standards and closed fund units amounting to 106,060,290 lei (at 31 December 2016: 71,754,667lei)

The principal assumptions used at 30 June 2017 and 31 December 2016 in the valuation model for financial assets available for sale - **shares**, together with the amounts are presented in the following table:

Notes to interim individual financial statements

for the financial period ended 30 June 2017

5. Significant accounting estimates and judgments (continued)

Fair value hierarchy (continued)

Assumptions used in the valuation model	The indicator value used in evaluation
The annual change in EBITDA	0% - 8%
Perpetual variation of revenues and expenses	1.40%
Weighted average cost of capital (WACC)	6.6% - 10.2%

Although the Company considers its fair value estimates as appropriate, using other methods or assumptions could result in different values of fair value. For fair values recognized following the use of a significant number of unobservable inputs (Level 3) modifying one or more hypotheses other reasonable alternative assumptions would have an influence on the situation of profit or loss and other comprehensive income, as follows:

Changing variable at the valuation	Impact on the profit and loss account	Impact on other elements of comprehensive result
Increase of EBITDA with 3%	-	8,725,120
Decrease of EBITDA with 3%	-	(8,503,927)
Increase of WACC with 0,5%	-	(11,361,658)
Decrease of WACC with 0,5%	-	13,373,129
Increase of perpetuity of revenues and expenses with 0,5%	-	7,977,675
Decrease of perpetuity of revenues and expenses with 0,5%	-	(6,832,794)

In the valuation model for financial assets available for sale – fund units, a positive change in fair value of 10% leads to an increase in equity, net of tax, with 8,909,064 lei as of 30 June 2017 (31 December 2016: 6,027,392 lei), a 10% adverse change having an equal net impact and of opposite sign.

In the valuation model for financial assets at fair value through profit or loss – fund units and structured products, a positive change in fair value of 10% leads to an increase in profit after tax of 6,251,567 lei as of 30 June 2017 (31 December 2016: 5,395,067 lei), a 10% adverse change having an equal net impact and of opposite sign.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

5. Significant accounting estimates and judgments (continued)

Fair value hierarchy (continued)

Reconciliation of fair value evaluations classified in Level 3 of the fair value hierarchy

<i>In LEI</i>	Financial assets at fair value through profit or loss	Financial assets available for sale at fair value
1 January 2016	113,293,968	239,504,649
Transfers to level 3	-	62,322,767
Transfers from level 3	(55,645,599) 5,996,222	(3,800,026) (1,956,913)
Gains or losses for the period included in profit or loss	-	16,711,663
Period gains or losses included in other comprehensive income		
Acquisitions, participations to share capital	66,203,757	-
Sales	(65,621,357)	(1,515,868)
31 December 2016	64,226,991	311,266,272
Transfers to level 3	-	-
Transfers from level 3	- 10,196,426	- 230,831
Gains or losses for the period included in profit or loss	-	8,801,904
Period gains or losses included in other comprehensive income		
Acquisitions, participations to share capital	-	26,999,924
Sales	-	(1,727,036)
30 June 2017	74,423,417	345,571,895

On 31 December 2016, the stake held at Unisem S.A. was transferred from level 1 to level 3 of the fair value hierarchy at the fair value of 15,533,457 lei. As at 31 December 2016, the fund units FII BET-FI Index Invest were transferred from level 3 to level 1 of the fair value hierarchy at the fair value of 3,891,239 lei.

Classification of financial assets and liabilities

The Company's accounting policies provide the basis so that the assets and liabilities to be classified, initially, in various accounting categories. For the classification of assets and liabilities at fair value through profit or loss, the Company has determined to have been met one or more criteria as presented in note 3 (e) (i).

Details of the classification of financial assets and liabilities of the Company are presented in Note 23.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

6. Dividend income

Dividend income is recorded on a gross basis. Tax rates on dividends for the period ended as at 30 June 2017 was of 5% and zero (31 December 2016: 5% and zero). Detailing the main counterparts of dividend income is presented below:

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Banca Transilvania S.A.	-	32,684,748
BRD GSG S.A.	2,489,512	926,025
Transilvania Leasing & Credit IFN S.A.	127,498	152,998
Merrill Lynch	-	1,260,000
SIF Oltenia S.A.	-	2,262,000
Conpet S.A.	424,442	-
Firos S.A.	844,673	712,622
Biofarm S.A.	-	8,038,065
Bursa de Valori București S.A.	304,999	287,905
CI-CO S.A.	-	4,808,815
ICPE S.A.	349,363	299,230
Sticloval S.A.	423,375	1,913,926
Sin S.A.	-	3,337,574
Casa de Bucovina S.A.	380,461	335,701
Compania de Librării București S.A.	348,080	289,504
SN Nuclearelectrica	106,069	106,069
Transgaz S.A.	625,455	138,049
SNGN Romgaz S.A.	-	1,016,474
Unisem S.A.	406,700	-
Geccatherm S.A.	458,159	140,376
Geccsat S.A.	514,993	156,015
STK Emergent	228,409	-
Fondul Roman de Garantare a Creditelor IFN S.A.	107,633	129,160
Others	523,944	1,454,637
Total	8,663,766	60,449,894

Notes to interim individual financial statements
for the financial period ended 30 June 2017

7. Interest income

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Interest income on deposits and current accounts	381,359	219,469
Interest income on loans and receivables	33,972	35,461
Total	415,331	254,930

8. Net income from sale of assets

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Net gain from sale of financial assets available for sale(i)	2,775,083	20,568,441
Net gain from sale of assets at fair value through profit and loss (ii)	(36,521)	(240,000)
Total	2,738,562	20,328,441

(i) The carrying amount of financial assets available for sale valued at cost at the time of sale was of 23,641,209 lei (30 June 2016: 36,208,711 lei), and the selling profit was of 706,574 lei (30 June 2016: 13,322,063 lei).

The carrying amount of financial assets available for sale evaluated at fair value at the time of sale was of 10,612,992 lei (30 June 2016: 46,381,709 lei), and the selling profit was of 2,068,509 lei (30 June 2016: 7,246,378 lei).

(i) The carrying amount of financial assets measured at fair value at the time of sale was 2,449,487 lei (30 June 2016: 3,000,000 lei), and the loss on sale amounted to 36,521 lei (30 June 2016: 240,000 lei).

Notes to interim individual financial statements
for the financial period ended 30 June 2017

9. Net profit / (Net loss) from revaluation of financial assets at fair value through profit or loss

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Net gain / (Net loss) from revaluation of financial assets held for trading - shares	3,280,077	(243,893)
Net gain / (Net loss) from revaluation of financial assets held for trading - structured products	10,196,426	(2,240,000)
Net loss from revaluation of financial assets held for trading - fond units	-	(4,392,734)
Total	13,476,503	(6,876,627)

10. Impairment losses

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Impairment losses on financial assets available for sale (Note 15b)	(336,053)	(986,616)
Resumption losses from impairment of loans and receivables (Note 15c)	1,425,842	-
(Loss) /Resumption losses from impairment of other assets (Note 17)	(1,351,649)	1,745
Total	(261,860)	(984,871)

11. Other operating expenses

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Expenses on external services	386,310	245,132
Expenses for fees	639,649	582,344
Custody fees	118,669	108,714
Trading fees	57,886	110,478
Expenses for protocol, advertising and publicity	65,501	52,313
Other operating expenses	168,379	73,081
Total	1,436,394	1,172,062

Notes to interim individual financial statements

for the financial period ended 30 June 2017

Other operating expenses include the costs of transport and telecommunications, other taxes, etc

12. Income tax

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Current income tax		
Current income tax 16%)	752,244	-
Dividend tax (5%)	244,794	2,004,163
	<u>997,038</u>	<u>2,004,163</u>
Deferred income tax		
Financial assets available for sale	220,742	(800,233)
Financial assets at fair value through profit and loss	-	1,543,626
Provisions for other assets, loans and receivables	11,871	279
	<u>232,613</u>	<u>743,672</u>
Total	<u>1,229,651</u>	<u>2,747,835</u>

Reconciliation of profit before taxation with the Income tax:

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	30 June 2016
Income before tax	14,355,714	62,648,809
Tax under statutory tax rate of 16%	2,296,914	10,023,809
Effect on income tax of:		
The dividends tax rates	244,794	2,004,163
Nondeductible expenses	751,548	149,990
Taxable income	(1,702,627)	(10,470,936)
Amounts of sponsorship within legal limits	-	-
Recording and reversal of temporary differences	232,612	743,672
Current tax loss	-	297,137
Brought forward tax loss	(593,590)	-
Income tax	<u>1,229,651</u>	<u>2,747,835</u>

When calculating the profit tax, in the taxable revenue category there is included, along with dividend income and income from sale/transfer of shares and liquidation proceeds, no matter if the legal entities where participations are owned are legal Romanian or foreign entities from states with which Romania has concluded double taxation agreements (including outside the EU). This income is not taxable if certain conditions are met (if as of the date of sale/assignment of shares or as of the date of starting the liquidation operation the period of minimum of one year of uninterrupted holding is complied with, for a participation of at least 10%). Given that the economic benefits associated with financial assets available for sale that meet the conditions stipulated in the Tax Code are not taxable, according to IAS 12, the tax basis of the assets is equal to the accounting basis and therefore were resumed on deferred tax expenses previously recognized for temporary differences arising from adjustments for impairment.

Notes to interim individual financial statements
for the financial period ended 30 June 2017

13. Cash and current accounts

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
	2,265	1,111
Cash in the petty cash	13,365,920	4,860,477
Current accounts at banks	<u>13,368,185</u>	<u>4,861,588</u>
Total	<u>13,368,185</u>	<u>4,861,588</u>

Current accounts held in banks are permanently available to the Company and are not restricted or encumbered.

14. Deposits with banks

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Bank deposits with an initial maturity less than 3 months (i)	-	10,715,000
Bank deposits with an initial maturity more than 3 months and less than 1 year (i)	29,618,500	65,766,000
Receivables attached	47,729	140,236
Blocked deposits	10,661	10,661
Total deposits with banks	<u>29,676,890</u>	<u>76,631,897</u>

(i) Bank deposits are permanently available to the Company and are not restricted or encumbered.

Notes to interim individual financial statements for the financial period ended 30 June 2017

15. Financial assets

a) Financial assets at fair value through profit or loss

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Financial assets held for trading - shares (i)	32,945,178	15,052,831
Financial assets held for trading - structured products (ii)	74,423,417	64,226,991
Total	107,368,595	79,279,822

(i) At 30 June 2017 and 31 December 2016 financial assets held for trading - shares are represented by shares issued by companies listed on the Bucharest Stock Exchange.

(ii) During 2016, the Company invested in 28 million units at a cost of 21,582,400 lei, structured financial instruments issued by Merrill Lynch International & CO C, instruments that track the evolution of SIF Moldova S.A. (SIF 2) share price for a period of one year. Merrill Lynch International & Co. CV is a company specialized in issuing warrants and financial instruments as well as in the distribution of fund units managed by Merrill Lynch International. The company operates as a subsidiary of Merrill Lynch Cayman Holdings Inc. Owning the financial instruments presented above do not carry voting right to investors for the stakes in SIF Moldova S.A. The purchase of this type of investment instrument is in pursuit of SIF Muntenia S.A.'s portfolio diversification.

At 31 December 2016 and 30 June 2017, the Company has evaluated these securities using a valuation model which considers the closing quotation published by Bloomberg and an adjustment factor which mainly addresses market liquidity risk of the respective asset and its effect on the quotation of securities by their issuer.

On 30 June 2017, the Company registers the adjustment of the value of these structured products in the amount of 1,090,600 lei constituted in 2016.

During 2016, the Company invested in bonds issued by OPUS Chartered Issuance SA with a maturity of two years and an acquisition cost of 44,621,357 lei, equivalent of 10,000,080 euros for a total of 1,140 units. The purchase of such securities is part of the investment policy of SIF Muntenia S.A.'s diversification of the investment portfolio. The titles follow the price of a basket of SIF Moldova S.A. shares (a quota of 9.17%) and SIF Oltenia S.A. (a quota of 90.83%), giving the holder the right to dividend, but without conferring for the investor in SIF 2 and SIF5 shares the voting right. OPUS Chartered Issuance SA is a public limited liability company registered in Luxembourg as unregulated securitization company, the transaction dealer being represented by Morgan Stanley International Plc.

As of 30 June 2017 and 30 December 2016, the Company has evaluated these securities using a valuation model which considers the closing quotation published by Bloomberg and an adjustment factor which mainly addressed the liquidity risk on the market of the respective asset and its effect over the quotation of the securities by their issuer.

On 30 June 2017, the Company registers the adjustment of the value of these structured products in the amount of 2,270,568 lei constituted in 2016.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

15. Financial assets (continued)

b) Financial assets available for sale

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Shares evaluated at fair value (i)	828,031,643	763,629,232
Shares evaluated at cost (ii)	79,692,425	80,943,541
Fund units evaluated at fair value (iii)	138,224,111	109,590,242
Total	<u>1,045,948,179</u>	<u>954,163,015</u>

(i) Fair value shares evaluation has been done by multiplying the number of shares held with the closing price on the last trading day of the reporting period or by obtaining valuation reports by independent valuers. On 30 June 2017 and 31 December 2016, the fair value category includes mainly the value of shares held in BRD - Groupe Societe Generale S.A., Banca Transilvania, Biofarm S.A., SIF Banat-Crişana S.A., SIF Oltenia S.A.

On 1 December 2015, the Company reclassified from financial assets held for trading - shares in financial assets available for sale, valued at fair value, shares held in six companies (Biofarm SA, Banca Transilvania SA, SN Nuclearelectrica SA, SSIF Broker SA, SIF Banat-Crişana SA, SIF Oltenia SA) at a fair value of 361,505,256 lei. On 30 June 2017 their value is 396,234,723 lei (31 December 2016: 358,931,233 lei). In 2017, the gain recognized in other comprehensive income (before tax) for these instruments is 37,303,490 lei (2016: loss of 6,532,409 lei).

(ii) As at 30 June 2017, the value of the shares valued at the cost of 79,692,425 lei (31 December 2016: 80,943,541 lei) is determined by their cost or the transfer value in the category of equities valued at 247,688,463 lei (31 December 2016: 271,329,672 lei) decreased with depreciation adjustments amounting to 167,996,038 lei (31 December 2016: 190,386,131 lei). Depreciation adjustments for the period ended 30 June 2017 amounted to 336,053 lei (30 June 2016: 18,552 lei).

(iii) On 30 June 2017, the Company owns fund units valued at fair value of which: in open-end investment funds (Certinvest Prudent, Certinvest Dinamic, Star Next, Star Focus, Napoca, Transilvania, Active Dynamic and Prosper Invest) amounting to 27,700,035 lei and in closed-end investment funds (Certinvest Properties RO, BT Invest 1, BET-FI Index Invest, Multicapital Invest, Omnihedge, Omnitrend, Active Plus, Star Value and Optim Invest) amounting to 110,524,076 lei.

On 1 April 2016, the Company reclassified from financial assets designated at fair value through profit or loss - fund units in available-for-sale financial assets valued at fair value of eight funds (FDI Active Dynamic, FII Active Plus, FIC Multicapital Invest, FII Omnitrend, FII Star Value, FII STK Emergent, FDI Star Next and FDI Star Focus) at a fair value of 72,817,171 lei. On June 30 2017 their value is 83,479,728 lei (31 December 2016: 77,209,398 lei). The gain recognized in other comprehensive income on these instruments is 6,270,330 lei (31 December 2016: 4,392,227 lei).

These fund units have been reclassified in the light of circumstances that arose after the acquisition and initial recognition by the Company. Due to low returns, fund units have not been traded over the past 18 months (as a result of significant falls in assets in the funds' portfolios). Thus, the Company will retain the fund units for a minimum of 3 years, when quotations are expected to increase.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

15. Financial assets (continued)

b) Financial assets available for sale (continued)

In Note 26, Units, details are presented on investment fund managers, their objectives, structure of the portfolio to the latest available date.

Based on the regulations issued by the FSA, the fund units are valued based on net asset value, calculated by the fund manager using closing prices of the financial instruments. If the company notices that there is not an active market for the holdings of a fund, the assessment calls for public information on fund holdings (financial statements, audit reports, public portfolio structure, etc.) and the net asset value. Based on net asset a corrected NAV per SHARE is obtained, adjustments deemed necessary at the net asset value after analyzing public information mentioned above.

On 30 June 2017 provisions for impairment amounting to 540,467 lei (31 December 2016: 1,028,920 lei) are recognized mainly for FII Omnihedge and FII Certinvest Properties (31 December 2016: FDI STK Europe, FII Omnitrend and Certinvest Properties RO).

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for the financial period ended 30 June 2017

15. Active finanziare (continuare)

b) Financial assets available for sale (continued)

The movement of financial assets available for sale during the financial period ended 30 June 2017 is presented in the table below:

<i>In LEI</i>	Shares evaluated at fair value	Shares evaluated at cost	Fund units	Total
31 December 2016	763,629,232	80,943,541	109,590,242	954,163,015
Net change during the period (i) restated	2,987,900	(915,063)	17,671,177	19,744,014
Transfer between categories (ii)	-	-	-	-
Reclassification (iii)	-	-	-	-
Impairment losses	-	(336,053)	-	(336,053)
Changes in fair value	61,414,511	-	10,962,692	72,377,203
30 June 2017 (unrevised and unaudited)	828,031,643	79,692,425	138,224,111	1,045,948,179

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15. Financial assets (continued)

b) Financial assets available for sale (continued)

The movement of financial assets available for sale during the financial period ended 30 June 2016 is presented in the table below)

<i>In LEI</i>	Shares evaluated at fair value	Shares evaluated at cost	Fund units	Total
31 December 2015	740,122,720	114,571,658	48,924,359	903,618,737
Net change during the period (i) restated	(36,940,606)	(1,739,986)	(14,192,214)	(52,872,806)
Transfer between categories (ii)	-	-	-	-
Reclassification (iii)	-	-	72,817,171	72,817,171
Impairment losses	(968,064)	(18,552)	-	(986,616)
Changes in fair value, restated	(73,227,053)	-	(7,029,897)	(80,256,950)
30 June 2016	628,986,997	112,813,120	100,519,419	842,319,536

Notes to interim individual financial statements

for the financial period ended 30 June 2017

15. Financial assets (continued)

b) Financial assets available for sale (continued)

(i) Inputs of shares during the period ended at 30 June 2017 represent: participation to share capital increases of companies already existing within the portfolio, such as: Vrancart S.A., purchase of shares on a regulated market, such as: Vrancart S.A. and BRD Group Societe Generale S.A..

Sale of shares during the period ended 30 June 2017 represent: sales of titles within the portfolio such as: Cemacon S.A., Complex Savoy S.A. Mamaia, deregistration of some companies such as: Navol S.A. Oltenița.

(ii) During the financial exercises ended 30 June 2017 and 31 December 2016, the market of some shares owned by the Company became active, so it was possible to determine their fair value. Also, the market of some shares held by the Company became inactive, the fair value can no longer be reliably determined.

(iii) On 1 April 2016, the Company has reclassified from financial assets held for trading - units in financial assets available for sale, valued at fair value of 72,817,171 lei.

c) Loans and receivables

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Corporate bonds - other currencies	17,039,259	17,036,776
Corporate bonds - RON	2,660,577	4,086,419
Minus adjustments for impairment of loans and receivables	(11,437,988)	(12,863,830)
TOTAL	8,261,848	8,259,365
of which with maturity in more than a year:		
Corporate bonds - other currencies	1,135,285	1,132,094
Corporate bonds - RON	-	-

As 30 June 2017 and 31 December 2016, impairment adjustments made are related to the issuers Muntenia Medical Competences S.A., Siderca S.A. and Transchim S.A.

<i>LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
At 1 January	(12,863,830)	(13,092,663)
Resumption of impairment	1,425,842	228,833
At 30 June / 31 December	(11,437,988)	(12,863,830)

Notes to interim individual financial statements
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16. Tangible assets

<i>In LEI</i>	Plant and machinery	Other fixtures, tools and furniture	Total
<i>Cost</i>			
as of 1st January 2017	397,847	3,597	401,444
Acquisitions	-	-	-
Sales	(8,098)	-	(8,098)
As of 30 June 2017 (unrevised and unaudited)	389,749	3,597	393,346
<i>Accumulated depreciation and impairment losses</i>			
as of 1st January 2017	176,460	1,379	177,839
Depreciation expenses	31,627	510	32,137
Sales	(8,098)	-	(8,098)
As of 30 June 2017 (unrevised and unaudited)	199,989	1,889	201,878
<i>Net book value</i>			
as of 1st January 2017	221,387	2,218	223,605
As of 30 June 2017 (unrevised and unaudited)	189,760	1,708	191,468
<i>In LEI</i>	Plant and machinery	Other fixtures, tools and furniture	Total
<i>Cost</i>			
as of 1st January 2016	399,903	3,597	403,500
Acquisitions	-	-	-
Sales	-	-	-
As of 30 June 2016	399,903	3,597	403,500
<i>Accumulated depreciation and impairment losses</i>			
as of 1st January 2016	115,263	359	115,622
Depreciation expenses	31,627	510	32,137
Sales	-	-	-
As of 30 June 2016	146,890	869	147,759
<i>Net book value</i>			
as of 1st January 2016	284,640	3,238	287,878
as of 30 June 2016	253,013	2,728	255,741

As of 30 June 2017 and 30 June 2016 the Company had no tangible assets pledged or in custody to third parties.

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17. Other assets

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Various debtors	13,000,255	12,139,082
Dividends to be received	4,006,393	746,870
Other assets	216,096	53,117
Minus adjustments for depreciation various debtors	(8,539,765)	(7,190,189)
Minus adjustments for depreciation dividends receivables	(737,938)	(735,864)
Total	7,945,041	5,013,016
<i>Of which, with credit risk:</i>	7,728,945	4,959,899

Evolution of impairment of various debtors and dividends receivables are the following:

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
as of 1st January	(7,926,053)	(5,826,958)
Establishment of Adjustment for impairment (Note 10)	(1,351,650)	(2,099,095)
as of 31st December	(9,277,703)	(7,926,053)

18. Dividend payment

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Dividend payment for 2012	-	42,064,246
Dividend payment for 2014	22,897,736	23,066,128
Dividend payment for 2015	16,831,564	17,063,461
Dividend payment for 2016	32,281,461	-
Total dividend payment	72,010,761	82,193,835

For dividends not claimed within more than 3 years from the date of the declaration, the Shareholders General meeting of the Company approved their transfer to equity (retained earnings).

Notes to interim individual financial statements

for the financial period ended 30 June 2017

19. Liabilities related to deferred income tax

Liabilities with deferred tax as of 30 June 2017 are generated by items detailed within the table below:

<i>In LEI</i>	Assets	Liabilities	Net
Financial assets available for sale	153,435,592	-	153,435,592
Impairment adjustments and other provisions	-	20,715,691	(20,715,691)
Total	153,435,592	20,715,691	132,719,901
Net temporary differences - 16% quota			132,719,901
Deferred income tax liabilities (unrevised and unaudited)			21,235,183

Liabilities with deferred tax as of 31 December 2016 are generated by items detailed within the table below:

<i>In LEI</i>	Assets	Liabilities	Net
Financial assets available for sale	104,463,489	-	104,463,489
Impairment adjustments and other provisions	-	20,789,884	(20,789,884)
Total	104,463,489	20,789,884	83,673,605
Net temporary differences - 16% quota			83,673,605
Deferred income tax liabilities			13,387,776

The balance of the deferred tax directly recognized through decrease of equity amounts to 28,712,241 lei as of 30 June 2017 (31 December 2016: 21,097,447 lei), being entirely generated by financial assets available for sale evaluated at fair value.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

20. Other liabilities

<i>In LEI</i>	30 June 2017 <i>(Unrevised and unaudited)</i>	31 December 2016
Suppliers - invoices to be received	2,507,656	2,849,896
Current income tax liabilities	546,981	-
Taxes and fees	55,352	1,010,045
Domestic suppliers	1,553,302	80,365
Other liabilities (i)	4,607,629	4,463,793
Total	9,270,920	8,404,099

(i) In Other liabilities as of 30 June 2017 and 31 December 2016, the amount 4,190,550 lei is registered, representing the payments to be done related to share capital increases of the subsidiary CI-CO S.A.. The term established for payment according to CI-CO S.A.'s BoD Decision is of 3 years since the publication of the SGM resolution related to the increase, 16 February 2018, respectively.

21. Equity and reserves

(a) Share capital

The shareholding structure of the company is the following:

31 December 2016	Shareholders number	Number of shares	Amount (RON)	(%)
Individuals	5,960,982	499,220,852	49,922,085	61.86
Legal persons	208	307,815,663	30,781,566	38.14
Total	5,961,190	807,036,515	80,703,652	100

All shares are ordinary shares, they were subscribed and paid in full by 31 December 2016. All shares have equal voting rights and a nominal value of 0.1 lei/share. The number of shares authorized to be issued is equal to the shares issued.

During the period ended as of 30 June 2017 there were no changes in the number of issued shares.

Presentation of shareholding structure as of 30 June 2017 is not relevant.

Reconciliation of equity in accordance with IFRS with the Articles of Association is presented in the following table:

<i>In LEI</i>	30 June 2017	31 December 2016
Share capital according to the Articles of Association	80,703,652	80,703,652
Hyperinflation effect - IAS 29	803,294,017	803,294,017
Restated share capital	883,997,669	883,997,669

Notes to interim individual financial statements

for the financial period ended 30 June 2017

21. Equity and reserves (continued)

Hyperinflation effect on shareholders' equity in the amount of 803,294,017 lei was registered by reducing retained earnings, resulting in an accumulated loss as at 30 June 2017 of 88,810,511 lei (30 December 2016: 111,719,355 lei).

(b) Reserves from revaluation of financial assets available for sale

This reserve includes cumulative net changes in the fair values of financial assets available for sale from the date of their classification in this category and to the date they have been derecognized or impaired.

Revaluation reserves of financial assets available for sale are recorded net of related deferred tax. The value of deferred tax recognized directly by decrease in equity is presented in Note 19.

(c) Legal reserves

According to legal requirements, the Company creates legal reserves in a quota of 5% of gross profit statutory recorded up to a level of 20% of the share capital according to the Articles of Association. Legal reserve value at 30 June 2017 is of 16,140,730 lei (31 December 2016: 16,140,730 lei).

Legal reserves can not be distributed to shareholders. The value of legal reserves was included in the financial position statement under "Cumulated loss" line.

(d) Dividends

During the period ended 30 June 2017 the Company declared dividends amounting to 32,281,461 lei for the year 2016, respectively 0.04 lei/ share. During the period ended at 30 June 2016, the Company declared dividends amounting to 36,316,643 lei related to 2015, respectively 0.045 lei/ share.

During the period ended at 30 June 2017 the Company prescribed dividends amounting to 42,064,242 lei related to 2012 (during the period ended at 30 June 2016: 63,407,819 lei related to 2011 and the amounts due to shareholders according to the SGOM decision as of 7 July 2012), according to the Shareholders General Meeting decision.

22. Earnings per share

The calculation of basic earnings per share was made on the basis of net income and the weighted average number of ordinary shares:

<i>In LEI</i>	30 June 2017 (Unrevised and unaudited)	30 June 2016
Net income	13,126,063	59,900,974
Weighted average number of ordinary shares	807,036,515	807,036,515
Basic earnings per share	0.016	0.074

Diluted earnings per share equals basic earnings per share, as the Company did not record potential ordinary shares.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

23. Financial assets and liabilities

Accounting classifications and fair values

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

<i>In LEI</i>	Tradable	Available for sale	Amortized cost	Total book value	Fair value
Cash and cash equivalents	-	-	13,368,185	13,368,185	13,368,185
Deposits from banks	-	-	29,676,890	29,676,890	29,676,890
Financial assets at fair value through profit or loss	107,368,595	-	-	107,368,595	107,368,595
Financial assets available for sale	-	1,045,948,179	-	1,045,948,179	1,045,948,179
Loans and receivables	-	-	8,261,848	8,261,848	8,399,922
Other financial assets (Note 17)	-	-	7,728,945	7,728,945	7,728,945
Total financial assets	107,368,595	1,045,948,179	59,035,868	1,212,352,642	1,212,490,716
Dividends to be paid	-	-	(72,010,761)	(72,010,761)	(72,010,761)
Other financial liabilities	-	-	(9,270,920)	(9,270,920)	(9,270,920)
Total financial liabilities	-	-	(81,281,681)	(81,281,681)	(81,281,681)

In order to estimate the fair value of financial assets and liabilities measured at amortized cost, the Company used the following estimates and made the following judgments for significant elements such as cash and cash equivalents, other financial assets and liabilities that are issued or held on a very short term and generally do not bear interest or bear fixed interest, the Company approximated fair value with their costs; as for loans and receivables, the Company used valuation techniques such as discounted cash flows, using observable market inputs (as such, the evaluation was performed using Level 3 techniques)

Notes to interim individual financial statements
for the financial period ended 30 June 2017

23. Financial assets and liabilities (continued)

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

<i>In LEI</i>	Tradable	Available for sale	Amortized cost	Total book value	Fair value
Cash and cash equivalents	-	-	4,861,588	4,861,588	4,861,588
Deposits from banks	-	-	76,631,897	76,631,897	76,631,897
Financial assets at fair value through profit or loss	79,279,822	-	-	79,279,822	79,279,822
Financial assets available for sale	-	954,163,015	-	954,163,015	954,163,015
Loans and receivables	-	-	8,259,365	8,259,365	8,420,175
Other financial assets (Note 17)	-	-	4,959,899	4,959,899	4,959,899
Total financial assets	79,279,822	954,163,015	94,712,749	1,128,155,586	1,128,316,396
Dividends to be paid	-	-	(82,193,835)	(82,193,835)	(82,193,835)
Other financial liabilities	-	-	(8,404,099)	(8,404,099)	(8,404,099)
Total financial liabilities	-	-	(90,597,934)	(90,597,934)	(90,597,934)

In order to estimate the fair value of financial assets and liabilities measured at amortized cost, the Company used the following estimates and made the following judgments for significant elements such as cash and cash equivalents, other financial assets and liabilities that are issued or held on a very short term and generally do not bear interest or bear fixed interest, the Company approximated fair value with their costs; as for loans and receivables, the Company used valuation techniques such as discounted cash flows, using observable market inputs (as such, the evaluation was performed using Level 3 techniques).

Notes to interim individual financial statements

for the financial period ended 30 June 2017

24. Commitments and contingent liabilities

(a) Litigations

The Company is subject to a number of lawsuits arising in the normal course of business. The management believes, based on consultations with his lawyers, that these actions will not have significant adverse effects on economic performance and financial position of the Company.

(b) Contingencies related to the environment

Environmental regulations are under development in Romania and the Company did not record any obligations at 30 June 2017 and 31 December 2016 for any anticipated costs, including legal fees and consulting studies of site, design, implementation of remedial plans concerning environmental elements. The Company's management does not consider the costs associated with any environmental problems as significant.

(c) Transfer pricing

Romanian tax legislation contains rules on transfer pricing between related parties since 2000. The current legislative framework defines the "market value" for transactions between affiliates and the methods of transfer pricing. As a result, it is expected that the tax authorities shall initiate thorough checks of transfer pricing, to ensure that the result of fiscal and/or customs value of imported goods are not distorted by the effect of prices in relations with affiliates. The Company can not assess the outcome of such verification.

25. Transactions and balances with parties under special relations

The Company identified during the development of its activity the following parties under special relationships:

(i) Company Administration

The Company operates under an administration contract signed with cu Societatea de Administrare a Investițiilor Muntenia Invest S.A.. The majority shareholder of the Administration Company Societatea de Administrare a Investițiilor Muntenia Invest S.A is SIF Banat-Crisana, holding 99.96% of the share capital on 30 June 2017. The Board of Directors of SIF Banat Crisana S.A. may change the Board of Directors of SAI Muntenia Invest S.A., the Administrator of the Company.

Transactions performed between the Company and the Administrator are the following:

<i>Loans and receivables</i>	30 June 2017 <i>(unrevised and unaudited)</i>	31 December 2016
Liabilities related to administration fee	(1,908,250)	(1,908,250)
<i>Revenues and expenses</i>	30 June 2017 <i>(unrevised and unaudited)</i>	30 June 2016
Administration fee	(8,700,000)	(8,700,000)
Lease revenues	33,000	33,000

Notes to interim individual financial statements

for the financial period ended 30 June 2017

25. Transactions and balances with parties under special relations (continued)

(ii) Key management personnel

30 June 2017

- Members of the Board of Directors of S.A.I. Muntenia Invest S.A.: Florica Trandafir, Daniel-Silviu Stoicescu and Nicușor Marian Buică;
- Member of the executive management of S.A.I. Muntenia Invest S.A: Gabriela Grigore - General Director, Florica Trandafir – Corporate Administration Director, Mircea Constantin – Strategy Director;
- Members of the Shareholders Representatives Council.

Transactions with the company personnel:

<i>Other transactions</i>	30 June 2017 <i>(unrevised and unaudited)</i>	30 June 2016
	619,922	558,264
Expense with the remuneration of Shareholders Representatives Council members		
Salaries paid	34,509	71,194

As at 30 June 2017, the Company registers an actual number of 2 employees and 10 members of the Shareholders Representatives Council.

(iii) Subsidiaries (companies where SIF Muntenia holds control)

All subsidiaries of the Company at 30 June 2017 and 31 December 2016 are based in Romania. For them, the ownership percentage of the Company is no different from the percentage of number of votes held.

Denomination of the company	Percentage held as of 30 June 2017	Percentage held as of 31 December 2016	Status as of 30 June 2017	Status as of 31 December 2016
Avicola București S.A.	99.40%	99.40%	subsidiary	subsidiary
Bucur S.A.	67.98%	67.98%	subsidiary	subsidiary
S.A.	66.87%	66.87%	subsidiary	subsidiary
CI-CO S.A.	97.34%	97.34%	subsidiary	subsidiary
Firos S.A.	99.69%	99.69%	subsidiary	subsidiary
FRGC IFN S.A.	53.60%	53.60%	subsidiary	subsidiary
Geccatherm	50.00%	50.00%	subsidiary	subsidiary
Mindo S.A.	98.02%	98.02%	subsidiary	subsidiary
Muntenia Medical Competences	98.94%	98.94%	subsidiary	subsidiary
Semrom Muntenia S.A.	90.68%	90.68%	subsidiary	subsidiary
Semrom Oltenia S.A.	88.49%	88.49%	subsidiary	subsidiary
Unisem S.A.	76.91%	76.91%	subsidiary	subsidiary
Voluthema Property Developer S.A.	69.11%	69.11%	subsidiary	subsidiary
Biofarm S.A.	50.98%	50.98%	subsidiary	subsidiary

Notes to interim individual financial statements
for the financial period ended 30 June 2017

25. Transactions and balances with parties under special relations (continued)

(iv) Associates of the Company

As at 30 June 2017 the Company does not hold participations in associated entities.

(v) Transactions and balances with subsidiaries and associates of the Company

Transactions entered into by the Company with parties having special relations were conducted in the normal course of business. The Company did not receive and did not give guarantees in favor of any party under special relations.

Transactions with Company's subsidiaries

<i>Loans and receivables</i>	30 June 2017 <i>(unrevised and unaudited)</i>	31 December 2016
Commercial receivables	9,661	9,661
Dividends to be received	1,332,767	-
Commercial liabilities	(41)	(41)
 <i>Revenues and expenses</i>	 30 June 2017 <i>(unrevised and unaudited)</i>	 30 June 2016
Acquisition of goods and services	57,389	(57,392)
Dividends income	2,197,626	14,213,481

Transactions with associates

There were no transactions or balances with associates.

Notes to interim individual financial statements

for the financial period ended 30 June 2017

26. Fund units

Fund units on 30 June 2017 and 31 December 2016 are:

Financial assets available for sale:	30 June 2017	31 December 2016
	<i>(Unrevised and unaudited)</i>	
FII Certinvest Properties RO	427,554	722,007
FII STK Emergent	-	1,416,142
FII BT Invest 1	9,023,459	7,562,519
FDI Transilvania	3,023,218	4,167,347
FDI Napoca	2,998,545	5,647,736
FII Multicapital Invest	10,050,564	9,072,484
FDI Tehnoglobinvest	-	852,107
FII Omnihedge	239,989	262,183
FII BET-FI Index Invest	4,463,786	3,891,293
FII Omnitrend	11,776,817	10,456,086
FDI STK Europe	-	1,064,585
FDI Certinvest Prudent	337,718	339,439
FDI Certinvest Dinamic	456,322	946,955
FDI Star Next	1,124,697	1,047,205
FDI Star Focus	911,927	879,416
FDI Prosper Invest	1,205,285	1,092,039
FII Active Plus	36,453,773	32,407,650
FII Star Value	12,170,309	11,254,550
FDI Active Dinamic	17,642,321	17,537,418
FII Optim Invest	26,458,292	-
Total	138,764,577	110,619,162
Depreciation losses (Note 15.b)	(540,467)	(1,028,920)
Financial assets available for sale (Note 15.b)	138,224,111	109,590,242

Notes to interim individual financial statements

for the financial period ended 30 June 2017

26. Fund units (continued)

The structure of the financial instruments held in the portfolio on 30 June 2017 and the net asset value certified by the depository bank at the most recent date for which the information is public - 31 December 2016 for each investment fund are presented below.

Fund denomination	Administrator (SAI)	Depository	Investments							NAV 31.12.2016
			Deposits	Available	Securities	Bonds	Equity AOPC/ OPCVM	Dividends / other rights	Other instruments	
FII Cerinvest Properties RO	SAI Certinvest SA	BRD-GSG	0.00%	0.11%	3.95%	90.79%	5.16%	0.00%	0.00%	246,462.7900 lei
FII BT Invest 1	BT Asset Management SAI	BRD-GSG	17.28%	2.23%	77.84%	0.00%	0.00%	2.64%	0.01%	14,531.9200 lei
FII Multicapital Invest	SAI STAR Asset Management	BRD-GSG	15.53%	0.00%	84.27%	0.00%	0.00%	0.19%	0.01%	2,091.8800 lei
FII Omnihedge	SAI SIRA SA	BCR	99.64%	0.04%	0.00%	0.00%	0.33%	0.00%	0.00%	5,627.4463 lei
FII Omnitrend	SAI SIRA SA	BCR	2.45%	0.00%	90.49%	6.87%	0.19%	0.00%	0.01%	6,752.3120 lei
FII Star Value	SAI STAR Asset Management	BCR	25.73%	0.00%	73.24%	0.28%	0.12%	0.49%	0.14%	743.6600 lei
FII Active Plus	Swiss Capital Asset Management	Unicredit	2.15%	0.00%	96.67%	0.00%	0.00%	1.19%	0.00%	7,985.7800 lei
FII BET-FI Index Invest	SAI Broker SA	BRD-GSG	0.00%	3.14%	87.74%	0.00%	9.12%	0.00%	0.00%	469.0000 lei
FII Optim Invest	SAI Broker SA	BRD-GSG	30.00%	6.68%	25.28%	0.00%	38.03%	0.00%	0.01%	8,144.5300 lei

Notes to interim individual financial statements
for the financial period ended 30 June 2017

26. Fund units (continued)

Fund denomination	Administrator (SAI)	Depository	Investments							NAV 31.12.2016
			Deposits	Available	Securities	Bonds	Equity AOPC/ OPCVM	Dividends / other rights	Other instruments	
FDI Transilvania	SAI Globinvest SA	Bancpost	4.66%	2.13%	55.32%	27.28%	8.72%	0.00%	1.90%	41.2266 lei
FDI Napoca	SAI Globinvest SA	Bancpost	4.47%	3.02%	80.49%	0.00%	9.49%	0.00%	2.53%	0.4527 lei
FDI Certinvest Prudent	SAI Certinvest SA	BRD-GSG	28.05%	0.05%	29.26%	32.84%	9.28%	0.38%	0.16%	9.8600 lei
FDI Certinvest Dinamic	SAI Certinvest SA	BCR	13.43%	1.94%	53.86%	16.65%	9.43%	0.50%	4.42%	5.9682 lei
FDI Star Next	SAI STAR Asset Management	BRD-GSG	33.93%	0.01%	57.09%	4.88%	2.35%	1.74%	0.01%	5.4960 lei
FDI Star Focus	SAI STAR Asset Management	BRD-GSG	56.61%	0.01%	24.93%	15.30%	2.95%	0.20%	0.06%	5.7617 lei
FDI Active Dinamic	Swiss Capital Asset Management	Uncredit	3.77%	0.01%	79.56%	0.00%	0.00%	16.61%	0.05%	5.9682 lei
FDI Prosper Invest	SAI Broker SA	BRD-GSG	14.86%	2.21%	64.30%	9.48%	9.12%	0.03%	0.00%	10.9111 lei

Notes to interim individual financial statements

for the financial period ended 30 June 2017

27. Subsequent events

On 25 July 2017, the SGOM of SIF Muntenia was convened for 30/31 August 2017. The agenda includes the approval of SIF Muntenia's consolidated financial statements for the 2016 financial year and the appointment of the financial auditor and the setting of the minimum duration of the financial audit contract.

The Ordinary General Meeting of the Shareholders of SAI Muntenia Invest SA, held on 31 July 2017 decided the election of Mr. Adrian Simionescu as Administrator for a four-year term from 20 August 2017. The appointment of Mr. Adrian Simionescu as Administrator of SAI Muntenia Invest SA is to be subject to the FSA authorization.

ADMINISTRATOR,
SAI MUNTENIA INVEST S.A.
Gabriela GRIGORE
General Director

PREPARED BY,
3B EXPERT AUDIT S.R.L.
Certified legal entity, CECCAR member
No. of registration with the professional body
A000158/26.01.2000
Adriana – Anișoara BADIU, Administrator

Rapoartele AOPC înfiintate prin act constitutiv										
Situatia activelor										
Denumire Element	Moneda	Inceputul perioadei de raportare (30.12.2016)				Sfarsitul perioadei de raportare (30.06.2017)				Diferente (lei)
		% din activul net	% din activul total	Valuta	LEI	% din activul net	% din activul total	Valuta	LEI	
I.Total active										
1. Valori mobiliare si instrumente ale pietei monetare din care:	RON	70,23	64,51	0,00	824.298.717,89	72,19	66,69	0,00	897.724.285,13	73.425.567,24
1. Valori mobiliare si instrumente ale pietei monetare din care:	EUR	3,98	3,66	10.298.205,10	46.765.179,17	3,94	3,64	10.762.043,56	49.009.270,16	2.244.090,98
1.1. Valori mobiliare si instrumente ale pietei monetare admise sau tranzactionate pe o piata reglementata din România, din care:	RON	70,23	64,51	0,00	824.298.717,89	72,19	66,69	0,00	897.724.285,13	73.425.567,24
1.1. Valori mobiliare si instrumente ale pietei monetare admise sau tranzactionate pe o piata reglementata din România, din care:	EUR	3,98	3,66	10.298.205,10	46.765.179,17	3,94	3,64	10.762.043,56	49.009.270,16	2.244.090,98
- Actiuni cotate BVB	RON	36,86	33,86	0,00	432.589.240,09	40,40	37,32	0,00	502.420.006,65	69.830.766,56
- AOPC cotate BVB	RON	6,47	5,94	0,00	75.944.629,25	6,50	6,00	0,00	80.784.261,44	4.839.632,19
- Actiuni cotate SIBEX	RON			0,00				0,00		0,00
- Actiuni cotate RASDAQ	RON			0,00				0,00		0,00
- Actiuni cotate ATS	RON	14,24	13,08	0,00	167.186.014,95	12,78	11,81	0,00	158.935.638,74	-8.250.376,21
- Actiuni cotate SIBEX-ATS	RON			0,00				0,00		0,00
- Actiuni necotate, dar tranzactionate BVB	RON			0,00				0,00		0,00
- Actiuni cotate, dar netranzactionate in ultimele 30 zile	RON	11,75	10,79	0,00	137.908.782,14	11,69	10,80	0,00	145.331.133,95	7.422.351,82
- Actiuni cotate, dar netranzactionate niciodata	RON	0,91	0,84	0,00	10.670.051,46	0,82	0,76	0,00	10.253.244,34	-416.807,12
- Actiuni cotate si suspendate la tranzactionare mai mult de 30 zile	RON			0,00				0,00		0,00
- Obligatiuni municipale cotate	RON			0,00				0,00		0,00
- Obligatiuni corporative cotate	RON			0,00				0,00		0,00
- Obligatiuni corporative cotate	EUR	3,98	3,66	10.298.205,10	46.765.179,17	3,94	3,64	10.762.043,56	49.009.270,16	2.244.090,98
- Obligatiuni municipale cotate si netranzactionate in ultimele 30 de zile	RON			0,00				0,00		0,00

**Rapoartele AOPC înfiintate prin act constitutiv
Situatia activelor**

Denumire Element	Moneda	Inceputul perioadei de raportare (30.12.2016)				Sfarsitul perioadei de raportare (30.06.2017)				Diferente (lei)
		% din activul net	% din activul total	Valuta	LEI	% din activul net	% din activul total	Valuta	LEI	LEI
I.Total active										
- Obligatiuni corporative cotate si netranzactionate in ultimele 30 de zile	RON			0,00				0,00		0,00
1.2. valori mobiliare si instrumente ale pietei monetare admise sau tranzactionate pe o piata reglementata dintr-un stat membru	RON			0,00				0,00		0,00
1.3. valori mobiliare si instrumente ale pietei monetare admise la cota oficiala a unei burse dintr-un stat nemembru sau negociate pe o alta piata reglementata dintr-un stat nemembru	RON			0,00				0,00		0,00
2. valori mobiliare nou emise	RON			0,00				0,00		0,00
3. alte valori mobiliare si instrumente ale pietei monetare mentionate la art. 187 lit. a), din care:	RON	15,09	13,86	0,00	177.076.755,69	13,75	12,70	0,00	170.963.780,19	-6.112.975,50
3. alte valori mobiliare si instrumente ale pietei monetare mentionate la art. 187 lit. a), din care:	EUR	0,10	0,09	256.390,38	1.164.294,36	0,09	0,09	256.256,74	1.166.967,55	2.673,19
- Actiuni necotate (nchise)	RON	15,09	13,86	0,00	177.076.755,69	13,75	12,70	0,00	170.963.780,19	-6.112.975,50
- Obligatiuni municipale necotate	RON			0,00				0,00		0,00
- Obligatiuni corporative necotate	RON			0,00				0,00		0,00
- Obligatiuni corporative necotate	EUR	0,10	0,09	256.390,38	1.164.294,36	0,09	0,09	256.256,74	1.166.967,55	2.673,19
4. Depozite bancare din care:	RON	6,53	6,00	0,00	76.618.412,07	2,39	2,20	0,00	29.666.229,50	-46.952.182,58
4.1. depozite bancare constituite la institutii de credit din România;	RON	6,53	6,00	0,00	76.618.412,07	2,39	2,20	0,00	29.666.229,50	-46.952.182,58
4.2. depozite bancare constituite la institutii de credit dintr-un stat membru;	RON			0,00				0,00		0,00
4.3. depozite bancare constituite la institutii de credit dintr-un stat nemembru;	RON			0,00				0,00		0,00
5. Instrumente financiare derivate tranzactionate pe o piata reglementata	RON			0,00				0,00		0,00
6. Produse structurate	RON	1,86	1,71	0,00	21.812.000,00	2,16	1,99	0,00	26.852.000,00	5.040.000,00
7. Conturi curente si numerar	RON	0,38	0,35	0,00	4.477.055,94	1,05	0,97	0,00	13.087.220,98	8.610.165,04
7. Conturi curente si numerar	EUR	0,00	0,00	1.885,80	8.563,61	0,00	0,00	1.806,81	8.228,03	-335,57
7. Conturi curente si numerar	GBP	0,00	0,00	1,00	5,30	0,00	0,00	1,00	5,19	-0,11
7. Conturi curente si numerar	USD	0,00	0,00	190,25	818,70	0,00	0,00	215,12	858,65	39,95
8. Instrumente ale pietei monetare, altele decât cele tranzactionate pe o piata reglementata, conform art. 101 alin. (1) lit. g) din Legea nr. 297/2004.	RON			0,00				0,00		0,00

**Rapoartele AOPC înfiintate prin act constitutiv
Situatia activelor**

Denumire Element	Moneda	Inceputul perioadei de raportare (30.12.2016)				Sfarsitul perioadei de raportare (30.06.2017)				Diferente (lei)
		% din activul net	% din activul total	Valuta	LEI	% din activul net	% din activul total	Valuta	LEI	
I.Total active										
9. Titluri de participare ale AOPC/OPCVM	RON	9,98	9,17	0,00	117.187.359,24	11,86	10,95	0,00	147.466.140,87	30.278.781,63
10. Dividende sau alte drepturi de incasat	RON	0,05	0,04	0,00	555.951,19	0,12	0,11	0,00	1.451.067,66	895.116,47
11. Alte active (sume în tranzit, sume la distribuitori, sume la SSIF, imob.corporale si necorp., creante, etc.)	RON	0,66	0,60	0,00	7.729.670,21	0,70	0,65	0,00	8.744.878,96	1.015.208,75

Situatia valorii unitare a activului net

Denumire element	Perioada curenta (30.06.2017)	Perioada corespunzatoare a anului precedent (30.06.2016)	Diferente
ACTIV NET	1.243.624.068,51	1.137.829.149,59	105.794.918,92
NUMAR DE ACTIUNI EMISE	807.036.515,00	807.036.515,00	0,00
VALOAREA UNITARA A ACTIVULUI NET	1,54	1,41	0,13

Situatia detaliata a investitiilor la data 30.06.2017

Valori mobiliare admise sau tranzactionate pe o piata reglementata din Romania - a. ACTIUNI

Emitent	Simbol	Data ultimei sedinte de tranzactionare	Numar de actiuni detinute	Valoare nominala	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in total activ SIF	Ponderea in activul net SIF
24 IANUARIE SA PLOIESTI	IANY	25/04/2017	71.479	2,5000	64,76	4.629.002,73	14,64	0,34	0,37
ALUMIL ROM INDUSTRY SA	ALU	30/06/2017	131.317	0,2000	0,63	82.204,44	0,42	0,01	0,01
ANTIBIOTICE SA IASI	ATB	30/06/2017	1.772.878	0,1000	0,54	960.899,88	0,26	0,07	0,08
ARO PALACE SA BRASOV	ARO		41.825.500	0,1000	0,25	10.253.244,34	10,37	0,76	0,82
AVICOLA SA BUCURESTI	AVBW	06/09/2016	7.981.093	2,5000	6,81	54.349.470,98	99,40	4,04	4,37
BANCA TRANSILVANIA	TLV	30/06/2017	83.941.066	1,0000	2,69	225.381.762,21	2,30	16,74	18,12
BIOFARM SA BUCURESTI	BIO	30/06/2017	502.379.066	0,1000	0,30	148.704.203,54	50,98	11,05	11,96
BRD - GROUPE SOCIETE GENERALE	BRD	30/06/2017	3.410.291	1,0000	13,48	45.970.722,68	0,49	3,42	3,70
BUCUR SA BUCURESTI	BUCV	30/06/2017	56.608.888	0,1000	0,28	15.850.488,64	67,98	1,18	1,28
BURSA DE VALORI BUCURESTI	BVB	30/06/2017	331.420	10,0000	32,70	10.837.434,00	4,32	0,81	0,87
CAMEXIP SA BAICOI	CAXY	03/10/2000	33.120	2,5000	0,00	0,00	8,34	0,00	0,00
CASA DE BUCOVINA-CLUB DE MUNTE S.A.	BCM	30/06/2017	111.900.276	0,1000	0,07	7.788.259,21	66,87	0,58	0,63
CI-CO SA BUCURESTI	CICO	03/03/2017	2.634.060	2,5000	20,95	55.192.776,21	97,34	4,10	4,44
COCOR SA BUCURESTI	COCR	31/05/2017	30.206	40,0000	46,00	1.389.476,00	10,01	0,10	0,11
COMCEREAL SA BUCURESTI	CMIL	02/04/2015	143.589	2,5000	4,37	627.576,62	11,59	0,05	0,05
COMCEREAL SA SLOBOZIA	COCB	13/04/2017	84.103	2,5000	8,03	675.510,03	10,00	0,05	0,05
COMPANIA ENERGOPETROL SA CAMPINA	ENP	23/06/2017	160.256	2,5000	0,29	45.993,47	7,92	0,00	0,00
COMPLEX COMET SA BUCURESTI	COET	29/11/2016	40.174	2,5000	10,14	407.554,33	3,22	0,03	0,03
COMREP SA PLOIESTI	COTN	28/06/2017	120.605	2,5000	14,85	1.790.984,25	17,18	0,13	0,14
COMTURIST SA BUCURESTI	COUT	31/10/2016	16.081	2,5000	36,04	579.487,55	9,51	0,04	0,05
CONPET SA PLOIESTI	COTE	30/06/2017	25.596	3,3000	95,20	2.436.739,20	0,30	0,18	0,20
DIASFIN SA BUCURESTI	DIAS	18/04/2017	42.314	2,5000	53,93	2.281.874,22	18,60	0,17	0,18
GEROM SA BUZAU	GROB	21/10/2016	742.591	1,3100	0,00	0,00	3,82	0,00	0,00
HELIOS SA Astileu	HEAL	30/01/2017	106.440	2,5000	18,30	1.948.058,16	7,36	0,15	0,16
ICERP SA PLOIESTI	ICER	29/12/2014	167.395	15,0000	14,46	2.420.982,63	46,11	0,18	0,20

Situatia detaliata a investitiilor la data 30.06.2017

Valori mobiliare admise sau tranzactionate pe o piata reglementata din Romania - a. ACTIUNI

Emitent	Simbol	Data ultimei sedinte de tranzactionare	Numar de actiuni detinute	Valoare nominala	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in total activ SIF	Ponderea in activul net SIF
ICMA SA BUCURESTI	ICMA	13/02/2017	84.463	2,5000	2,13	179.508,72	7,66	0,01	0,01
ICSIM SA BUCURESTI	ICSI	09/06/2017	119.093	2,5000	1,96	233.422,28	6,08	0,02	0,02
INOX SA BUCURESTI	INOX	22/06/2017	226.102	2,5000	0,80	180.881,60	5,15	0,01	0,02
INSTITUTUL DE CERCETARI IN TRANSPORTURI - INCERTRANS SA BUCURESTI	INCT	01/09/2014	270.392	2,5000	6,40	1.729.519,20	22,76	0,13	0,14
IOR SA BUCURESTI	IORB	09/06/2017	7.327.025	0,1000	0,44	3.223.891,00	7,88	0,24	0,26
MACOFIL SA TIRGU JIU	MACO	30/06/2017	402.374	2,5000	1,00	402.374,00	11,14	0,03	0,03
METALURGICA SA BUCURESTI	MECA	15/05/2017	34.127	2,5000	17,54	598.555,58	8,91	0,04	0,05
METAV SA BUCURESTI	METV	26/05/2017	5.449.061	2,5000	7,80	42.502.675,80	27,78	3,16	3,42
MINDO SA DOROHOI	MINO	17/07/2014	113.252.009	0,1000	0,07	8.018.822,77	98,02	0,60	0,65
OMV PETROM SA	SNP	30/06/2017	7.000.000	0,1000	0,28	1.984.500,00	0,01	0,15	0,16
PREFAB SA BUCURESTI	PREH	30/06/2017	6.295.000	0,5000	1,21	7.616.950,00	12,97	0,57	0,61
PRIMCOM SA BUCURESTI	PRIB	26/06/2017	251.516	0,1000	7,48	1.881.339,68	14,89	0,14	0,15
PROSPECTIUNI SA BUCURESTI	PRSN	06/04/2016	84.917.900	0,1000	0,00	0,00	11,83	0,00	0,00
ROMAERO SA BUCURESTI	RORX	28/06/2017	1.614.693	2,5000	23,00	37.137.939,00	25,85	2,76	2,99
ROMBETON SA BUCURESTI	ROBU	17/02/2017	59.285	2,5000	8,59	509.234,75	14,04	0,04	0,04
S.N. NUCLEARELECTRICA SA	SNN	30/06/2017	321.420	10,0000	6,39	2.053.873,80	0,11	0,15	0,17
S.N.G.N. ROMGAZ-S.A. Medias	SNG	30/06/2017	792.372	1,0000	30,75	24.365.439,00	0,21	1,81	1,96
SANTIERUL NAVAL ORSOVA	SNO	30/06/2017	1.504.600	2,5000	2,98	4.483.708,00	13,17	0,33	0,36
SEMROM MUNTENIA SA BUCURESTI	SEOM	27/06/2017	12.250.246	2,5000	0,80	9.849.197,78	90,68	0,73	0,79
SEMROM OLTENIA SA CRAIOVA	SEOL	19/05/2017	9.879.418	0,1000	0,60	5.947.409,64	88,49	0,44	0,48
SIF BANAT-CRISANA	SIF1	30/06/2017	25.748.176	0,1000	1,94	49.951.461,44	4,69	3,71	4,02
SIF OLTENIA	SIF5	30/06/2017	17.400.000	0,1000	1,77	30.832.800,00	3,00	2,29	2,48
SIN SA BUCURESTI	SINU	27/07/2016	347.664	0,2500	0,00	0,00	25,69	0,00	0,00
SINTER REF SA AZUGA	SIEP	27/05/1997	790.462	2,5000	8,13	6.425.890,28	19,40	0,48	0,52
SINTOFARM SA BUCURESTI	SINT	26/06/2017	502.180	2,5000	1,50	753.270,00	13,01	0,06	0,06
SOCIETATEA ENERGETICA ELECTRICA S.A.	EL	30/06/2017	100.000	10,0000	13,10	1.310.000,00	0,03	0,10	0,11
SOCIETATEA NATIONALA DE TRANSPORT GAZE NATURALE "TRANSGAZ" SA	TGN	30/06/2017	13.500	10,0000	358,00	4.833.000,00	0,12	0,36	0,39
SPIT BUCOVINA S.A. SUCEAVA	SPTU	11/04/2017	510.000	1,0000	2,56	1.305.444,67	8,58	0,10	0,11
SSIF BRK FINANCIAL GROUP S.A.	BRK	30/06/2017	62.399.290	0,1600	0,09	5.428.738,23	18,48	0,40	0,44

Situatia detaliata a investitiilor la data 30.06.2017

Valori mobiliare admise sau tranzactionate pe o piata reglementata din Romania - a. ACTIUNI

Emitent	Simbol	Data ultimei sedinte de tranzactionare	Numar de actiuni detinute	Valoare nominala	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in total activ SIF	Ponderea in activul net SIF
STICLOVAL SA VALENII DE MUNTE	STOZ	16/12/2016	884.478	2,5000	3,90	3.451.864,52	34,93	0,26	0,28
TERAPLAST S.A. BISTRITA	TRP	30/06/2017	1.747.659	0,1000	0,62	1.087.043,90	0,31	0,08	0,09
TRANSILVANIA LEASING SI CREDIT IFN S.A.	TSLA	30/06/2017	127.498.395	0,1000	0,03	3.773.952,49	24,72	0,28	0,30
TURISM FELIX SA BAILE FELIX	TUFE	26/06/2017	12.056.500	0,1000	0,25	3.002.068,50	2,43	0,22	0,24
UNIREA SHOPPING CENTER SA BUCURESTI	SCDM	23/05/2017	297.841	2,5000	81,20	24.184.689,20	10,00	1,80	1,95
UNISEM SA BUCURESTI	UNISEM	30/06/2017	60.701.527	0,1000	0,16	9.833.647,37	76,91	0,73	0,79
VRANCART S.A. ADJUD	VNC	30/06/2017	22.480.370	0,1000	0,18	4.046.466,60	2,18	0,30	0,33
VULCAN SA BUCURESTI	VULC	22/05/2013	2.119.143	2,5000	0,00	0,00	7,13	0,00	0,00
TOTAL						897.724.285,12			

Situatia detaliata a investitiilor la data 30.06.2017
**Instrumente mentionate la art. 187 lit. a)
b.OBLIGATIUNI CORPORATIVE SI MUNICIPALE NECOTATE**

Emitent	Numar de obligatiuni detinute	Data achizitiei	Pret de achizitie	Valoare obligatiune	Valoare totala	Pondere in total activ SIF	Ponderea in activul net SIF
BANCA TRANSILVANIA (EUR)	415.499	22.05.2013	1,0000	0,6167	1.166.968,00	0,09	0,09
TOTAL					1.166.968,00		

Situatia detaliata a investitiilor la data 30.06.2017
Instrumente mentionate la art. 187 lit. a) - a.ACTIUNI

	Emitent	Numar de actiuni detinute	Data achizitiei in perioada de raportare	Pret de achizitie in perioada de raportare	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in activul total al SIF	Pondere in activul net al SIF
1.	ABO FARM SA CV	456.924			0,0000	0,00	19,46	0,00	0,00
2.	AGROEXPORT SA CONSTANTA CT	203.045			0,0000	0,00	18,53	0,00	0,00
3.	AGROIND UNIREA SA MANASTIREA CL	187.098			0,0000	0,00	18,80	0,00	0,00
4.	AGROSEM SA TIMISOARA TM	834			0,0000	0,00	0,04	0,00	0,00
5.	AGROZOOOTEHNICA SA PUCHENII MARI PH	22.176			0,0000	0,00	5,65	0,00	0,00
6.	ALEXANDRA TURISM SA BUCURESTI BU	4.811			0,0000	0,00	3,06	0,00	0,00
7.	ALSTOM TRANSPORT SA BUCURESTI B6	20.775			120,5481	2.504.388,00	2,18	0,19	0,20
8.	ALUNIS SA BUCURESTI IF	2.653			0,0000	0,00	1,96	0,00	0,00
9.	APOLODOR SA BUCURESTI BU	843.382			0,3034	255.893,00	9,85	0,02	0,02
10.	ARCOM SA BUCURESTI BU	80.287			0,0000	0,00	22,56	0,00	0,00
11.	BANCA COMERCIALA ROMANA (BCR) B3	1			0,4526	0,00	0,00	0,00	0,00
12.	BANCA DE EXPORT-IMPORT A ROMANIEI EXIMBANK B1	564.870			7,9276	4.478.091,00	0,42	0,33	0,36
13.	BANCA INTERNATIONALA A RELIGIILOR SA BUC BU	690.743			0,0000	0,00	3,45	0,00	0,00
14.	BANKCOOP SA BUCURESTI BU	74.812			0,0000	0,00	0,16	0,00	0,00
15.	BRAIFOR SA STEFANESTI AG	1.016			28,0086	28.457,00	0,97	0,00	0,00
16.	BUCHAREST FILM STUDIOS SA IF	806.372			0,0000	0,00	2,34	0,00	0,00
17.	BUENO PANDURI SA BUCURESTI IF	107.900			0,0000	0,00	9,94	0,00	0,00
18.	CABLUL ROMANESC SA PLOIESTI PH	116.116			0,0000	0,00	17,22	0,00	0,00
19.	CHIMOPAR SA BUCURESTI BU	1.517.301			0,0000	0,00	9,55	0,00	0,00
20.	CLEAN INVOLVEMENT SGP SA AG	27.273			0,0000	0,00	41,38	0,00	0,00
21.	COMPAN SA DB	1.430.288			0,0000	0,00	72,71	0,00	0,00
22.	COMPANIA DE LIBRARII SA BUCURESTI BU	113.492			45,8520	5.203.838,00	9,89	0,39	0,42
23.	COMPANIA NATIONALA DE TRANSPORTURI AERIENE ROMANE TAROM SA OTOPENI IF	752.795			1,1425	860.034,00	0,08	0,06	0,07
24.	COMPLEX CABANA CIUCAS SA CHEIA PH	1.071			0,4363	467,00	0,51	0,00	0,00
25.	CON-DEM SA BUCURESTI BU	20.746			0,0000	0,00	0,66	0,00	0,00

Situatia detaliata a investitiilor la data 30.06.2017

Instrumente mentionate la art. 187 lit. a) - a.ACTIUNI

	Emitent	Numar de actiuni detinute	Data achizitiei in perioada de raportare	Pret de achizitie in perioada de raportare	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in activul total al SIF	Pondere in activul net al SIF
26.	CONCORDIA A4 SA BUCURESTI BU	296.185			0,0000	0,00	32,55	0,00	0,00
27.	CONTOR GROUP SA AR	3.839.316			0,0000	0,00	1,98	0,00	0,00
28.	CONTRANSIMEX SA BUCURESTI BU	26.588			0,0000	0,00	10,00	0,00	0,00
29.	CORMORAN - PROD IMPEX B3	30.632			0,0000	0,00	24,53	0,00	0,00
30.	COTROCENI PARK SA BUCURESTI B6	19.071			74,7468	1.425.496,00	0,10	0,11	0,11
31.	DEPOZITARUL CENTRAL SA B2	10.128.748			0,1225	1.240.401,00	4,00	0,09	0,10
32.	DEPOZITARUL SIBEX SA SB	12.480			91,9020	1.146.937,00	5,44	0,09	0,09
33.	DIMBOVITA MORARIT PANIFICATIE SA BUCURES B3	68.369			0,8622	58.948,00	3,11	0,00	0,00
34.	ELECTRONUM SA BUCURESTI B3	8			0,0000	0,00	0,44	0,00	0,00
35.	EMAT SA JILAVA IF	6.241			1,0009	6.247,00	2,33	0,00	0,00
36.	ENERGOCONSTRUCTIA SA BUCURESTI B1	136.045			0,0000	0,00	1,77	0,00	0,00
37.	EUROTEST SA BUCURESTI B3	74.888			18,0198	1.349.469,00	30,00	0,10	0,11
38.	FIROS S.A BUCURESTI BU	2.815.576			14,3140	40.302.197,00	99,69	2,99	3,24
39.	FONDUL ROMAN DE GARANTARE A CREDITELOR PENTRU INTREPRINZATORII PRIVATI - IFN S.A. B2	8.610.644			1,7336	14.927.496,00	53,60	1,11	1,20
40.	FORAJ SONDE BUCURESTI INTERNATIONAL SA AG	10.045			0,0000	0,00	10,99	0,00	0,00
41.	GALERIILE VICTORIA SA BUCURESTI BU	50.638			27,1172	1.373.159,00	5,91	0,10	0,11
42.	GECSAT SA TIRNAVENI MS	413.383			16,4299	6.791.824,00	24,91	0,50	0,55
43.	GECSATHERM SA MS	98.186			107,5731	10.562.177,00	50,00	0,78	0,85
44.	GEOMIN SA BUCURESTI B3	352			5.343,4518	1.880.895,00	4,56	0,14	0,15
45.	HIDROJET SA BREAZA PH	291.387			0,0000	0,00	8,99	0,00	0,00
46.	HORTICOLA SA BUCURESTI BU	51.845			0,0000	0,00	1,22	0,00	0,00
47.	I.C.T.C.M. SA BUCURESTI BU	119.750			60,8972	7.292.440,00	30,00	0,54	0,59
48.	ICPE SA BUCURESTI BU	1.343.705			3,9642	5.326.782,00	35,04	0,40	0,43
49.	ICPPAM SA BALOTESTI BU	243.180			0,0000	0,00	15,46	0,00	0,00
50.	IFMA IMOBILIARE SA BU	101.737			25,3186	2.575.840,00	13,95	0,19	0,21
51.	INDUSTRIALEXPORT SA BUCURESTI B1	80.000			32,9879	2.639.035,00	2,90	0,20	0,21
52.	INSTITUTUL NATIONAL DE STICLA SA BUCURES BU	124.654			0,0000	0,00	24,23	0,00	0,00
53.	ISORAST TECHNOLOGY SA B4	778.563			0,0000	0,00	25,00	0,00	0,00
54.	ISPCF SA BUCURESTI BU	307.644			4,1688	1.282.501,00	16,79	0,10	0,10
55.	ITC Institutul pentru Tehnica de Calcul S.A BUCURESTI BU	964.554			3,3214	3.203.657,00	29,86	0,24	0,26

Situatia detaliata a investitiilor la data 30.06.2017

Instrumente mentionate la art. 187 lit. a) - a.ACTIUNI

	Emitent	Numar de actiuni detinute	Data achizitiei in perioada de raportare	Pret de achizitie in perioada de raportare	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in activul total al SIF	Pondere in activul net al SIF
56.	MARC TRUST CONSID SA CALARASI CL	148.009			0,0000	0,00	24,86	0,00	0,00
57.	MASTER SA BUCURESTI BU	1.501.668			3,3112	4.972.330,00	12,77	0,37	0,40
58.	MERCUR TRADING SA BUCURESTI BU	118.226			0,0000	0,00	18,79	0,00	0,00
59.	METAPLAST SA BUZAU BZ	97.728			0,0000	0,00	13,76	0,00	0,00
60.	MINERVA SA BUCURESTI BU	711.542			16,0891	11.448.069,00	12,28	0,85	0,92
61.	MUNTENIA MEDICAL COMPETENCES SA AG	423.146			0,0000	0,00	98,94	0,00	0,00
62.	MUNTENIA SA FILIPESTII DE PADURE PH	388.840			0,0000	0,00	25,93	0,00	0,00
63.	PAVCOM S.A. TARGOVISTE DB	2.736.691			0,0000	0,00	30,88	0,00	0,00
64.	PISCICOLA SA OLTENITA CL	30.935			0,0000	0,00	30,00	0,00	0,00
65.	PROED SA BUCURESTI BU	134.450			0,0000	0,00	10,63	0,00	0,00
66.	RAFINARIA SA DARMANESTI BC	45.059			0,0000	0,00	1,14	0,00	0,00
67.	RAFINARIA STEAUA ROMANA SA CAMPINA BU	2.357.100			0,0000	0,00	5,70	0,00	0,00
68.	RAFO SA ONESTI BC	4.453			0,0000	0,00	0,00	0,00	0,00
69.	RESIAL SA ALBA IULIA AB	128.669			0,0000	0,00	10,14	0,00	0,00
70.	ROM VIAL SA BUCURESTI BU	400			15,9287	6.371,00	0,76	0,00	0,00
71.	ROMATEST SA VOLUNTARI IF	3.470			0,0000	0,00	0,46	0,00	0,00
72.	ROMSIT SA BUCURESTI BU	75.739			0,0000	0,00	10,73	0,00	0,00
73.	ROMSUINTEST SA PERIS BU	6.155.903			0,0000	0,00	40,05	0,00	0,00
74.	RULMENTI SA BIRLAD VS	58.893			7,1189	419.254,00	0,15	0,03	0,03
75.	SALSI SA SINAIA PH	57.876			6,1966	358.637,00	9,64	0,03	0,03
76.	SANEVIT SA ARAD AR	45.282			0,0000	0,00	0,76	0,00	0,00
77.	SEMINA S.A ALBESTI PH	3.254.150			0,0000	0,00	70,03	0,00	0,00
78.	SEMROM TRANSILVANIA SA CLUJ NAPOCA CJ	1.089			0,0000	0,00	0,03	0,00	0,00
79.	SIBEX-SIBIU STOCK EXCHANGE S.A. SB	1.654.515			0,4984	824.637,00	4,95	0,06	0,07
80.	SIDERCA SA CALARASI CL	3.676.136			0,0000	0,00	18,38	0,00	0,00
81.	STICLA SA TURDA CJ	78.209			0,0000	0,00	14,68	0,00	0,00
82.	STIMAS SA SUCEAVA SV	70.356			0,0000	0,00	5,99	0,00	0,00
83.	SUINPROD SA LET CV	180.753			0,0000	0,00	24,72	0,00	0,00
84.	TEHNOFORESTEXPORT SA BUCURESTI BU	14.739			0,0000	0,00	10,00	0,00	0,00
85.	TEHNOPAM SA BUCURESTI BU	22.636			0,0000	0,00	23,89	0,00	0,00

Situatia detaliata a investitiilor la data 30.06.2017

Instrumente mentionate la art. 187 lit. a) - a.ACTIUNI

	Emitent	Numar de actiuni detinute	Data achizitiei in perioada de raportare	Pret de achizitie in perioada de raportare	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in activul total al SIF	Pondere in activul net al SIF
86.	TIPOGRAFIA CICERO SA BUCURESTI BU	9.496			75,4925	716.877,00	25,22	0,05	0,06
87.	TRANSCHIM SA BUCURESTI BU	1.302.073			0,0000	0,00	55,72	0,00	0,00
88.	TUBAL COM SA BUCURESTI BU	37.979			7,4437	282.703,00	16,43	0,02	0,02
89.	TUBAL METALICA SA BUCURESTI BU	37.979			10,6570	404.744,00	16,43	0,03	0,03
90.	TURISM LOTUS FELIX S.A. BH	50.000.000			0,0981	4.907.088,00	3,95	0,36	0,39
91.	TURNATORIA CENTRALA -ORION SA CIMPINA PH	332.300			0,0000	0,00	22,89	0,00	0,00
92.	UPETROLAM SA BUCURESTI B4	38.873			6,6580	258.818,00	1,13	0,02	0,02
93.	URBIS ARMATURI SANITARE SA BUCURESTI BU	376.715			0,0000	0,00	14,87	0,00	0,00
94.	VALEA CU PESTI SA AG	230.781			6,6876	1.543.380,00	24,81	0,11	0,12
95.	VOLUTHEMA PROPERTY DEVELOPER SA B4	3.206.721			8,7642	28.104.204,00	69,11	2,09	2,26
96.	WORLD TRADE CENTER SA BUCURESTI AB	26.746			0,0000	0,00	2,68	0,00	0,00
97.	ZECASIN SA BUCURESTI BU	15.921			0,0000	0,00	11,62	0,00	0,00
TOTAL						170.963.781,00			

Situatia detaliata a investitiilor la data 30.06.2017
Obligatiuni corporative/ obligatiuni emise sau garantate de autoritati ale administratiei publice locale - admise la tranzactionare

Emitent	Numar de obligatiuni detinute	Data achizitiei	Data Scadentei	Pret de achizitie	Valoare initiala	Crestere zilnica	Dobanda cumulata	Valoare actualizata	Pondere in activul total al SIF	Pondere in activul net al SIF
Opus-Chartered Issuances S.A.	1.140	06/09/2016	03.09.2018		10.573.912,00	622,95	188.131,15	49.009.270,16	3,64	3,94
TOTAL								49.009.270,16		

Situatia detaliata a investitiilor la 30.06.2017 - Depozite bancare									
Denumire banca	Data constituirii	Data scadentei	Valoare initiala	Dobanda zilnica	Dobanda cumulata	Valoare actualizata	Valoare actualizata (lei)	Pondere in activul total al SIF	Pondere in activul net al SIF
RON									
BANCA TRANSILVANIA Sucursala LIPSCANI (RON)	07.03.2017	07.09.2017	5.609.000,00	93,48	10.844,07	5.619.844,07	5.619.844,07	0,42	0,45
BANCA TRANSILVANIA Sucursala LIPSCANI (RON)	20.06.2017	20.09.2017	10.100.000,00	140,28	1.543,06	10.101.543,06	10.101.543,06	0,75	0,81
LIBRA INTERNET BANK Sucursala FUNDENI (RON)	16.05.2017	27.09.2017	5.000.000,00	205,48	9.452,05	5.009.452,05	5.009.452,05	0,37	0,40
LIBRA INTERNET BANK Sucursala FUNDENI (RON)	17.05.2017	27.09.2017	3.000.000,00	123,29	5.547,95	3.005.547,95	3.005.547,95	0,22	0,24
MARFIN BANK (ROMANIA) SA (RON)	06.04.2017	06.07.2017	1.909.500,00	79,56	6.842,38	1.916.342,38	1.916.342,38	0,14	0,15
MARFIN BANK (ROMANIA) SA (RON)	11.04.2017	12.07.2017	4.000.000,00	166,67	13.500,00	4.013.500,00	4.013.500,00	0,30	0,32
TOTAL RON						29.666.229,51	29.666.229,51		
							29.666.229,51		

Situatia detaliata a investitiilor la data 30.06.2017
Valori mobiliare admise sau tranzactionate pe o piata dintr-un stat membrul
b. Warrant

Emitent	Simbol	Data ultimei sedinte de tranzactionare	Numar de actiuni detinute	Valuta	Valoare nominala	Valoare actiune	Valoare totala	Pondere in capitalul social al emitentului	Pondere in total activ SIF	Ponderea in activul net SIF
Merrill Lynch 2016	MLI_1226_LU	30.06.2017	28,000,000			0.9590	26,852,000.00		2.00	2.16
							26,852,000.00			

Titluri de participare la OPCVM / AOPC la data 30.06.2017									
Nr. crt.	Denumire fond	Data ultimei sedinte de tranzactionare	Nr. unitati de fond detinute	Valoare unitate de fond (VUAN)	Pret piata	Valoare totala valuta	Valoare totala	% in total titluri de participare ale OPCVM / AOPC	% in activul total al SIF
Titluri de participare denuminate in RON									
1	ACTIVE DINAMIC		2.938.476,904300	6,0039			17.642.321,49	94,85	1,31
2	ACTIVE PLUS		4.096,468400	8.973,4900			36.759.618,22	22,64	2,73
3	BT INVEST 1		520,407446	17.339,2200			9.023.459,19	5,38	0,67
4	CERTINVEST DINAMIC		92.658,065485	4,9248			456.322,44	2,47	0,03
5	CERTINVEST PROPERTIES RO		5,921737	245.881,6800			1.456.046,64	31,21	0,11
6	CERTINVEST PRUDENT		34.425,898039	9,8100			337.718,06	11,04	0,03
7	FDI NAPOCA		5.923.637,360000	0,5062			2.998.545,23	21,97	0,22
8	FDI PROSPER Invest		100.085,114900	12,0426			1.205.285,00	30,50	0,09
9	FDI TRANSILVANIA		66.349,860000	45,5648			3.023.218,10	11,31	0,22
10	FII BET-FI INDEX INVEST		8.297,000000		538,0000		4.463.786,00	39,68	0,33
11	FII MULTICAPITAL INVEST		4.337,000000	2.317,4000			10.050.563,80	46,16	0,75
12	FII OMNIHEDGE		46,590000	5.151,0932			239.989,43	86,78	0,02
13	FII OMNITREND		2.217,880000	8.631,6854			19.144.042,42	0,63	1,42
14	FII OPTIM INVEST		3.355,620000	7.884,7700			26.458.291,91	38,65	1,97
15	STAR FOCUS		152.631,390000	5,9747			911.926,77	18,54	0,07
16	STAR NEXT		190.539,480000	5,9027			1.124.697,39	14,31	0,08

17	STAR VALUE		15.134,000000	804,1700			12.170.308,78	48,68	0,90	
Total RON								147.466.140,87		10,95
Total								147.466.140,87		10,95

Evolutia activului net si a VUAN in ultimii 3 ani la data 30.06.2017

	31.12.2015	30.12.2016	30.06.2017
ACTIV NET	1,057,391,571.60	1,173,709,073.03	1,243,624,068.51
VALOAREA UNITARA A ACTIVULUI NET	1.3102	1.4543	1.5410