

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

**INTERIM SIMPLIFIED INDIVIDUAL FINANCIAL  
STATEMENTS**

**as of September 30th, 2020**

prepared in accordance with Regulation no. 39/2015 for the approval of the Accounting Regulations in accordance with the International Financial Reporting Standards applicable to the entities authorized, regulated and supervised by the Financial Supervision Authority of the Financial Instruments and Investments Sector

**UNAUDITED**

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**  
**INTERIM SIMPLIFIED INDIVIDUAL FINANCIAL STATEMENTS**  
**as of September 30th, 2020**

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**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Simplified interim individual statement of profit or loss and other comprehensive income as of September 30th, 2020**

<i>In lei</i>	<i>Note</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
<b>Incomes</b>			
Gross income from dividends	6	45,655,862	125,161,240
Income from interest	7	207,772	655,340
Other operating income	8	84,100	89,623
Net gain from exchange rate differences		20,294	6,399,733
Net gain on financial assets at fair value through profit or loss		(283,013)	689,006
<b>Costs</b>			
Fees and charges for administration and supervision	9	(1,898,265)	(2,047,503)
Income from the reversal of provisions for risks and charges		-	5,505,632
Other operating costs	10	(7,240,269)	(12,120,510)
<b>Profit before taxing</b>		<b>36,546,481</b>	<b>124,332,561</b>
Profit tax	11	(1,557,926)	(6,856,294)
<b>Net profit for reporting period</b>		<b>34,988,555</b>	<b>117,476,267</b>
<b>Other items of the comprehensive income</b>			
Earnings related to the transfer of financial assets assessed at fair value through other items of comprehensive income net of tax, recognized in the deferred result		48,389,506	9,810,454
Change in reserve from reassessment of tangible assets, net of deferred tax		-	-
Net change in fair value of financial assets assessed by other comprehensive income items		(195,801,072)	272,981,492
The fair value reserve of financial assets measured by other items of comprehensive income disposed of, transferred to retained tax net income		(47,133,906)	(11,206,418)
<b>Total other items of comprehensive income</b>		<b>(194,545,472)</b>	<b>271,585,528</b>
<b>Total comprehensive income for the period</b>		<b>(159,556,917)</b>	<b>389,061,795</b>
<b>Result per share</b>			
Basic	24	0.0670	0.2025
Diluted		0.0670	0.2025

The simplified interim financial statements were not approved in the Board of Directors, the majority of the members being revoked according to the OGMS decisions as of October 12th, 2020 and were signed by:

Bușu Cristian  
Deputy General Manager

ec. Sichigea Elena  
Financial Manager

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Simplified interim individual statement of financial position  
as of September 30th, 2020**

<i>In lei</i>	<i>Note</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
<b>Assets</b>			
Cash and cash equivalents	12	11,719,729	13,946,292
Deposits placed in banks	13	1,416,573	49,351,648
Financial assets are assessed at fair value through other comprehensive income items	14	1,949,278,095	2,276,607,625
Financial assets assessed at fair value through profit or loss	14	3,268,783	3,551,796
Loans and receivables	15	172,660	31,795,265
Tangible assets		11,012,470	11,429,190
Real estate investments	16	631,919	631,919
Other assets	17	220,250	2,154,521
<b>Total assets</b>		<b>1,977,720,479</b>	<b>2,389,468,256</b>
<b>Liabilities</b>			
Dividends to pay	18	61,822,897	46,244,022
Fees and charges	19	3,930,033	3,553,116
Deferred tax liabilities	20	105,742,420	152,219,983
Other liabilities	21	6,205,117	6,492,351
<b>Total liabilities</b>		<b>177,700,467</b>	<b>208,509,472</b>
<b>Stockholders' equity</b>			
Share capital	22	52,214,914	58,016,571
Legal reserves		11,603,314	11,603,314
Differences in changes in the fair value of financial assets measured at fair value through other comprehensive income and other equity items		524,201,602	766,950,926
Other reserves	23	632,424,325	712,024,674
Reserves from the reassessment of tangible assets		7,245,924	7,498,432
Losses related to redemption shares		(59,745,939)	(47,946,784)
Own shares		(2,214,914)	(1,962,259)
The result carried forward with the exception of the carried forward result from the first adoption of IAS 29		599,302,231	550,641,636
Current profit		34,988,555	124,132,274
<b>Total Stockholders' equity</b>		<b>1,800,020,012</b>	<b>2,180,958,784</b>
<b>Total Liabilities and Stockholders' equity</b>		<b>1,977,720,479</b>	<b>2,389,468,256</b>

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Financial Manager

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**  
**Simplified interim individual statement of changes in equity**  
**as of September 30th, 2020**

<i>In lei</i>	Share capital	Own shares	Loss on redemption shares	Reserves from reassessment of tangible assets	Legal reserves	Other reserves	Differences in the change in the fair value of financial assets measured by other comprehensive income	Other equity items	Cumulated profit	TOTAL
<b>BALANCE AT JANUARY 1ST 2020</b>	<b>58,016,571</b>	<b>(1,962,259)</b>	<b>(47,946,784)</b>	<b>7,498,432</b>	<b>11,603,314</b>	<b>712,024,674</b>	<b>770,012,609</b>	<b>(3,061,683)</b>	<b>674,773,910</b>	<b>2,180,958,784</b>
<b>COMPREHENSIVE INCOME</b>										
<b>Profit for the financial year</b>	-	-	-	-	-	-	-	-	<b>34,988,555</b>	<b>34,988,555</b>
<b>Other items of the comprehensive income</b>										
1. The change in the reserve from the reassessment of tangible assets net of deferred tax	-	-	-	(252,508)	-	-	-	-	252,508	-
2. Net change in differences in changes in the fair value of financial assets measured by other comprehensive income	-	-	-	-	-	-	(195,801,072)	-	-	(195,801,072)
3. Fair value reserve of financial assets measured at fair value through other items of comprehensive income disposed of, transferred to net taxable income	-	-	-	-	-	-	(47,133,906)	-	48,389,506	1,255,600
<b>TOTAL COMPREHENSIVE INCOME Afferent to the period</b>	-	-	-	<b>(252,508)</b>	-	-	<b>(242,934,978)</b>	-	<b>83,630,569</b>	<b>(159,556,917)</b>
Deferred tax related to the result carried forward surplus reassessment unachieved taxed	-	-	-	-	-	-	-	-	18,581	18,581
Other reserves - own sources of financing	-	-	-	-	-	-	-	-	-	-
Other reserves - redemption of shares	-	-	-	-	-	71,917,360	-	-	(71,917,360)	-
Redemption of shares - cancellation of redeemed own shares	-	(6,054,312)	(163,316,864)	-	-	-	-	-	-	(169,371,176)
Reduction of Share Capital - cancellation of repurchased treasury shares	(5,801,657)	5,801,657	-	-	-	-	-	185,654	-	185,654
Loss coverage from redemption shares	-	-	151,517,709	-	-	(151,517,709)	-	-	-	-
<b>Transactions with recognized shareholders directly in equity</b>	-	-	-	-	-	-	-	-	-	-
1. Dividends prescribed by law - transfer to the profit or loss account from other reserves	-	-	-	-	-	-	-	-	-	-
2. Payment dividends for 2019	-	-	-	-	-	-	-	-	(52,214,914)	(52,214,914)
<b>TOTAL TRANSACTIONS WITH SHAREHOLDERS DIRECTLY RECOGNIZED IN OWN CAPITAL</b>	-	-	-	-	-	-	-	-	<b>(52,214,914)</b>	<b>(52,214,914)</b>
<b>BALANCE AS OF SEPTEMBER 30TH, 2020</b>	<b>52,214,914</b>	<b>(2,214,914)</b>	<b>(59,745,939)</b>	<b>7,245,924</b>	<b>11,603,314</b>	<b>632,424,325</b>	<b>527,077,631</b>	<b>(2,876,029)</b>	<b>634,290,786</b>	<b>1,800,020,012</b>

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Bușu Cristian  
Deputy General Manager

ec. Sîhigea Elena  
Financial Manager

Notes from page 6 to page 38 are an integrant part of the financial statements.

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**  
**Simplified interim individual statement of changes in equity**  
**as of September 30th, 2020**

<i>In lei</i>	Share capital	Own shares	Reserves from reassessment of tangible assets	Legal reserves	Other reserves	Differences in the change in the fair value of financial assets measured by other comprehensive income	Other equity items	Cumulated profit	TOTAL
<b>BALANCE AT JANUARY 1ST 2019</b>	<b>58,016,571</b>		<b>7,844,289</b>	<b>11,603,314</b>	<b>699,846,343</b>	<b>350,841,468</b>	<b>(3,061,680)</b>	<b>635,029,477</b>	<b>1,760,119,782</b>
<b>COMPREHENSIVE INCOME</b>									
<b>Profit for the financial year</b>	-	-	-	-	-	-	-	<b>117,476,267</b>	<b>117,476,267</b>
<b>Other items of the comprehensive income</b>									
1. The change in the reserve from the reassessment of tangible assets net of deferred tax	-	-	(259,406)	-	-	-	-	259,406	-
2. Net change in differences in changes in the fair value of financial assets measured by other comprehensive income	-	-	-	-	-	272,981,495	(3)	-	272,981,492
3. Fair value reserve of financial assets measured at fair value through other items of comprehensive income disposed of, transferred to net taxable income	-	-	-	-	-	(11,206,418)	-	9,810,454	(1,395,964)
<b>TOTAL COMPREHENSIVE INCOME Afferent to the period</b>	-	-	<b>(259,406)</b>	-	-	<b>261,775,077</b>	<b>(3)</b>	<b>127,546,127</b>	<b>389,061,795</b>
Deferred tax related to the result carried forward surplus reassessment unachieved taxed	-	-	-	-	-	-	-	19,794	19,794
Other reserves - own sources of financing	-	-	-	-	-	-	-	-	-
Other reserves - redemption of shares	-	-	-	-	(35,766,337)	-	-	(12,178,331)	(47,944,668)
Redemption of shares - cancellation of redeemed own shares	-	(1,962,259)	-	-	-	-	-	-	(1,962,259)
<b>Transactions with recognized shareholders directly in equity</b>	-	-	-	-	-	-	-	-	-
1. Dividends prescribed by law - transfer to the profit or loss account from other reserves	-	-	-	-	-	-	-	-	-
2. Payment dividends for 2018	-	-	-	-	-	-	-	(84,081,469)	(84,081,469)
<b>TOTAL TRANSACTIONS WITH SHAREHOLDERS DIRECTLY RECOGNIZED IN OWN CAPITAL</b>	-	-	-	-	-	-	-	<b>(84,081,469)</b>	<b>(84,081,469)</b>
<b>BALANCE AT SEPTEMBER 30TH 2019</b>	<b>58,016,571</b>	<b>(1,962,259)</b>	<b>7,584,883</b>	<b>11,603,314</b>	<b>664,080,006</b>	<b>612,616,545</b>	<b>(3,061,683)</b>	<b>666,335,598</b>	<b>2,015,212,975</b>

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Bușu Cristian  
Deputy General Manager

ec. Sichigea Elena  
Financial Manager

Notes from page 6 to page 38 are an integrant part of the financial statements.

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**  
**Simplified interim individual statement of treasury flows**  
**For the financial exercise concluded as of September 30th, 2020**

In lei

Item name	Reporting period	
	September 30th 2020	September 30th 2019
A	1	2
<b>Cash flows from operating activities</b>		
Receipts from customers, other receipts	2,757,235	7,196,585
Receipts from sales of financial investments (equity securities)	102,095,002	74,224,952
Payments for the purchase of shares	(5,842,999)	(369,490,922)
Payments to suppliers and employees, other payments	(9,234,072)	(9,468,841)
Payments to the state budget, social insurance budget and local budget	(2,679,254)	(4,862,748)
Interest collected	250,663	595,454
Dividends collected	44,097,934	119,308,538
Interest paid	(121,516)	-
Income tax paid	(6,459,346)	(98,738,528)
<b>Net cash from operating activities</b>	<b>124,863,647</b>	<b>(281,235,510)</b>
<b>Treasury flows from investment activities:</b>		
Payments for purchase of tangible assets	(6,700)	(13,720)
Cashes from sale of tangible assets		-
<b>Net treasury from investment activities</b>	<b>(6,700)</b>	<b>(13,720)</b>
<b>Treasury flows from financing activities:</b>		
Proceeds from the issue of shares	-	-
Receipts from short-term loans	29,000,000	-
Repayments of short-term loans	(29,000,000)	-
Receipts from long-term loans	-	-
Repayments of long-term loans	-	-
Payment of debts related to financial leasing	(137,675,609)	(35,181,343)
Advance amounts for redemptions of shares	(35,539,905)	(58,890,584)
Dividends paid	(52,385)	(44,908)
Advance payments to the Depozitarul Central for dividend payments	(1,707,799)	(2,096,242)
<b>Net cash from financing activities</b>	<b>(174,975,698)</b>	<b>(96,213,077)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(50,118,751)</b>	<b>(377,462,307)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>	<b>63,254,884</b>	<b>472,928,957</b>
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>13,136,133</b>	<b>95,466,650</b>

The simplified interim financial statements were not approved in the Board of Directors, the majority of the members being revoked according to the OGMS decisions as of October 12th, 2020 and were signed by:

Bușu Cristian  
Deputy General Manager

ec. Sichigea Elena  
Financial Manager

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

***as of September 30th, 2020***

*(all amounts are expressed in lei, unless otherwise specified)*

#### **1. Reporting Entity**

Societatea de Investiții Financiare Oltenia S.A. („The Company”) was founded on 01st November 1996 in Craiova – Romania, being the under successor of V Oltenia Private Property Fund, reorganized and transformed according to the provisions of Law No. 133/1996, a law for the transformation of the Private Property Funds into financial investment companies.

The company is classified in the category of Alternative Investment Fund Administrators (AIFM) authorized by the Financial Supervisory Authority with the number 45/15th of February 2018 and operates in compliance with the provisions of Law no. 74/2015 regarding alternative investment fund managers, Law no. 24/2017 on issuers of financial instruments and market transactions, Law no. 297/2004 regarding the capital market, with further completions and amendments and Law no. 31/1990 on companies.

The Company is self-administered and has its registered office in Craiova, no. 1, Tufănele Street, postal code 200767, Dolj County.

The Company is registered at the Trade Register Office attached to Dolj Court, under the Registration Number J16/1210/1993, Taxpayer Identification Number 4175676, fiscal attribute RO.

The shares of the Company are listed according to the Bucharest Stock Exchange, the Premium category, with market symbol SIF 5.

The Company's shareholders and shares records are kept according to law by the Depozitarul Central S.A. Bucharest.

The storage activity provided by the legislation is provided by Raiffeisen Bank S.A. starting with January 22nd, 2014, until this date, the storage activity was held by ING Bank NV Amsterdam - Bucharest Branch.

In accordance with the articles of association, the Company has the following object of activity:

- a) portfolio management;
- b) risk management.

The main field of activity of the Company is NACE code 649 - other financial intermediation activities, exclusively insurance activities and pension funds, and its main activity is NACE code 6499 - other financial intermediation n.c.a.

The subscribed and paid-in share capital is of 52,214,914.30 lei, divided into 522,149,143 shares with a nominal value of 0.1 lei / share.

The main features of the shares issued by the company are: ordinary, indivisible, registered, of equal value, issued in dematerialized form, paid in full at the time of subscription and grant equal rights to their holders, except for limitations in regulations and legal provisions.

The simplified interim individual financial statements prepared as of September 30th, 2020, are not audited and have not been approved by the Board of Directors, which is revoked according to the decisions of the O.G.M.S. from October 12th, 2020.

#### **2. Basics of preparation**

##### **a) Declaration of conformity**

In accordance with Norm no. 39/2015 issued by the Financial Supervisory Authority in the Financial Instruments and Investments Sector, starting with the yearly financial statements for the financial year 2015, the entities authorized, regulated and supervised by ASF, apply the International Financial Reporting Standards adopted by the European Union ("IFRS") as official accounting regulations.



## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

***as of September 30th, 2020***

*(all amounts are expressed in lei, unless otherwise specified)*

## **2. Basics of preparation *(continued)***

### **a) Declaration of conformity *(continued)***

The date of December 31st 2015 is the date of transition to IFRS as an accounting basis, the date on which by restatement the operations determined by the transition from the CNVM Regulation no. 4/2011 to the Accounting Regulations compliant with IFRS.

The simplified interim individual financial statements prepared as of September 30th, 2020, have been prepared in accordance with the requirements of IAS 34 “Interim Financial Reporting” and must be read in conjunction with the individual financial statements for 2019 prepared in accordance with Rule no. 39/2015 for the approval of the Accounting Regulations compliant with the International Financial Reporting Standards, applicable to the entities authorized, regulated and supervised by the Financial Supervisory Authority in the Financial Instruments and Investments Sector.

In accordance with the provisions of Regulation no. 1606/2002 of the European Parliament and of the Council of the European Union of 19 July 2002, of Law no. 24/2017 - regarding the issuers of financial instruments and market operations, the Company has the obligation to prepare and submit to the F.S.A. consolidated yearly financial statements, in accordance with IFRS, no later than 4 months after the end of the financial year.

The consolidated financial statements of the S.I.F. Oltenia S.A. on December 31st 2019 were prepared and made public on April 28, 2020. These can be consulted in electronic format on the company's website: [www.sifolt.ro](http://www.sifolt.ro).

Based on the provisions of Law 24/2017 and Regulation no. 5/2018 regarding the issuers of financial instruments and market operations, the Company prepares half-yearly consolidated accounting reports in accordance with IFRS.

The half-yearly consolidated accounting report is prepared and submitted to the F.S.A. no later than 3 months after the end of the semester. It was prepared, approved by the Board of Directors and published on September 25, 2020 and can be consulted electronically on the company's website: [www.sifolt.ro](http://www.sifolt.ro).

The accounting records of the Company are reflected in lei.

### **b) Presentation of financial statements**

The presentation adopted by the Company is based on liquidity in the statement of financial position, and the presentation of income and expenses was made in relation to their nature in the statement of comprehensive income. The Company considers that these methods of presentation provide information that is credible and more relevant than that which would have been presented based on other methods permitted by IAS 1 “Presentation of Financial Statements”.

### **c) Functional and presentation currency**

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

### **d) Basics of assessment**

The simplified interim individual financial statements are prepared on the basis of the fair value convention for financial assets and liabilities at fair value through profit or loss and financial assets measured at fair value through other comprehensive income.

Other financial assets and liabilities, as well as non-financial assets and liabilities, are presented at amortized cost, reassessed value or historical cost.

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

*as of September 30th, 2020*

*(all amounts are expressed in lei, unless otherwise specified)*

## **2. Basics of preparation (continued)**

### **e) Use of estimates and judgments**

The preparation of simplified interim individual financial statements in accordance with IFRS requires management's use of estimates, judgments and assumptions that affect the application of accounting policies and the reported value of assets, liabilities, income and expenses. The estimates and assumptions associated with these judgments are based on historical experience as well as other factors considered reasonable in the context of these estimates. The results of these estimates form the basis for judgments about the carrying amounts of assets and liabilities that cannot be obtained from other sources of information. The results obtained may differ from the estimated values.

The Company periodically reviews the estimates and assumptions underlying the accounting records. 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.

## **3. Significant accounting policies - excerpt**

The accounting policies applied in these simplified interim individual financial statements are consistent with those of the Company's individual financial statements for the financial year ended December 31st 2019 and have been applied consistently for all periods presented in these simplified interim financial statements.

In accordance with Norm no. 39/2015 for the approval of the Accounting Regulations compliant with the International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority in the Financial Instruments and Investments Sector, starting with the yearly financial statements for the financial year 2015, the Company applies International Reporting Standards Adopted by the European Union as official accounting regulations.

During 2019, the Company prepared interim financial reports in accordance with the requirements of IAS 34 "Interim Financial Reporting".

### **Financial assets and liabilities**

Financial instruments, in accordance with IFRS 9 "*Financial Instruments*", include the following:

- Investments in equity instruments (e.g. shares);
- Investments in debt instruments (e.g. securities, bonds, loans);
- Trade and other receivables;
- Cash and cash equivalents;
- Derivative financial instruments;
- Participations in subsidiaries, associates and joint ventures.

#### **• Classification**

The Company classifies financial instruments held in accordance with IFRS 9 "Financial Instruments" into financial assets and financial liabilities.

An asset is a resource controlled by the company as a result of past events and which is expected to result in future economic benefits to the company.

A debt is a current obligation of the company resulting from past events, the settlement of which is expected to result in an outflow of resources incorporating economic benefits for the company.

The company classifies financial assets as: measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss based on:

- the company's business model for managing financial assets, and
- the features of the contractual cash flows of the financial asset.

In accordance with IFRS 9, financial assets fall into one of the following categories:

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

*as of September 30th, 2020*

*(all amounts are expressed in lei, unless otherwise specified)*

### **3. Significant accounting policies - excerpt (continued)**

#### **Financial assets and liabilities (continued)**

##### *Financial assets measured at fair value through profit or loss*

Financial assets measured at fair value through profit or loss are:

- equity instruments held for trading;
- equity instruments designated to be assessed at fair value through profit or loss;
- debt instruments.

A financial asset must be measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income.

A financial asset or a financial liability is held for trading if it cumulatively meets the following conditions:

- is held for sale and redemption in the near future;
- at initial recognition is part of a portfolio of identified financial instruments, which are managed together and for which there is evidence of a recent real pattern of short-term profit tracking.

This category includes financial assets or financial liabilities held for trading and financial instruments designated at fair value through profit or loss at the time of initial recognition.

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

##### *Financial assets measured at fair value through other comprehensive income*

Financial assets measured at fair value through other comprehensive income are:

- equity instruments designated to be measured at fair value through other comprehensive income;
- debt instruments.

A financial asset of the nature of debt instruments must be measured at fair value through other comprehensive income if both of the following conditions are met:

- a) the financial asset is held within a business model whose objective is achieved through the collection of contractual cash flows as well as the sale of financial assets; and
- b) the contractual terms of the financial asset give rise, on certain dates, to cash flows that are exclusively payments of the principal and of the interest related to the value of the principal due.

The Company may make an irrevocable choice at initial recognition in the case of certain investments in equity instruments that would otherwise be measured at fair value through profit or loss to present subsequent changes in fair value in other comprehensive income (according to paragraphs 5.7.5 and 5.7.6 of IFRS 9 - Financial Instruments).

The Company's investments in equity instruments (shares) are fully classified as financial assets measured at fair value through other comprehensive income.

The Company's investments in fund units are classified and measured at fair value through profit or loss.

The remaining financial assets and liabilities are presented at amortized cost, reassessed amount or historical cost.

The method used to highlight the Company's investments in equity instruments (shares) is "first in first out", in terms of quantifying and assessing the Company's performance based on fair value.

Financial assets measured at fair value through other comprehensive income are measured at fair value through other comprehensive income.

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

*as of September 30th, 2020*

*(all amounts are expressed in lei, unless otherwise specified)*

### **3. Significant accounting policies - excerpt (continued)**

#### **Financial assets and liabilities (continued)**

Changes in fair value are recognized in other comprehensive income until the investment is derecognised when the cumulative gain or loss is reclassified from other comprehensive income to a deferred income statement for the period.

Dividends received from entities in which the Company holds shares are recognized in profit or loss at gross value only when:

- a) the right of the Company to receive the payment of the dividend is established;
- b) it is probable that the economic benefits associated with the dividend will be generated for the Company, and
- c) the value of the dividend can be measured reliably.

#### *Financial assets measured at amortized cost*

Financial assets measured at amortized cost are debt instruments.

A financial asset must be measured at amortized cost if both of the following conditions are met:

- a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- b) the contractual terms of the financial asset give rise, on certain dates, to cash flows that are exclusively payments of the principal and of the interest related to the value of the principal due.

#### *Financial debts*

They are measured at amortized cost, except for financial liabilities classified at fair value through profit or loss.

#### • ***Initial recognition***

Financial assets and liabilities are recognized on the date on which the Company becomes a contractual party under the terms of that instrument. When the Company recognizes a financial asset for the first time, it must classify it in accordance with paragraphs 4.1.1 to 4.1.5 (at amortized cost, fair value through profit or loss or fair value through other comprehensive income) of IFRS 9 and assess it in accordance with points 5.1.1 to 5.1.3. (a financial asset or financial liability is measured at its fair value plus or minus, in the case of a financial asset or financial liability that is not at fair value through profit or loss, transaction costs that are directly attributable to the purchase or issue of the asset; or debt).

The company initially recognizes deposits with banks on the date they are set up.

All other financial assets and liabilities are initially recognized at the date of the transaction.

#### • ***Assessment***

After initial recognition, the Company must measure financial assets in accordance with points 4.1.1 to 4.1.5 at:

- a) amortized cost;
- b) the fair value through other items of the overall result; or
- c) fair value through profit or loss.

After initial recognition, the Company must measure financial liabilities in accordance with paragraphs 4.2.1 to 4.2.2 of IFRS 9. Thus, the Company will classify all financial liabilities at amortized cost, except:

- a) financial liabilities measured at fair value through profit or loss;
- b) financial liabilities that arise when the transfer of a financial asset does not meet the conditions for derecognition;

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### **3. Significant accounting policies - excerpt (continued)**

#### **Financial assets and liabilities (continued)**

- c) financial guarantee contracts, measured at the higher of the amount of the provision for losses (section 5.5 of IFRS 9) and the amount initially recognized less accumulated income (recognized under IFRS 15);
- d) commitments to provide a loan at an interest rate below market value, measured at the higher of the value of the provision for losses (section 5.5 of IFRS 9) and the amount initially recognized less accumulated income (recognized under IFRS 15);
- e) the contingent consideration recognized by an acquirer in a business combination to which IFRS 3 applies. Such contingent consideration must subsequently be measured at fair value through profit or loss.

#### *Assessment at amortized cost*

The amortized cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments, plus or minus accumulated amortization using the effective interest method for each difference between the original value and the amount at maturity, and minus any reduction (direct or through the use of an adjustment account) for impairment or inability to recover.

The effective interest rate is the rate that accurately reflects the estimated future payments or cash receipts over the expected life of the financial asset or financial liability at the gross carrying amount of the financial asset or the amortized cost of a financial liability. When calculating the effective interest rate, the entity shall estimate expected cash flows considering all contractual terms of the financial instrument (eg, advance payment, extension, call options and other similar options), but shall not take into account losses expected from lending. The calculation includes all commissions and points paid or collected by the parties to the contract that are an integral part of the effective interest rate (see points B 5.4.1 to B 5.4.3), transaction costs and all other premiums or reductions.

#### *Assessment at fair value*

Fair value is the price that would have been received on the sale of an asset or paid to settle a debt in a normal transaction between participants in the main market, at the valuation date, or in the absence of the main market, has access to that date.

The company measures the fair value of a financial instrument using the prices quoted in an active market for that instrument. A financial instrument has an active market if quoted prices are available quickly and regularly for that instrument. The company measures instruments listed on active markets using the closing price.

A financial instrument is considered to be quoted on an active market when the quoted prices are available immediately and regularly from an exchange, a dealer, a broker, an industry association, a pricing service or a regulatory agency, and these prices reflect transactions that occur in a real and regular manner, conducted under objective market conditions.

The category of shares listed on an active market includes all those shares admitted to trading on the Stock Exchange or on the alternative market and which present frequent transactions. The market price used to determine fair value is the closing price of the market on the last trading day before the valuation date.

For the calculation of fair value, for equity instruments (shares), the Company uses the following hierarchy of methods:

- Level 1: quoted (unadjusted) prices in active markets for identical assets and liabilities;

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#### **3. Significant accounting policies - excerpt (continued)**

##### **Financial assets and liabilities (continued)**

- Level 2: inputs other than quoted prices included in Tier 1 that are observable for assets or liabilities, either directly (eg prices) or indirectly (eg price derivatives).

- Level 3: assessment techniques based largely on unobservable items. This category includes all instruments for which the assessment technique includes items that are not based on observable data and for which unobservable input parameters may have a significant effect on the assessment of the instrument.

The fair value assessment of the equity instruments (shares) held is performed as follows:

- for securities listed and traded during the reporting period, the market value was determined considering the quotation on the last trading day (closing quotation on the main capital market for those listed on the regulated market - BVB, respectively the reference price for the alternative system - AERO for level 1, and for level 2 the quotations for the shares traded in the last 30 trading days are taken);

- for listed securities that have not been traded in the last 30 days of the reporting period, as well as for unlisted securities, the market value is determined as it results from the entity's last approved yearly financial statement;

- for securities not admitted to trading on a regulated market or in an alternative trading system in Romania issued by issuers in which holdings of more than 33% of the share capital are held, they are assessed exclusively in accordance with International Assessment Standards based on a assessment report updated at least yearly;

- for securities related to companies in insolvency proceedings or reorganization, the assessment is made at zero;

The participation titles issued by the mutual fund are assessed considering the last unit value of the net asset, calculated and published.

##### ● ***Identification and assessment of impairment***

The company must recognize a provision for expected credit losses on a financial asset that is measured in accordance with 4.1.2 or 4.1.2A (debt instruments measured at amortized cost or at fair value through other comprehensive income), a receivable that arises from a lease, a credit commitment and a financial guarantee agreement.

The Company applies the provisions for impairment to recognize and assess the provision for impairment losses on assets measured at fair value through other comprehensive income in accordance with section 4.1.2A (assets held for the purpose of collecting cash flows and sales, the cash flows of which represent excluding principal repayments or interest payments). The provision thus determined is recognized in respect of other comprehensive income and does not reduce the carrying amount of the financial asset in the statement of financial position.

##### ● ***Derecognition***

The Company derecognises a financial asset when the rights to receive cash flows from 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 has significantly transferred all the risks and benefits of property rights.

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

The company derecognises a financial liability when the contractual obligations have been concluded or when the contractual obligations are canceled or expire.

When derecognising equity instruments (shares), the Company uses the "first in first out" method.

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### **3. Significant accounting policies - excerpt (continued)**

#### **Financial assets and liabilities (continued)**

- ***Reclassification***

If the Company reclassifies financial assets according to point 4.4.1 (as a result of the change in the business model for the management of its financial assets), then all affected financial assets will be reclassified. Financial liabilities cannot be reclassified after initial recognition.

The Company applies the reclassification of financial assets prospectively from the date of reclassification. Any previously recognized gains, losses or interest will not be restated.

In the event of a reclassification, the Company proceeds as follows:

- when reclassifying an asset from the amortized cost category to fair value through profit or loss, the fair value is determined at the date of reclassification. The difference between the amortized cost and the fair value is recognized in profit or loss;
- at the reclassification of an asset from the fair value through profit or loss category to the amortized cost, the fair value at the date of reclassification becomes the new gross carrying amount;
- when reclassifying an asset from the amortized cost category to the fair value through other comprehensive income, the fair value is determined at the date of reclassification. The difference between the amortized cost and the fair value is recognized in other comprehensive income, without adjusting the effective interest rate or expected credit losses;
- at the reclassification of an asset from the fair value category by other items of the overall result in the amortized cost, the reclassification is performed at the fair value of the asset from the date of reclassification. The amounts previously recognized in other comprehensive income are eliminated in relation to the fair value of the asset, without affecting the profit or loss account. The effective interest rate and expected credit losses are not adjusted as a result of the reclassification;
- when an asset is reclassified from fair value through profit or loss to its fair value through other comprehensive income, the asset continues to be measured at fair value;
- when an asset is reclassified from fair value through other comprehensive income to profit or loss, the financial asset continues to be measured at fair value. The amounts previously recognized in other comprehensive income are reclassified from equity to the income statement as an adjustment from reclassification (in accordance with IAS 1).

- ***Gains and losses***

Gains or losses arising from a change in the fair value of a financial asset or financial liability that is not part of a hedging relationship are recognized as follows:

- a) Gains or losses on financial assets or financial liabilities classified as measured at fair value through profit or loss are recognized in profit or loss;
- b) Gains or losses on a financial asset measured at fair value through other comprehensive income are recognized in other comprehensive income.

When the asset (in the case of equity instruments) is derecognised, the cumulative losses or gains previously recognized in other comprehensive income are transferred to retained earnings.

At the time of depreciation or derecognition of financial assets and financial liabilities recognized at amortized cost, as well as through their amortization process, the Company recognizes a gain or loss in the income statement.

#### **Other financial assets and liabilities**

Other financial assets and liabilities are measured at amortized cost using the effective interest method.

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#### **4. Management of significant risks**

Management constantly assesses the risks that may affect the achievement of the company's objectives and takes the necessary measures in the event of a change in the conditions in which it operates.

The risk management activity, an important component of the company's activity, targets both general risks and specific risks, as they are provided by Law no. 297/2004, with further completions and amendments, and by the CNVM / F.S.A. no. 15/2004, with further completions and amendments, Regulation (EU) no. 575/2013 of the European Parliament and of the Council of 26 June 2013, Law no. 74/2015 regarding the managers of alternative investment funds, Regulation no. 10/2015 on the management of alternative investment funds and Delegated Regulation (EU) no. Commission Regulation (EC) No 231/2013 supplementing Directive 2011/61 / EU of the European Parliament and of the Council as regards derogations, general conditions of operation, storage, leverage, transparency and supervision.

The Company's approach to risk management is consistent with the overall business strategy and acts planned to achieve business objectives, aligned with the objectives of the risk strategy.

At the level of the Company, a special, independent structure is organized, which supervises and coordinates this activity - Risk Administrator.

By the nature of the object of activity, the Company is exposed to different types of risks associated with the financial instruments and markets on which it is exposed.

The main risks identified in the Company's activity are:

- a) market risk (price risk, currency risk, interest rate risk);
- b) credit risk;
- c) liquidity risk;
- d) the risk related to taxation;
- e) the risk related to the economic environment;
- f) operational risk.

##### **a) Market risk**

Market risk is the current or future risk of negative impairment of profits, determined by market fluctuations in equity prices - in terms of activities belonging to the trading book - of the interest rate, as well as exchange rate fluctuations for the entire activity of the company .

The main aspects pursued in the market risk analysis are: assessment of the stock portfolio in terms of profitability and growth potential, strategic allocation of long-term investments, identification of short-term investments to capitalize on price fluctuations in the capital market , establishing limits on the concentration of assets in a certain economic sector.

The company is subject to market risk, mainly due to its trading activity.

The Company's management has pursued and constantly seeks to minimize the possible adverse effects associated with market risk, through an active policy of prudential diversification of the managed financial asset portfolio.

We estimate that the market risk to which the Company is subject is average.

The company is exposed to the following market risks:

- ***Price risk***

It is generated by the volatility of market prices, such as fluctuations in the market for financial instruments as a result of changes in market prices, changes caused either by factors affecting all instruments traded on the market or by factors specific to individual instruments or their issuer. The company monitors both the systemic component (general risk determined by macro-level factors) and the specific risk determined by the issuers' own activity, so that when price risks are not in line with internal policies and procedures to act accordingly by rebalancing asset portfolio.



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**4. Management of significant risks (continued)****a) Market risk (continued)**

On September 30th 2020 and December 31st 2019, the Company has the following structure of assets subject to price risk:

<i>In lei</i>	<b>C. no.</b>	<b>Market value September 30th 2020</b>	<b>C. no.</b>	<b>Market value December 31st 2019</b>
Capital investments				
Listed companies	27	1,796,534,422	29	2,121,087,477
Unlisted companies	15	152,743,673	16	155,520,148
Fund units	4	3,268,783	4	3,551,796
<b>Total capital investment</b>	<b>46</b>	<b>1,952,546,878</b>	<b>49</b>	<b>2,280,159,421</b>

The market value of the listed share portfolio (on BVB - regulated market, BVB-AERO - alternative trading system), as of September 30th, 2020, represents 92.01% (December 31st 2019: 93.02%) of the total value of the managed portfolio.

Under these circumstances, the Company has an average risk, associated with the variation of the prices of the financial assets on the capital market.

Within the managed portfolio there are a number of 7 issuers, out of the 17 that constitute the BET index of the Bucharest Stock Exchange.

The market value according to IFRS of the shares held in the 7 issuers, represents 71.29% of the market value of the shares held in the listed companies. Thus, the risk associated with the change in the BET index of the BSE is average.

The company also monitors the concentration of risk by business sectors which is as follows:

<b>Portfolio structure</b>	<b>Market value of the package September 30th 2020</b>		<b>Market value of the package December 31st 2019</b>	
<b>Economic sectors with a share in value portfolio:</b>	<i>(lei)</i>	<i>%</i>	<i>(lei)</i>	<i>%</i>
	<b>1,952,546,878</b>	<b>100.00</b>	<b>2,280,159,421</b>	<b>100.00</b>
Finance and Banking	921,319,180	47.19	1,076,092,061	47.19
Rental and subletting of real estate	283,730,543	14.53	266,908,359	11.71
Oil, methane gas and ancillary services	256,356,423	13.13	408,568,387	17.92
Energy and gas transport	132,285,450	6.78	141,150,168	6.19
Tourism, public catering, leisure	99,448,792	5.09	106,412,680	4.67
Food industry	64,803,101	3.32	57,830,219	2.54
Pharmaceutical industry	63,933,101	3.27	64,456,159	2.83
Financial intermediation	59,177,209	3.03	77,374,753	3.39
Machines building industry, processing	37,066,205	1.90	28,308,786	1.24
Electronics, electrical engineering industry	29,039,410	1.49	35,240,319	1.55
Grain storage and trade	1,660,826	0.09	1,660,826	0.07
Chemical industry		0.00	12,070,744	0.53
Others	457,855	0.02	534,164	0.02
<b>TOTAL SECURITIES</b>	<b>1,949,278,095</b>	<b>99.83</b>	<b>2,276,607,625</b>	<b>99.84</b>
<b>FUND UNITS</b>	<b>3,268,783</b>	<b>0.17</b>	<b>3,551,796</b>	<b>0.16</b>

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**4. Management of significant risks (continued)****a) Market risk (continued)**

The analysis of the data presented as of September 30th, 2020 reflects an exposure of 47.19% of the total portfolio to the fair value on issuers in the field of finance, banks at the same level compared to December 31st 2019.

- **Currency risk**

Currency risk is the risk that the value of a portfolio will be adversely affected by a change in exchange rates. As of September 30th, 2020, foreign currency cash was 2,116,394 lei, representing 16.11% of total cash.

Given that most of the Company's assets are denominated in national currency, exchange rate fluctuations do not directly affect the Company's business. These fluctuations have an influence on the assessment of investments such as foreign currency deposits and cash in current accounts.

Foreign currency cash represents, as of September 30th, 2020, 0.11% (December 31st 2019: 0.09%) of total financial assets, so that the foreign exchange risk is insignificant.

Investments in bank deposits in foreign currency are constantly monitored and investment and divestment measures are taken, depending on the forecasted evolution of the exchange rate.

The concentration of assets and liabilities by types of currencies is summarized in the following table:

<i>In lei</i>	<b>Accounting value</b>	<b>Lei</b>	<b>EUR</b>	<b>USD</b>
<b>September 30th 2020</b>				
<b>Financial assets</b>				
Cash and cash equivalents	11,719,729	10,048,790	1,670,939	-
Deposits placed in banks	1,416,573	971,118	-	445,455
Financial assets measured at fair value through other comprehensive income	1,949,278,095	1,949,278,095	-	-
Financial assets assessed at fair value through profit or loss account	3,268,783	3,268,783	-	-
Loans and receivables	172,660	172,660	-	-
Other financial assets	220,250	220,250	-	-
<b>Total financial assets</b>	<b>1,966,076,090</b>	<b>1,963,959,696</b>	<b>1,670,939</b>	<b>445,455</b>
<b>Financial liabilities</b>				
Payment dividends	61,822,897	61,822,897	-	-
Other financial liabilities	6,205,117	6,205,117	-	-
<b>Total financial liabilities</b>	<b>68,028,014</b>	<b>68,028,014</b>	-	-
<b>December 31st 2019</b>				
<b>Financial assets</b>				
Cash and cash equivalents	13,946,292	12,305,028	1,640,065	1,199
Deposits placed in banks	49,351,648	48,897,593	-	454,055
Financial assets measured at fair value through other comprehensive income	2,276,607,625	2,276,607,625	-	-
Financial assets assessed at fair value through profit or loss account	3,551,796	3,551,796	-	-
Loans and receivables	31,795,265	31,795,265	-	-
Other financial assets	2,154,521	2,154,521	-	-
<b>Total financial assets</b>	<b>2,377,407,147</b>	<b>2,375,311,828</b>	<b>1,640,065</b>	<b>455,254</b>

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**4. Management of significant risks (continued)****a) Market risk (continued)****Financial liabilities**

Payment dividends	46,244,022	46,244,022	-	-
Other financial liabilities	6,492,351	6,492,351	-	-
<b>Total financial liabilities</b>	<b>52,736,373</b>	<b>52,736,373</b>	-	-

- **Interest rate risk**

Interest rate risk is the current or future risk of a negative impact on profits and capital as a result of adverse changes in interest rates. The factors that define this type of market risk are a wide range of interest rates corresponding to a variation of markets, currencies and maturities for which the Company holds positions. The interest rate directly influences the income and expenses attached to variable interest-bearing financial assets and liabilities.

Most assets in the portfolio are not interest-bearing. Consequently, the Company is not significantly affected by interest rate risk. Interest rates on cash and cash equivalents are short-term.

In order to benefit from interest rate volatility, for greater flexibility in the policy of allocating cash, it will be sought that the placement of cash in monetary instruments be done especially in the short term, of 1-3 months.

The following table summarizes the Company's exposure to interest rate risk.

*In lei*

	<b>Accounting value</b>	<b>Under 3 months</b>	<b>Between 3 and 12 months</b>	<b>Without interest</b>
<b>September 30th 2020</b>				
<b>Financial assets</b>				
Cash and cash equivalents	11,719,729	-	-	11,719,729
Deposits placed in banks	1,416,573	1,416,573	-	-
Financial assets measured at fair value through other comprehensive income	1,949,278,095	-	-	1,949,278,095
Financial assets assessed at fair value through profit or loss account	3,268,783	-	-	3,268,783
Loans and receivables	172,660	-	-	172,660
Other financial assets	220,250	-	-	220,250
<b>Total financial assets</b>	<b>1,966,076,090</b>	<b>1,416,573</b>	-	<b>1,964,659,517</b>
<b>Financial liabilities</b>				
Payment dividends	61,822,897	-	-	61,822,897
Other financial liabilities	6,205,117	-	-	6,205,117
<b>Total financial liabilities</b>	<b>68,028,014</b>	-	-	<b>68,028,014</b>

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**4. Management of significant risks (continued)****a) Market risk (continued)**

<i>In lei</i>	Accounting value	Under 3 months	Between 3 and 12 months	Without interest
<b>December 31st 2019</b>				
<b>Financial assets</b>				
Cash and cash equivalents	13,946,292	-	-	13,946,292
Deposits placed in banks	49,351,648	49,351,648	-	-
Financial assets measured at fair value through other comprehensive income	2,276,607,625	-	-	2,276,607,625
Financial assets assessed at fair value through profit or loss account	3,551,796	-	-	3,551,796
Loans and receivables	31,795,265	-	-	31,795,265
Other financial assets	2,154,521	-	-	2,154,521
<b>Total financial assets</b>	<b>2,377,407,147</b>	<b>49,351,648</b>	-	<b>2,328,055,499</b>
<b>Financial liabilities</b>				
Payment dividends	46,244,022	-	-	46,244,022
Other financial liabilities	6,492,351	-	-	6,492,351
<b>Total financial liabilities</b>	<b>52,736,373</b>	-	-	<b>52,736,373</b>

**b) Credit risk**

Credit risk is the Company's risk of incurring losses due to the insolvency of its debtors.

Credit risk expresses the possibility that debtors or issuers will not meet their obligations at maturity, due to the deterioration of the borrower's financial situation and insolvency or due to the general situation of the economy. Credit risk arises in relation to any type of debt.

The risk of insolvency of an issuer expresses the possibility of the inability to meet all outstanding obligations as a result of the loss-making of previous and uncovered financial years, leading to the full depletion of equity. The indicators used to measure the insolvency risk of issuers are the following: exposure rate to issuers with high risk of bankruptcy (in the next 2 years), exposure rate to unlisted issuers, exposure rate by business sectors.

In the case of the Company, the credit risk is mostly determined by the exposures on assets of the "shares" type, which represent 98.56% of the managed assets, assessed according to the legal provisions.

The credit risk assessment is made in two stages, both before the investment operations and after the approval and effective realization of the operations, following the evolution of the assets to take adequate measures in case of items that may lead to the deterioration of the companies' economic activity. and in extreme cases, upon their insolvency.

These risks are constantly monitored so that the Company does not suffer losses due to the concentration of credit in a certain sector or field of activity.

The maximum exposure to credit risk on September 30th 2020 is 13,233,473 lei (December 31st 2019: 95,015,758 lei) and can be analyzed in the following data.

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**4. Management of significant risks (continued)****b) Credit risk (continued)**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Deposits placed in banks	13,115,202	63,243,662
Other assets	118,271	31,772,096
<b>TOTAL</b>	<b>13,233,473</b>	<b>95,015,758</b>

Exposure to current accounts and deposits with banks (excluding interest attached)

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
RAIFFEISEN BANK	7,670,846	11,221,174
TRANSILVANIA BANK	1,299,742	18,791,977
BANCA COMERCIALĂ ROMÂNĂ BANK	4,142,486	33,228,168
BRD – GSG BANK	646	862
EXIMBANK	1,482	1,481
<b>Total</b>	<b>13,115,202</b>	<b>63,243,662</b>

Other assets

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Dividends receivable	21,578	21,578
Other miscellaneous debtors and trade receivables	828,909	32,486,428
Provisions established for the depreciation of other financial assets	(732,216)	(735,910)
<b>Total</b>	<b>118,271</b>	<b>31,772,096</b>

**c) Liquidity risk**

The company seeks to maintain a level of liquidity appropriate to its underlying obligations, based on an assessment of the relative liquidity of the assets on the market, considering the period required for liquidation and the price or value at which those assets can be liquidated, as well as their sensitivity to market risks or other external factors.

The company must hold liquid assets, the total value of which covers the difference between liquidity outflows and liquidity inflows, so as to ensure that the company maintains levels of liquidity reserves that are adequate to deal with any imbalances between inflows and liquidity outflows in crisis situations.

The company constantly monitors the liquidity profile of the portfolio, analyzing the impact of each asset on liquidity, adopting a prudent policy on cash outflows, constantly assessing the quantitative and qualitative risks of the positions held and the investments expected to be made.

We estimate that this risk is average, correlated with the liquidity of the Romanian capital market.

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(all amounts are expressed in lei, unless otherwise specified)

**4. Management of significant risks (continued)****c) Liquidity risk (continued)**

The structure of liquid assets and liabilities is analyzed in the following table:

*In lei*

	Accounting value	Under 3 months	Between 3 and 12 months	No default maturity
<b>September 30th 2020</b>				
<b>Financial assets</b>				
Cash and cash equivalents	11,719,729	-	-	11,719,729
Deposits placed with banks	1,416,573	1,416,573	-	-
Financial assets measured at fair value through other comprehensive income	1,949,278,095	-	-	1,949,278,095
Financial assets measured at fair value through profit or loss	3,268,783	-	-	3,268,783
Loans and receivables	172,660	-	-	172,660
Other financial assets	220,250	-	-	220,250
<b>Total financial assets</b>	<b>1,966,076,090</b>	<b>1,416,573</b>	-	<b>1,964,659,517</b>
<b>Financial liabilities</b>				
Payment dividends	61,822,897	61,822,897	-	-
Other financial liabilities	6,205,117	6,205,117	-	-
<b>Total financial liabilities</b>	<b>68,028,014</b>	<b>68,028,014</b>	-	-

*In lei*

	Accounting value	Under 3 months	Between 3 and 12 months	No default maturity
<b>December 31st 2019</b>				
<b>Financial assets</b>				
Cash and cash equivalents	13,946,292	-	-	13,946,292
Deposits placed with banks	49,351,648	49,351,648	-	-
Financial assets measured at fair value through other comprehensive income	2,276,607,625	-	-	2,276,607,625
Financial assets measured at fair value through profit or loss	3,551,796	-	-	3,551,796
Loans and receivables	31,795,265	-	-	31,795,265
Other financial assets	2,154,521	-	-	2,154,521
<b>Total financial assets</b>	<b>2,377,407,147</b>	<b>49,351,648</b>	-	<b>2,328,055,499</b>
<b>Financial liabilities</b>				
Payment dividends	46,244,022	46,244,022	-	-
Other financial liabilities	6,492,351	6,492,351	-	-
<b>Total financial liabilities</b>	<b>52,736,373</b>	<b>52,736,373</b>	-	-

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

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*(all amounts are expressed in lei, unless otherwise specified)*

#### **4. Management of significant risks (continued)**

##### **d) Tax risk**

Starting with the date of Romania's accession to the European Union, the Company had to comply with EU tax regulations and implement the changes brought by European legislation. The manner in which the Company has implemented these changes remains open to fiscal audit for five years.

The Company's management considers that it has correctly interpreted the legislative provisions and recorded correct values for taxes, fees and other debts to the state, but even in these conditions, there is a certain risk attached.

The Romanian tax system is subject to various interpretations and permanent changes. In certain situations, the tax authorities may adopt different interpretations of tax matters from the Company and may calculate interest and penalties.

Tax returns may be subject to control and review for a period of five years, generally after the date of their submission.

The Government of Romania has a significant number of agencies authorized to control companies operating in Romania. These controls are similar to tax audits in other countries and may cover not only tax issues but also other legal and regulatory issues of interest to these agencies. It is possible that the Company will be subject to tax controls as new tax regulations are issued.

##### **e) Economic risk**

This risk is extremely important, through the direct effect on the Company's activity, as well as indirectly, through the companies in which the shares are held.

The Romanian economy continues to present the specific features of an emerging economy and there is a significant degree of uncertainty regarding the development of the political, economic and social environment.

The Romanian economy is still a fragile economy and is affected by the evolution of other economies, especially the EU countries, which are the main business partners for our country.

The year 2020, according to analysts' estimates, will be a complicated one, marked by economic and political volatility. The main factors leading to this climate are the US presidential elections in the fall of 2020, trade tensions but also restrictive economic policies that try to find solutions to tax companies in technology.

The global economy will slow down. Increasing trade tensions will lead to a slowdown in the economic growth of large economies such as the US, Europe and China, which will negatively affect the economies of other states.

To this will be added the financial pressures on the health system as a result of the aging population, inequalities of wealth both between citizens of the same state and between states.

The current COVID 19 pandemic is the worst health crisis of the modern era. And even if kept under control, it will cause a major global economic crisis that is believed to be more severe than in 2008.

These changes also have an impact on economic development. In Romania, there is also a high political risk.

We estimate that the risk related to the economic environment to which the Company is exposed is moderate (medium).

##### **f) Operational risk**

Operational risk is defined as the risk of loss or loss of estimated profits due to internal factors, such as inadequate internal activities, inadequate staffing or systems, or external factors such as change. economic conditions, legislative changes on the capital market, socio-political events.

Operational risk refers to losses resulting from acts undertaken (or negligence) in carrying out business activities. Operational risk is assimilated to legal risk.

The company manages operational risk by identifying, estimating, monitoring and controlling risks.

***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

***Selected explanatory notes to the simplified interim individual financial statements***

***as of September 30th, 2020***

*(all amounts are expressed in lei, unless otherwise specified)*

**4. Management of significant risks (continued)**

**f) Operational risk (continued)**

The functional departments within the Company are responsible for the preliminary analysis of the operational risks arising in their area of activity.

Responsibility for monitoring the implementation of control measures, their effectiveness, and reassessment of identified risks rests with the risk manager who informs senior management and the Board of Directors of operational risk events notified during the reporting period and the state of implementation of management and monitoring measures. theirs.

It should be emphasized that, in operational risk management, it is not the models and techniques that are most important, but the attitude towards risk, which is formed over time and is an aspect of the organizational culture.

The objective of the Company is to manage the operational risk so as to limit the financial losses, to fulfill the main directions of action established by the Investment Strategy, namely to increase the value of the company's assets through investments made especially in shares listed on the Romanian capital market. generate benefits for investors through the dividend policy.

**g) Capital adequacy**

The Company's equity consists of the share capital, the reserves created, the current result and the carried forward result. As of September 30th 2020, the Company's equity is 1,800,020,012 lei (December 31st 2019: 2,180,958,784 lei).



**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Selected explanatory notes to the simplified interim individual financial statements**

as of September 30th, 2020

(all amounts are expressed in lei, unless otherwise specified)

**5. Assets and financial liabilities****Accounting classifications and fair values**

The accounting values and fair values of financial assets and liabilities are presented as of September 30th, 2020, as follows:

<i>In lei</i>	Fair value by other items of the comprehensive income	Fair value by profit or loss account	Amortised cost	Net accounting value	Fair value
Cash and cash equivalents	-	-	11,719,729	11,719,729	11,719,729
Deposits placed in banks	-	-	1,416,573	1,416,573	1,416,573
Financial assets assessed at Fair value by other items of the comprehensive income	1,949,278,095	-	-	1,949,278,095	1,949,278,095
Financial assets assessed at Fair value by profit or loss account	-	3,268,783	-	3,268,783	3,268,783
Other financial assets	-	-	392,910	392,910	392,910
<b>Financial liabilities</b>	<b>1,949,278,095</b>	<b>3,268,783</b>	<b>13,529,212</b>	<b>1,966,076,090</b>	<b>1,966,076,090</b>
Payment dividends	-	-	61,822,897	61,822,897	61,822,897
Other financial liabilities	-	-	6,205,117	6,205,117	6,205,117
<b>Total financial liabilities</b>	-	-	<b>68,028,014</b>	<b>68,028,014</b>	<b>68,028,014</b>

The accounting values and fair values of financial assets and liabilities are presented as of December 31st 2019, as follows:

<i>In lei</i>	Fair value by other items of the comprehensive income	Fair value by profit or loss account	Amortised cost	Net accounting value	Fair value
Cash and cash equivalents	-	-	13,946,292	13,946,292	13,946,292
Deposits placed in banks	-	-	49,351,648	49,351,648	49,351,648
Financial assets assessed at Fair value by other items of the comprehensive income	2,276,607,625	-	-	2,276,607,625	2,276,607,625
Financial assets assessed at Fair value by profit or loss account	-	3,551,796	-	3,551,796	3,551,796
Other financial assets	-	-	33,949,786	33,949,786	33,949,786
<b>Financial liabilities</b>	<b>2,276,607,625</b>	<b>3,551,796</b>	<b>97,247,726</b>	<b>2,377,407,147</b>	<b>2,377,407,147</b>
Payment dividends	-	-	46,244,022	46,244,022	46,244,022
Other financial liabilities	-	-	6,492,351	6,492,351	6,492,351
<b>Total financial liabilities</b>	-	-	<b>52,736,373</b>	<b>52,736,373</b>	<b>52,736,373</b>

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **6. Income from dividends**

Dividend income is recorded at gross value. Dividend tax rates for the reporting period ended as of September 30th, 2020 were 5% and zero (2019: 5% and zero).

Dividend income, mainly by contributors, is as follows:

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
OMV PETROM S.A. Bucharest	22,094,291	19,633,816
ANTIBIOTICE S.A. Iași	3,820,609	1,267,744
S.N.T.G.N. TRANSGAZ S.A. Mediaș	3,764,021	5,270,116
S.N.G.N. ROMGAZ S.A.	3,624,439	7,600,780
UNIVERS S.A. Rm.Vâlcea	2,153,257	1,703,805
FLAROS S.A. Bucharest	1,874,753	949,710
VOLTALIM S.A. Craiova	1,619,330	-
TURISM FELIX S.A. Băile Felix	1,451,900	1,336,898
C.N.T.E.E. TRANSELECTICA S.A. Bucharest *	1,301,668	2,467,745
MERCUR S.A. Craiova	881,000	781,532
IAMU S.A. Blaj	793,372	595,021
ȘANTIERUL NAVAL ORȘOVA S.A.	768,081	704,074
ELECTROMAGNETICA S.A. Bucharest	706,871	706,870
BURSA DE VALORI BUCUREȘTI S.A.	315,496	432,030
COMPLEX HOTELIER DÂMBIVIȚA S.A. Târgoviște	245,450	-
PROVITAS S.A. Bucharest	182,723	48,351
DEPOZITARUL CENTRAL S.A. Bucharest	58,601	77,995
BRD-GROUPE SOCIETE GENERALE S.A. Bucharest	-	46,359,520
BANCA TRANSILVANIA S.A.	-	35,010,273
SIF MOLDOVA S.A.	-	114,590
ELBA S.A. Timisoara	-	87,211
RELEE S.A. Medias	-	13,159
<b>TOTAL</b>	<b>45,655,862</b>	<b>125,161,240</b>

\* Additional dividends for the financial year 2017, distributed by the Ordinary General Meeting of Shareholders of C.N.T.E.E. Transelectrica S.A. Bucharest from December 14, 2018, with the ex-date of January 3, 2019.

#### **7. Income from interests**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Interest income on bank deposits	207,771	655,339
Interest income related to current bank accounts	1	1
<b>Total</b>	<b>207,772</b>	<b>655,340</b>

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Selected explanatory notes to the simplified interim individual financial statements***as of September 30th, 2020**(all amounts are expressed in lei, unless otherwise specified)***8. Other operating income**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Financial income from adjustments for impairment of financial assets	-	-
Income from provisions for impairment of current assets	3,694	-
Other income from exploitation	63,360	72,960
Other financial income	17,046	16,663
Income from deferred tax	-	-
<b>Total</b>	<b>84,100</b>	<b>89,623</b>

**9. Commissions, fees and administration and supervision fees**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Fee expenses due to SSIFs for share transactions	262,052	206,959
Fee expenses due for shareholder registry services	107,100	107,100
Expenses regarding commissions with the deposit company	313,029	317,913
BVB expenses	661	24,990
Fee expenses due to capital market entities (F.S.A.)	1,126,831	1,234,895
Audit fee expenses (IT)	24,516	39,333
Other expenses related to commissions, fees and dues	64,076	116,313
<b>Total</b>	<b>1,898,265</b>	<b>2,047,503</b>

**10. Other operational expenses**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Expenses with taxes and fees	161,052	192,172
Expenses with salaries and other staff	5,769,524	10,912,581
Expenses with depreciation, provisions and value adjustments	424,155	434,436
Expenses with external benefits	764,022	581,321
Interest expenses	121,516	-
<b>Total</b>	<b>7,240,269</b>	<b>12,120,510</b>

**Salary and similar expenses**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Salary expenses	5,627,695	10,618,899
Expenses on insurance and social protection	141,829	293,682
Other salary expenses according to court decisions	-	-
<b>Total</b>	<b>5,769,524</b>	<b>10,912,581</b>

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Selected explanatory notes to the simplified interim individual financial statements***as of September 30th, 2020**(all amounts are expressed in lei, unless otherwise specified)***10. Other operational expenses (continued)**

The number of employees by staff categories is as follows:

	September 30th 2020	September 30th 2019
Staff with a mandate agreement	2	2
Employees with higher education	28	29
Employees with high school	13	13
Employees with general education	3	3
<b>Total</b>	<b>46</b>	<b>47</b>

As of September 30th 2020, the average number of employees was 44 (September 30th 2019: 44), and the number of registered employees as of September 30th, 2020 was 44 (September 30th 2019: 45).

The company makes payments to Romanian state institutions on behalf of the pensions of its employees.

All employees are members of the pension plan of the Romanian state. The company does not operate any other pension or post-retirement benefit plans and therefore has no other pension obligations. Moreover, the Company is not obliged to offer additional benefits to employees after retirement.

Other operating expenses include expenses with other taxes and fees, expenses with external benefits and expenses with depreciation, provisions and value adjustments.

The situation of the provisions set up is as follows:

	Balance as of January 1 <sup>st</sup> , 2020	Entries (constitution)	Exits (resume)	Balance as of September 30th, 2020
Forecasts for litigation	272,650			272,650
Provisions for employee incentives and premiums payable	5,519,817			5,519,817
<b>Total</b>	<b>5,792,467</b>	<b>0</b>	<b>0</b>	<b>5,792,467</b>

**11. Income tax****Reconciling the profit before tax with the expense with the profit tax in the profit or loss account**

<i>In lei</i>	September 30th 2020	September 30th 2019
<b>Current profit tax</b>	-	<b>1.003.592</b>
Dividend tax	1,557,926	5,852,702
Deferred income tax expense	-	-
Total income tax recognized in profit or loss for the year	1,557,926	6,856,294
<b>Profit before tax</b>	<b>36,546,481</b>	<b>124,332,561</b>
Tax in accordance with the statutory rate of 16%	5,847,437	19,893,210
<b>The effect on corporate income tax of:</b>		
Non-deductible expenses	869,685	2,017,082
Non-taxable income	(7,305,529)	(20,906,700)
Tax losses from current activity	588,407	-
Dividend tax rate	1,557,926	5,852,702
Amounts representing sponsorships within legal limits	-	-
Records and resumes of temporary differences	-	-
<b>Income tax</b>	<b>1,557,926</b>	<b>6,856,294</b>

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**12. Cash and cash equivalents**

<i>In lei</i>	September 30th 2020	December 31st 2019
Cash in the cashier	5,066	1,457
Current accounts in banks	11,698,798	13,935,071
Cash equivalents	15,865	9,764
<b>Total cash and cash equivalents</b>	<b>11,719,729</b>	<b>13,946,292</b>

Current accounts opened with banks are permanently available to the Company and are not restricted.

**13. Deposits placed with banks**

<i>In lei</i>	September 30th 2020	December 31st 2019
Bank deposits at sight	1,416,404	49,308,592
Attached receivables	169	43,056
<b>Total deposits placed with banks</b>	<b>1,416,573</b>	<b>49,351,648</b>

**14. Financial assets***Financial assets measured at fair value through other comprehensive income* is as follows:

<i>In lei</i>	September 30th 2020	December 31st 2019
Listed shares assessed at fair value	1,796,534,422	2,121,087,477
Unlisted shares assessed at fair value	152,743,673	155,520,148
Shares assessed at cost	-	-
<b>Total</b>	<b>1,949,278,095</b>	<b>2,276,607,625</b>

• *Financial assets measured at fair value through profit or loss (units of fund)*

<i>In lei</i>	September 30th 2020	December 31st 2019
BT INDEX Romania Open-End Investment Fund	2,244,750	2,403,160
Napoca Open-End Investment Fund	225,683	237,349
Transilvania Open-End Investment Fund	376,558	417,928
Tehnoglobinvest Open-End Investment Fund	421,792	493,359
<b>Total</b>	<b>3,268,783</b>	<b>3,551,796</b>

The movement of financial assets in the reporting period ended as of September 30th, 2020 is presented in the following table:

<i>In lei</i>	Assessed shares at fair value	Assessed shares at cost	Fund units	Total
<b>January 1st, 2020</b>	<b>2,276,607,625</b>	-	<b>3,551,796</b>	<b>2,280,159,421</b>
Purchases	7,861,986	-	-	7,861,986
Sales (cost)	(45,983,210)	-	-	(45,983,210)
Fair value modification	(289,208,306)	-	(283,013)	(289,491,319)
<b>September 30th 2020</b>	<b>1,949,278,095</b>	-	<b>3,268,783</b>	<b>1,952,546,878</b>

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

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#### **14. Financial assets (continued)**

The entries of shares in the current period in the amount of 7,861,986 lei mainly include the purchase of shares on the capital market at BRD Groupe Societe Generale (2.6 million lei), Banca Transilvania (2.5 million lei), Dairy products Nature (2 million lei), Antibiotice Iași (0.5 million lei), etc. The sales of shares in the current period amount to 45,983,210 lei and represent the cost of shares out of the Company's portfolio: Prodplast (11.5 million lei), OMV Petrom (31.2 million lei), BANCA transilvania (1, 5 mil. Lei), SIF Moldova (1.2 million lei), BT Asset Management SAI (0.6 million lei).

The movement of financial assets during the reporting period ended December 31st 2019 is presented in the following table:

<i>In lei</i>	<b>Assessed shares at fair value</b>	<b>Assessed shares at cost</b>	<b>Fund units</b>	<b>Total</b>
<b>January 1st, 2019</b>	<b>1,478,457,359</b>	-	<b>2,732,940</b>	<b>1,481,190,299</b>
Achiziții	366,114,019	-	-	366,114,019
Vânzări (cost)	(66,977,018)	-	-	(66,977,018)
Modificarea valorii juste	499,013,265	-	818,856	499,832,121
<b>December 31st 2019</b>	<b>2,276,607,625</b>	<b>0</b>	<b>3,551,796</b>	<b>2,280,159,421</b>

The inflows of shares during 2019 amount to 366,114,019 lei mainly include the purchase of shares on the capital market at Banca Transilvania (204.1 million lei), BRD Groupe Societe Generale (86.1 million lei), SIF Banat-Crișana (36.9 million lei), S.N.G.N. Romgaz (20.7 million lei), Antibiotice Iasi (11.6 million lei), S.E. Electrica (3.7 million lei), OMV Petrom (2.7 million lei).

The sales of shares during 2019 are in the amount of 66,977,018 lei and represent the cost of the shares out of the portfolio of the respective Company: S.E. Electica (41.3 million lei), TMK Artrom Slatina (16.3 million lei), Oțelinox Târgoviște (5.1 million lei), S.I.F. Moldova (3.6 million lei) and at Contactoare Buzau (0.6 million lei).

The net gain from the sale of financial assets measured at fair value through other comprehensive income was recorded in retained earnings in accordance with IFRS 9 and is as follows:

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
The value of sales of financial assets measured at fair value through other comprehensive income	102,095,002	74,224,952
The cost of sold financial assets measured at fair value through other comprehensive income	(45,983,210)	(60,883,978)
Income tax related to sales of financial assets recorded in retained earnings	(7,722,286)	(3,530,519)
<b>Net gain from the sale of financial assets reflected in retained earnings</b>	<b>48,389,506</b>	<b>9,810,455</b>

The fair value as of September 30th 2020 of the first 10 issuers present in the portfolio represents 80.67% of the value of the total assets of the Company and is presented as follows:

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(all amounts are expressed in lei, unless otherwise specified)

**14. Financial assets (continued)**

No.	Issuer	Fair value	Percentage in total asset	Percentage in net asset
1	BANCA TRANSILVANIA S.A. Cluj-Napoca	510,149,437	25,7948	26,6877
2	BRD GROUPE SOCIETE GENERALE S.A. Bucharest	372,479,497	18,8338	19,4857
3	OMV PETROM S.A. Bucharest	192,309,669	9,7238	10,0604
4	MERCUR S.A. Craiova	113,677,376	5,7479	5,9469
5	FLAROS S.A. Bucharest	85,103,910	4,3031	4,4521
6	SNTGN TRANSGAZ Mediaș	69,100,324	3,4939	3,6149
7	SNGN ROMGAZ S.A. Mediaș	64,046,754	3,2384	3,3505
8	ANTIBIOTICE S.A. Iași	63,933,101	3,2327	3,3446
9	CNTEE TRANSELECTRICA Bucharest	63,185,126	3,1948	3,3054
10	ARGUS S.A. Constanța	61,530,911	3,1112	3,2189
	<b>TOTAL</b>	<b>1,595,516,105</b>	<b>80,6744</b>	<b>83,4671</b>

The fair value on December 31st 2019 of the first 10 issuers present in the portfolio represents 79.59% of the value of the total assets of the Company and is as follows:

No.	Issuer	Fair value	Percentage in total asset	Percentage in net asset
1	BANCA TRANSILVANIA S.A. Cluj-Napoca	586,807,529	24,5607	25,0910
2	BRD GROUPE SOCIETE GENERALE S.A. Bucharest	450,997,177	18,8764	19,2840
3	OMV PETROM S.A. Bucharest	325,048,719	13,6049	13,8986
4	MERCUR S.A. Craiova	127,887,048	5,3527	5,4683
5	SNTGN TRANSGAZ Mediaș	87,591,960	3,6661	3,7453
6	SNGN ROMGAZ S.A. Mediaș	83,519,668	3,4957	3,5712
7	FLAROS S.A. Bucharest	65,986,365	2,7618	2,8215
8	ANTIBIOTICE S.A. Iași	64,456,159	2,6978	2,7561
9	ARGUS S.A. Constanța	55,656,101	2,3295	2,3798
10	CNTEE TRANSELECTRICA Bucharest	53,558,208	2,2417	2,2901
	<b>TOTAL</b>	<b>1,901,508,934</b>	<b>79,5873</b>	<b>81,3059</b>

- **Hierarchy of fair values**

For the calculation of the fair value for equity instruments (shares), the Company uses the following hierarchy of methods:

- Level 1: quoted (unadjusted) prices in active markets for identical assets and liabilities
- Level 2: entries other than quoted prices included in Level 1 that are observable for assets or liabilities, either directly (eg prices) or indirectly (eg price derivatives).
- Level 3: assessment techniques based largely on unobservable items. This category includes all instruments for which the assessment technique includes items that are not based on observable data and for which unobservable input parameters may have a significant effect on the assessment of the instrument.

<i>In lei</i>	September 30th 2020	December 31st 2019
Level 1	1,428,232,819	1,900,129,002
Level 2	344,485,115	203,868,009
Level 3	179,828,944	176,162,410
<b>Total</b>	<b>1,952,546,878</b>	<b>2,280,159,421</b>

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **14. Financial assets (continued)**

The fair value assessment of the participations (equity instruments - shares) held as of September 30th, 2020 was performed as follows:

- for securities listed and traded during the reporting period, the market value was determined considering the quotation on the last trading day (closing quotation on the main capital market for those listed on the regulated market - BVB, respectively the reference price for the alternative system - AERO for level 1, and for level 2 the quotations for the shares traded in the last 30 trading days are taken);
- for listed securities that have not been traded in the last 30 days of the reporting period, as well as for unlisted securities, the market value is determined as it results from the entity's last approved yearly financial statement;
- for securities issued by credit institutions not admitted to trading, the assessment is made at the book value per share calculated based on the value of equity included in the monthly reports submitted to the NBR;
- for securities not admitted to trading on a regulated market or in an alternative trading system in Romania issued by issuers in which holdings of more than 33% of the share capital are held, they are assessed exclusively in accordance with International Assessment Standards based on a assessment report updated at least yearly;
- for securities related to companies in insolvency proceedings or reorganization, the assessment is made at zero;

The participation titles issued by the mutual fund are assessed considering the last unit value of the net asset, calculated and published.

Starting with January 1st, 2018, the Company applied the provisions of IFRS 9 "Financial Instruments". The financial statements for 2017 have not been adjusted, the Company considers that there are no major differences between IFRS 9 and IAS 39 in the sense that the fair value assessment through other items of the overall result exists in both standards.

#### **15. Loans and receivables**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Trade receivables	52,922	31,759,932
Debtors	797,565	748,074
Receivables in connection with the state budget and the social insurance budget	8,633	21,034
Other receivables	45,756	2,135
Receivables impairment adjustments	(732,216)	(735,910)
<b>TOTAL</b>	<b>172,660</b>	<b>31,795,265</b>

#### **16. Real-estate investment**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
<b>Balance at January 1st</b>	<b>631,919</b>	<b>555,001</b>
Real estate investment assessment	-	76,918
<b>Balance at end of period</b>	<b>631,919</b>	<b>631,919</b>

The last assessment of the real estate investments held was performed on December 31st 2019. The differences in the assessment were recorded in the profit or loss account. The assessment was performed by an authorized assessor, respectively LERO ADVANCED CONSULTING S.R.L. Craiova, corporate member ANEVAR with number 0016, according to contract no. 193325/13 December 2019.



**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Selected explanatory notes to the simplified interim individual financial statements***as of September 30th, 2020**(all amounts are expressed in lei, unless otherwise specified)***17. Other assets**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Intangible assets	1,793	2,430
Other fixed assets	54,961	2,068,486
Inventories	17,312	12,487
Prepayments	146,184	71,118
<b>TOTAL</b>	<b>220,250</b>	<b>2,154,521</b>

**18. Payment dividends**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Payment dividends afferent to the year 2013	644,649	644,649
Payment dividends afferent to the year 2014	484,064	484,065
Payment dividends afferent to the year 2015	593,572	593,576
Payment dividends afferent to the year 2016	12,484,834	12,550,451
Payment dividends afferent to the year 2017	9,930,714	10,030,584
Payment dividends afferent to the year 2018	21,563,645	21,940,697
Payment dividends afferent to the year 2019	16,121,419	-
<b>Total payment dividends</b>	<b>61,822,897</b>	<b>46,244,022</b>

**19. Debts with taxes and fees**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Debts related to the Social Insurance Budget	230,698	234,557
Debts related to the State Budget	3,699,335	3,318,559
Other debts with taxes and fees	-	-
<b>Total</b>	<b>3,930,033</b>	<b>3,553,116</b>

**SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.****Selected explanatory notes to the simplified interim individual financial statements***as of September 30th, 2020**(all amounts are expressed in lei, unless otherwise specified)***20. Deferred income tax liabilities**

Deferred income tax liabilities are determined by the following items:

<i>In lei</i>	Assets	Liabilities	Net	Tax
<b>September 30th 2020</b>				
Differences in the change in the fair value of financial assets measured at fair value through other comprehensive income	581,247,663		581,247,663	92,999,627
Reassessment of tangible assets	8,626,101		8,626,101	1,380,177
The carried forward result representing reassessment reserves made untaxed	2,168,662		2,168,662	346,987
The carried forward result representing unachieved untaxed reassessment reserves	4,287,027		4,287,027	685,925
The result carried forward representing unachieved untaxed reassessment reserves - real estate investments	359,751		359,751	57,561
Differences in changes in the fair value of financial assets measured at fair value through other comprehensive income - free shares in balance	45,445,712		45,445,712	7,271,314
Legal reserves	10,442,982		10,442,982	1,670,877
Other reserves - dividends prescribed under O.G.M.S. of 23 April 2005	6,551,528		6,551,528	1,048,245
Other reservations	980,658		980,658	156,907
The difference in the change in the fair value of financial assets measured by other items of the comprehensive income - hyperinflation	779,998		779,998	124,800
<b>TOTAL</b>	<b>660,890,082</b>		<b>660,890,082</b>	<b>105,742,420</b>
<b>December 31st 2019</b>				
Differences in the change in the fair value of financial assets measured at fair value through other comprehensive income	859,136,382		859,136,382	137,461,822
Reassessment of tangible assets	8,926,706		8,926,706	1,428,274
The carried forward result representing reassessment reserves made untaxed	2,098,632		2,098,632	335,782
The carried forward result representing unachieved untaxed reassessment reserves	4,172,577		4,172,577	667,613
The result carried forward representing unachieved untaxed reassessment reserves - real estate investments	359,751		359,751	57,561
Differences in changes in the fair value of financial assets measured at fair value through other comprehensive income - free shares in balance	56,765,299		56,765,299	9,082,448
Legal reserves	11,603,314		11,603,314	1,856,531
Other reserves - dividends prescribed under O.G.M.S. of 23 April 2005	6,551,528		6,551,528	1,048,245
Other reservations	980,658		980,658	156,907
The difference in the change in the fair value of financial assets measured by other items of the comprehensive income - hyperinflation	779,998		779,998	124,800
<b>TOTAL</b>	<b>951,374,845</b>		<b>951,374,845</b>	<b>152,219,983</b>

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **21. Other debts**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Staff debts	269,747	376,012
Trade debts	114,004	285,680
Diverse creditors	702	3,637
Income registered in advance	27,383	33,741
Provisions	5,792,467	5,792,467
Warranties received	814	814
Short-term bank credits	-	-
<b>Total other debts</b>	<b>6,205,117</b>	<b>6,492,351</b>

#### **22. Capital and reserves**

##### **Share capital**

The share capital according to the articles of incorporation of the Company has the value of 52,214,914.30 lei, is divided into 522,149,143 shares with a nominal value of 0.1 lei / share and is the result of direct subscriptions made to the share capital of the Company and by transformation into shares of the amounts due as dividends based on Law no. 55/1995 and through the effect of Law no. 133/1996.

The shares issued by the Company are traded on the Bucharest Stock Exchange - Premium Category (SIF5 market symbol).

The record of shares and shareholders is kept by Depozitarul Central S.A. Bucharest.

The Company's shares are ordinary, indivisible, registered, of equal value, issued in dematerialized form and grant equal rights to their holders. All shares were subscribed and paid in full as of September 30th, 2020 and December 31st 2019.

During 2020, the following events took place that lead to the decrease of the share capital:

- Based on Decision no. 3 of the Extraordinary General Meeting of Shareholders of April 25, 2018, the Company acquired a number of 19,622,585 treasury shares representing 3.3822% of the share capital. The purchase of the shares was made within the public quotation to buy shares issued by the Company, approved by the F.S.A. by Decision no. 66 / 16.1.2019.

The quotation had the following features:

- number of shares subject to the quotation: 19,622,585
- purchase price: 2.5 lei / share
- running period: January 28, 2019 - February 8, 2019
- the intermediary of the quotation: SSIF Voltinvest S.A.

The quotation was oversubscribed 13.2 times, the number of shares deposited within it being 259,476,324 shares representing 44.7245% of the share capital of the Company, which indicates the high interest of shareholders for such operations. The payment of the repurchased shares and the size of the related fund was from the available reserves. In accordance with Decision no. 6 of the Extraordinary General Meeting of Shareholders of November 18, 2019, the company's capital will be reduced by canceling the 19,622,585 shares. On July 1, 2020, the F.S.A. issued the Certificate of registration of financial instruments no. AC-419-2 / 01 July 2020 for the registration of the decrease of the share capital, as a result of the Decision A.G.E..A. from November 18, 2019. The share capital decreased by a number of 19,622,585 shares with a nominal value of 0.1 lei from the value of 58,016,571.4 lei (divided into 580,165,714 shares) to the value of 56,054,312 .90 lei (divided into 560,543,129 shares).

- In accordance with the Decision of the Extraordinary General Meeting of Shareholders of the Company no. 3 of November 18, 2019, it was approved to carry out a Share Repurchase Program under the following conditions:

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **22. Capital and reserves (continued)**

- the size of the program - the redemption of 38,393,986 treasury shares with a nominal value of 0.10 lei / share representing 6.6177% of the current share capital;
- the purchase price of the shares - the minimum purchase price will be 0.1 lei / share and the maximum price will be 2.75 lei / share;
- duration of the program - until February 15, 2020;
- the payment of the repurchased shares will be made from the distributable profit or from the available reserves of the company registered in the last approved yearly financial statement, except for the legal reserves registered in the 2018 financial statements, according to the provisions of art.103<sup>1</sup> letter. d) of Law no. 31/1990, regarding the companies, republished and modified;
- destination of the program - reduction of the share capital by canceling the repurchased shares.

The purchase of the shares was made within the public quotation to buy shares issued by the Company, approved by the F.S.A. by Decision no. 7 / 01.08.2020.

The quotation had the following features:

- the number of shares object of the quotation: 38,393,986 representing 105,583,461.50 lei;
- running period: January 16, 2020 - January 30, 2020;
- the intermediary of the quotation: SSIF Voltinvest S.A.

The quotation was oversubscribed 2.27 times, the number of shares deposited within it being 87,090,061 shares representing 15.0112% of the share capital of the Company.

The payment of the repurchased shares and the size of the related fund were made from the available reserves. On August 19, 2020, ASF issued the Certificate of registration of financial instruments no. AC-419-3 / 19 August 2020 for the registration of the decrease of the share capital, as a result of the EGMS Decision no. 10 of March 25, 2020. The share capital decreased by a number of 38,393,986 shares with a nominal value of 0.1 lei from the value of 56,054,312.9 lei (divided into 560,543,129 shares) to the value of 52,214.914.30 lei (divided into 522,149,143 shares).

● In accordance with the Decision of the Extraordinary General Meeting of Shareholders of the Company no. 8 of March 25, 2020, it was approved to carry out a Share Repurchase Program under the following conditions:

- the size of the program - redemption of 22,149,143 treasury shares with a nominal value of 0.10 lei / share representing 3.817727% of the current share capital;
- the purchase price of the shares - the minimum purchase price will be 0.1 lei / share and the maximum price will be 3 lei / share;
- duration of the program - until August 15, 2020;
- the payment of the repurchased shares will be made from the distributable profit or from the available reserves of the company registered in the last approved yearly financial statement, except for the legal reserves according to the 2019 financial statements, in accordance with the provisions of art. d) of Law no. 31/1990, regarding the companies, republished and modified;
- destination of the program - reduction of the share capital by canceling the repurchased shares.

The purchase of the shares was made within the public quotation to buy shares issued by the Company, approved by the F.S.A. by Decision no. 863 / 07.15.2020.

The quotation had the following features:

- the number of shares object of the quotation: 22,149,143 representing 60,910,143.25 lei;
- purchase price: 2.75 lei / share;
- running period: July 22, 2020 - August 4, 2020;
- the intermediary of the quotation: SSIF Voltinvest S.A.

The quotation was oversubscribed 8.78 times, the number of shares deposited within it being 194,486,516 shares representing 34.69608% of the share capital of the Company.

The payment of the repurchased shares and the size of the related fund were made from the available reserves. The share capital according to the articles of association is presented in the following table:

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Statory share capital	52,214,914	58,016,571

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### ***Selected explanatory notes to the simplified interim individual financial statements***

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **22. Capital and reserves (continued)**

As of September 30th, 2020 the number of shareholders was 5,735,286 (December 31st 2019: 5,737,167) which in the structure is as follows:

	<b>Number of shareholders</b>	<b>Number of shares</b>	<b>Amount (lei)</b>	<b>(%)</b>
<b>September 30th 2020</b>				
Resident natural entities	5,733,176	221,010,933	22,101,093	42.33
Non-resident natural entities	1,880	2,006,041	200,604	0.38
Total natural entities	5,735,056	223,016,974	22,301,697	42.71
Resident legal entities	193	227,179,006	22,717,901	43.51
Non-resident legal entities	37	71,953,163	7,195,316	13.78
Total legal entities	230	299,132,169	29,913,217	57.29
<b>Total September 30th 2020</b>	<b>5,735,286</b>	<b>522,149,143</b>	<b>52,214,914</b>	<b>100.00</b>
<b>December 31st 2019</b>				
Resident natural entities	5,735,061	228,611,605	22,861,160	39.40
Non-resident natural entities	1,870	1,659,314	165,931	0.29
Total natural entities	5,736,931	230,270,919	23,027,091	39.69
Resident legal entities	190	239,172,030	23,917,203	41.23
Non-resident legal entities	46	110,722,765	11,072,277	19.08
Total legal entities	236	349,894,795	34,989,480	60.31
<b>Total 2019</b>	<b>5,737,167</b>	<b>580,165,714</b>	<b>58,016,571</b>	<b>100.00</b>

#### ***Legal reserves***

The legal reserves are constituted according to the legal requirements in the amount of 5% of the profit registered according to the applicable accounting regulations up to the level of 20% of the value of the share capital, according to the constitutive act. The value of the legal reserve as of September 30th, 2020 is 11,603,314 lei (December 31st 2019: 11,603,314 lei). In the first three quarters of 2020 and in the financial year 2019, the Company did not constitute legal reserves from profit, reaching the ceiling of 20% of the share capital, according to the articles of association. Legal reserves cannot be distributed to shareholders.

#### ***Own shares***

As of September 30th, 2020 The company holds a number of 22,149,143 treasury shares, representing 4.24% of the share capital (December 31st 2019: 19,622,585) in a total value of 61,960,853 lei, of which 2,214,914 lei represents the value nominal value of the redeemed shares with which the share capital will be reduced.

The loss related to the redemption is in the amount of 59,745,939 lei and will be covered from the available reserves according to the GMS Decision.

In accordance with the Decisions of the Extraordinary General Meetings of Shareholders during 2020, the share capital was reduced in the first stage by 19,622,585 shares (from 58,016,571.4 lei to 56,054,312.90 lei), and in the second stage it was reduced with 38,393,986 shares (from 56,054,312.90 lei to 52,214,914.30 lei).

#### ***The difference between the change in the fair value of financial assets measured at fair value through other comprehensive income***

It includes the accumulated net changes in the fair values of financial assets measured at fair value through other comprehensive income, from the date of their classification in this category to derecognition or impairment.

The reserves from the assessment of financial assets valued at fair value through other items of the comprehensive income are recorded at net value of the related deferred tax and are as of September 30th, 2020 in the amount of 527,077,631 lei (December 31st 2019: 770,012,609 lei).

Deferred tax on these reserves is recorded on equity and deducted from the valuation reserves of financial assets measured at fair value through other comprehensive income.

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

**as of September 30th, 2020**

*(all amounts are expressed in lei, unless otherwise specified)*

#### **23. Other reserves**

<i>In lei</i>	<b>September 30th 2020</b>	<b>December 31st 2019</b>
Other reserves	632,424,325	712,024,674
<b>Total</b>	<b>632,424,325</b>	<b>712,024,674</b>

#### **24. Result per share**

<i>In lei</i>	<b>September 30th 2020</b>	<b>September 30th 2019</b>
Profit attributable to ordinary shareholders	34,988,555	117,476,267
Weighted average number of ordinary shares	522,149,143	580,165,714
<b>Basic earnings per share</b>	<b>0.0670</b>	<b>0.2025</b>

#### **25. Granted warranties**

At the reporting date, the Company has no guarantees given.

#### **26. Transactions and balances with parties in special relations**

The company identified in the course of its business the following parties in special relationships:

##### **Branches**

In accordance with the legislation in force as of September 30th, 2020, the Company holds control in a number of 12 issuers (December 31st 2019: 11 issuers). All subsidiaries of the Company as of September 30th, 2020 and December 31st 2019 are based in Romania. For them, the holding percentage is not different from the percentage of votes held.

<b>Company name</b>	<b>Percentage held as of September 30th, 2020 - % -</b>	<b>Percentage held as December 31st 2019 - % -</b>
COMPLEX HOTELIER DAMBOVITA S.A. Târgoviște	99.94	99.94
VOLTALIM S.A. Craiova	99.19	99.19
MERCUR S.A. Craiova	97.86	97.86
GEMINA TOUR S.A. Rm. Vâlcea	88.29	88.29
ARGUS S.A. Constanța	86.42	86.42
FLAROS S.A. Bucharest	81.07	81.07
CONSTRUCȚII FERROVIARE S.A. Craiova	77.50	77.50
UNIVERS S.A. Rm. Vâlcea	73.75	73.75
PROVITAS S.A Bucharest	70.28	70.28
TURISM PUCIOASA S.A. Dâmbovița	69.22	69.22
LACTATE NATURA S.A. Târgoviște	55.07	-
ALIMENTARA S.A. Slatina	52.24	52.24

## **SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**

### **Selected explanatory notes to the simplified interim individual financial statements**

as of September 30th, 2020

(all amounts are expressed in lei, unless otherwise specified)

## **26. Transactions and balances with parties in special relations (continued)**

### **Associated entities**

As of September 30th, 2020 The company held shares of over 20% but not more than 50% of the share capital in a number of 6 issuers (December 31st 2019: 8 issuers). All of them are based in Romania. For these issuers the holding percentage is not different from the percentage of the number of votes held.

The holdings in these issuers have not been qualified as associates, due to the fact that the Company does not exercise a significant influence in these companies.

Company name	Percentage held as	Percentage held as
	of September 30th, 2020	December 31st 2019
	- % -	- % -
LACTATE NATURA S.A. Târgoviște	-	40.38
SINTEROM S.A. Cluj-Napoca	31.88	31.88
ELECTRO TOTAL S.A. Botoșani*	29.86	29.86
TURISM FELIX S.A. Băile Felix	28.97	28.97
ȘANTIERUL NAVAL Orșova S.A.	28.02	28.02
TURISM LOTUS FELIX S.A. Băile Felix	27.46	27.46
PRODPLAST S.A. Bucharest	-	27.40
ELECTROMAGNETICA S.A. Bucharest	26.14	26.14

\* Company in judicial liquidation

### **Key management staff**

#### **September 30th 2020**

Members of the Board of Directors: Tudor Ciurezu - Chairman, Cristian Bușu - Vicepresident, Anina Radu, Radu Hanga (administrator until May 4, 2020, the date on which he resigned), Ana - Barbara Bobirca (administrator until May 15, 2020, date on which she resigned), Nicolae Stoian, Carmen Popa.

Senior management: Tudor Ciurezu - General Manager, Cristian Bușu - Deputy General Manager.

#### **December 31st 2019**

Members of the Board of Directors: Tudor Ciurezu - President, Cristian Bușu - Vicepresident, Anina Radu, Radu Hanga, Ana - Barbara Bobirca, Nicolae Stoian, Carmen Popa.

Senior management: Tudor Ciurezu - General Manager, Cristian Bușu - Deputy General Manager.

The company has no contractual obligations regarding the payment of pensions to former members of the Board of Directors and management and therefore has no accrued liabilities of this nature.

The company has not granted loans or advances (except for advances for travel in the interest of the service, justified in legal terms) to the members of the Board of Directors and management and has no accrued commitments of this nature.

The company did not receive or grant any guarantees in favor of any affiliated party.

## **27. Commitments and contingent liabilities**

### **Court actions**

As of September 30th 2020, there are a number of 53 litigations pending before the courts. The company had active procedural quality in 17 litigations, passive procedural quality in 30 litigations, in one case it has the quality of intervener, in one case it is called in guarantee, in 4 cases it is in insolvency procedure. In most of the litigations in which the Company has the quality of plaintiff, the object of the litigations is the cancellation / finding of the nullity of some decisions of the general meetings of the shareholders at the companies in the portfolio. The same is stated in the number of litigations in which he has the quality of defendant, they aim at the cancellation / finding of the nullity of some decisions of the general meetings of the Company's shareholders.

## ***SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.***

### ***Selected explanatory notes to the simplified interim individual financial statements***

***as of September 30th, 2020***

*(all amounts are expressed in lei, unless otherwise specified)*

#### **27. Commitments and contingent liabilities (continued)**

##### ***Environmental contingencies***

The company did not record any provision for future costs related to environmental items. Management does not consider the expenses associated with these items to be significant.

##### ***Transfer price***

Romanian tax legislation contains rules on transfer pricing between affiliates since 2000.

The current legislative framework defines the “market value” principle for related party transactions, as well as the methods of setting transfer pricing. As a result, it is expected that the tax authorities will initiate thorough checks on transfer pricing to ensure that the tax result is not distorted by the effect of prices in relations with related parties.

The company cannot quantify the result of such a verification.

#### **28. Events after the reporting date**

The main events in the Company's activity were:

- On October 12, 2020, the Ordinary General Meeting of Shareholders took place. The decisions adopted by the O.G.M.S. were brought to the attention of shareholders and investors by the publication of the Current Report no. 6152/13 October 2020 both on the BVB website and on the Company's website, Investors Information / Reports section, respectively Investor Information / General Meetings.
- On October 29, 2020, the Extraordinary General Meeting of Shareholders took place. The decisions adopted by the A.G.E.A. were brought to the attention of shareholders and investors by the publication of the Current Report no. 6454/29 October 2020 both on the BVB website and on the Company's website, Investors Information / Reports section, respectively Investor Information / General Meetings.
- On October 29, 2020, the Ordinary General Meeting of Shareholders took place. The decisions adopted by the O.G.M.S. were brought to the attention of shareholders and investors by publishing the Current Reports no. 6460/29 October 2020 and no. 6463/29 October 2020 both on the BVB website and on the Company's website, Investors Information / Reports section, respectively Investor Information / General Meetings.

At the date of presenting this report, the European capital markets and economies are affected by the effects of the pandemic with COVID - 19. The phenomenon is also present in Romania. The increase in the number of coronavirus cases in the last period risks compromising the economic recovery. The International Monetary Fund predicted in a report that stock markets and other risky assets could suffer a second collapse if the coronavirus pandemic (COVID-19) expands considerably, containment measures are reintroduced or trade tensions rise again as the number of infected people. An extensive wave of social turmoil in response to rising economic inequality could also affect investor confidence, IMF officials say.

The Board of Directors of the Company is aware that these developments may influence future activity, their effect on future results cannot be estimated.

The management constantly monitors the evolution of events and seeks to find the best measures to ensure business continuity.

Bușu Cristian  
Deputy General Manager

ec. Sichigea Elena  
Financial Manager



**ECONOMICAL -FINANCIAL INDICES****30.09.2020**

<b>Index</b>	<b>Formula</b>	<b>Result</b>
Current liquidity index	Current assets /Current debts	0.2015
Indebtedness index	Borrowed capital /Shareholders' equity x 100	-
	Borrowed capital / Capital employed x 100	-
Days sales outstanding	Average balance clients /Turnover x 270	-
Fixed assets turnover ratio	Turnover /Fixed assets	0.0237

Cristian BUȘU  
Deputy General Manager

ec. Elena SICHIGEA  
Financial Department Manager

ec. Viorica BĂLAN  
Compliance Officer

**Statement of assets and debts on 30/09/2020**

(it is filled in every month)

<b>Calculation modality of the net asset value (according to RNSC regulations no. 15/2004)</b>		<b>Value (lei)</b>
<b>1</b>	<b>FIXED ASSETS (rows 1.1 to 1.3)</b>	<b>191,530,087</b>
1.1	Intangible assets	1,793
1.2	Tangible assets	11,644,389
1.3	Financial assets, out of which:	179,883,905
1.3.1	Shares quoted	27,085,271
1.3.2	Shares not quoted	152,743,673
1.3.3	Government securities	0
1.3.4	Certificates of deposit	0
1.3.5	Bank deposits	0
1.3.6	Municipal bonds	0
1.3.7	Corporate bonds	0
1.3.8	Newly issued securities	0
1.3.9	Equity investments of OPCVM and/or AOPC	0
1.3.10	Shares entitled according to subscriptions to share capital increases	0
1.3.11	Other financial assets	54,961
<b>2</b>	<b>CURRENT ASSETS (row 2.1 to 2.4 + 2.5 to 2.9)</b>	<b>1,786,044,208</b>
2.1	Inventories	17,312
2.2	Receivables, out of which:	172,660
2.2.1	Dividends to be cashed	0
2.2.2	Other rights to receive	0
2.2.3	Other receivables	172,660
2.3	Liquid assets	11,719,729
2.4	Financial investments on short term, out of which:	1,772,717,934
2.4.1	Shares quoted	1,769,449,151
2.4.2	Shares not quoted	0
2.4.3	Municipal bonds	0
2.4.4	Corporate bonds	0
2.4.5	Equity investments of OPCVM and/or AOPC	3,268,783
2.4.6	Preference rights	0
2.5	Newly issued securities	0
2.6	Government securities	0
2.7	Bank deposits	1,416,573
2.8	Certificates of deposit	0
2.9	Other current assets	0
<b>3</b>	<b>DERIVATIVES</b>	<b>0</b>
<b>4</b>	<b>EXPENDITURES REGISTERED IN ADVANCE</b>	<b>146,184</b>
<b>5</b>	<b>TOTAL ASSET (rows. 1+2+3+4)</b>	<b>1,977,720,479</b>

**Statement of assets and debts on 30/09/2020**

(it is filled in every month)

<b>Calculation modality of the net asset value (according to RNSC regulations no. 15/2004)</b>		<b>Value (lei)</b>
<b>6</b>	<b>DEBTS AMOUNTS FALLING DUE WITHIN ONE YEAR (row 6.1 to 6.9)</b>	<b>66,138,197</b>
6.1	Loans from issue of bonds	0
6.2	Amounts due to credit institutions	0
6.3	Advances cashed in the account of customers	0
6.4	Commercial debts	114,004
6.5	Commercial bills to be paid	0
6.6	Amounts due to companies within the group	0
6.7	Amounts due regarding equity interests	0
6.8	Dividends or other rights to be paid, out of which:	61,822,897
6.8.1	Dividends to be paid	61,822,897
6.8.2	Amounts subscribed and not paid in the share capital increases of issuers	0
6.9	Other debts	4,201,296
<b>7</b>	<b>DEBTS AMOUNTS FALLING DUE AFTER MORE THEN ONE YEAR</b>	<b>105,742,420</b>
<b>8</b>	<b>PROVISIONS</b>	<b>5,792,467</b>
<b>9</b>	<b>INCOMES REGISTERED IN ADVANCE, out of which: (rows 9.1 to 9.2)</b>	<b>27,383</b>
9.1	Subsidies for investments	27,383
9.2	Incomes registered in advance	0
<b>10</b>	<b>SHAREHOLDERS EQUITY, out of which: (rows 10.1 to 10.8 - 10.9 - 10.10 - 10.11)</b>	<b>1,800,020,012</b>
10.1	Share capital subscribed and paid	52,214,914
10.2	Premium related to capital	0
10.3	Differences from revaluation	7,245,924
10.4	Reserves	644,027,639
10.5	Retained earnings	599,302,231
10.6	Result of the exercise	34,988,555
10.7	Other shareholders equity items	524,201,602
10.8	Items assimilated to capital	0
10.9	Profit allocation	0
10.10	Losses related to the issuance, repurchasing, sale, disposal free of charge or cancellation of the equity instruments	59,745,939
10.11	Own shares	2,214,914
<b>11</b>	<b>TOTAL LIABILITIES (rows 6+7+8+9+10)</b>	<b>1,977,720,479</b>
<b>12</b>	<b>NET ASSET (rows 5-6-9)</b>	<b>1,911,554,899</b>
<b>13</b>	<b>NUMBER OF SHARES ISSUED</b>	<b>522,149,143</b>
<b>14</b>	<b>NET ASSET VALUE PER SHARES (rows 12/13)</b>	<b>3.6609</b>

**Statement of assets and debts on 30/09/2020**

(it is filled in every month)

Calculation modality of the net asset value (according to RNSC regulations no. 15/2004)		Value (lei)
<b>15</b>	<b>Number of companies in the portfolio, out of which: (rows 15.1 to 15.3)</b>	<b>42</b>
15.1	Companies accepted to transaction on a regulated market	15
15.2	Companies accepted to transaction on an alternative transaction system	12
15.3	Companies not accepted to transaction	15
<b>16</b>	Companies where financial statements were not obtained *	<b>0</b>

\* According to art. 116 paragraph (2) of the F.S.A. Regulation no. 9 / 2014, the value of these companies considered in the calculation of the net asset is zero.

Statement certified by Depositary Raiffeisen Bank S.A.

Statement prepared based on the check balance determined under the Norm 39 of ASF/2015 for approval of the Accounting Regulations complying with IFRS (International Financial Reporting Standards) applicable to authorised entities, regulated and monitored by the ASF (Financial Supervisory Authority) from the Financial Instruments and Investment Sector.

Complying with the provisions of IFRS 9, applicable as from 01.01.2018, the results related to the transactions with financial assets evaluated at fair value through other items of the comprehensive income are reflected in retained earnings.

DEPUTY GENERAL MANAGER,  
Cristian Buşu

ECONOMIC MANAGER,  
Ec. Elena Sichigea

## Annex according to art. 38 paragraph (4) of Law no. 243/2019

Assets of the portfolio of SIF Oltenia S.A. assessed by valuation methods in line with International Valuation Standards *						
No.	Issuer name	Fiscal identification code	Number of shares held	No./date rap. Evaluation	Value	
					lei/share	total
1	PROVITAS BUCURESTI	7965688	35,139	3675/21.05.2020	174.9040	6,145,952
2	COMPLEX HOTELIER DAMBOVITA	10108620	1,753,217	3674/21.05.2020	4.6828	8,209,889
3	TURISM PUCIOASA	939827	1,010,599	3677/21.05.2020	5.1249	5,179,251
4	GEMINA TOUR RM.VILCEA	1477750	757,888	3676/21.05.2020	5.8321	4,420,066
5	VOLTALIM CRAIOVA	12351498	5,997,519	3678/21.05.2020	7.3272	43,944,997

\* The companies were valued based on the financial statements as of 31.12.2019 by the valuation method „Discounting net cash flows”.

DEPUTY GENERAL MANAGER,  
Cristian Bușu

ECONOMIC MANAGER,  
Ec. Elena Sichigea

**Statement of assets on 30/09/2020****Net asset****2,338,712,803 lei****1,911,554,899 lei****Total asset****2,389,209,825 lei****1,977,720,479 lei**

Item name		Beginning of the reporting period				End of the reporting period				Differences (lei)
I.	TOTAL ASSETS	% of the net asset	% of the total asset	Currency	Lei	% of the net asset	% of the total asset	Currency	Lei	
	<b>1 Securities and money market instruments of which:</b>	<b>90.6947</b>	<b>88.7778</b>	<b>0</b>	<b>2,121,087,477</b>	<b>93.9829</b>	<b>90.8386</b>	<b>0</b>	<b>1,796,534,422</b>	<b>(324,553,055)</b>
1.1	Securities and money market instruments admitted or traded on a regulated market in Romania, of which: shares, other securities assimilated to them (with the mention of each category), bonds (on issuer categories), other debt securities (with the mention on types and on issuer categories), other securities, money market instruments (on categories);	90.6947	88.7778	0	2,121,087,477	93.9829	90.8386	0	1,796,534,422	(324,553,055)
	- BVB - shares	78.2445	76.5908	0	1,829,914,577	76.9583	74.3837	0	1,471,100,974	(358,813,603)
	- AERO - shares	12.4501	12.1870	0	291,172,900	17.0245	16.4550	0	325,433,448	34,260,548
	- Preference rights	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
1.2	Securities and money market instruments admitted or traded on a regulated market in a member state, of which: shares, other securities assimilated to them (mentioning each category), bonds (on issuer categories), other debt securities (with the mention on types and categories of issuer), other securities, money market instruments (on categories);	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0

**Statement of assets on 30/09/2020****Net asset****2,338,712,803 lei****1,911,554,899 lei****Total asset****2,389,209,825 lei****1,977,720,479 lei**

Item name		Beginning of the reporting period				End of the reporting period				Differences (lei)
I.	TOTAL ASSETS	% of the net asset	% of the total asset	Currency	Lei	% of the net asset	% of the total asset	Currency	Lei	
1.3	Securities and money market instruments admitted to official listing of a stock exchange from a non-member state or traded on another regulated market in a non-member state, which operates regularly and is recognized and open to the public, approved by R.N.S.C., of which : shares, other securities assimilated to them (with the mention of each category), bonds (on issuer categories), other debt securities (with the mention on types and on issuer categories), other securities, money market instruments (on categories )	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
<b>2</b>	<b>Newly issued securities</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>3</b>	<b>Other securities and instruments of the money market mentioned in art. 187 lett. a): securities (on categories and types of issuer) and money market instruments (on categories);</b>	<b>6.6498</b>	<b>6.5093</b>	<b>0</b>	<b>155,520,148</b>	<b>7.9905</b>	<b>7.7232</b>	<b>0</b>	<b>152,743,673</b>	<b>(2,776,475)</b>

**Statement of assets on 30/09/2020****Net asset****2,338,712,803 lei****1,911,554,899 lei****Total asset****2,389,209,825 lei****1,977,720,479 lei**

Item name		Beginning of the reporting period				End of the reporting period				Differences (lei)
I.	TOTAL ASSETS	% of the net asset	% of the total asset	Currency	Lei	% of the net asset	% of the total asset	Currency	Lei	
	<b>4 Bank deposits of which:</b>	<b>2.1102</b>	<b>2.0656</b>	<b>454,055.35</b>	<b>48,897,593.12</b>	<b>0.0741</b>	<b>0.0716</b>	<b>445,455.29</b>	<b>971,117.62</b>	<b>(47,935,076)</b>
4.1	Bank deposits set up at credit institutions in Romania;	2.1102	2.0656	454,055.35	48,897,593.12	0.0741	0.0716	445,455.29	971,117.62	(47,935,076)
4.2	Bank deposits set up at credit institutions in a member state;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
4.3	Bank deposits set up at credit institutions in a non-member state;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
	<b>5 Derivative financial instruments traded on a regulated market:</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0</b>
5.1	Derivative financial instruments traded on a regulated market in Romania, on categories;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
5.2	Derivative financial instruments traded on a regulated market in a member state, on categories;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
5.3	Derivative financial instruments traded on a regulated market in a non-member state, on categories;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
5.4	Derivative financial instruments traded outside regulated markets, on instrument categories;	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0
	<b>6 Current accounts and cash</b>	<b>0.5963</b>	<b>0.5837</b>	<b>1,641,264</b>	<b>12,305,028</b>	<b>0.6131</b>	<b>0.5926</b>	<b>1,670,939</b>	<b>10,048,790</b>	<b>(2,226,563)</b>
	<b>7 Money market instruments, other than those traded on a regulated market, according to art. 101 par. (1) let. g) of Law no. 297/2004.</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0.0000</b>	<b>0.0000</b>	<b>0</b>	<b>0</b>	<b>0</b>



**Statement of assets on 30/09/2020***Net asset*

2,338,712,803 lei

1,911,554,899 lei

*Total asset*

2,389,209,825 lei

1,977,720,479 lei

Item name		Beginning of the reporting period				End of the reporting period				Differences (lei)
		% of the net asset	% of the total asset	Currency	Lei	% of the net asset	% of the total asset	Currency	Lei	
I.	<b>TOTAL ASSETS</b>									
8	<b>AOPC/OPCVM participation titles</b>	0.1519	0.1487	0	3,551,796	0.1710	0.1653	0	3,268,783	(283,013)
9	<b>Other assets (amounts in transit, amounts at distributors, amounts</b>	0.0753	0.0737	0	1,760,557	0.0000	0.0000	0	0	(1,760,557)
9.1	Shares due according to the subscriptions to the share capital increases	0.0753	0.0737	0	1,760,557	0.0000	0.0000	0	0	(1,760,557)
9.2	Other rights to receive	0.0000	0.0000	0	0	0.0000	0.0000	0	0	0

DEPUTY GENERAL MANAGER,  
Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea

***The situation of the unit value of the net asset on 30/09/2020***

Item no.	Item name (according to RNSC Regulations no.15/2004)	30/09/2020	30/09/2019	Diferente
1	No. of shares issued	522,149,143	580,165,714	-58,016,571
2	Unit value of the net asset	3.6609	3.6847	-0.0238

DEPUTY GENERAL MANAGER,  
Cristian Buşu

ECONOMIC MANAGER  
Ec. Elena Sichigea

***The evolution of the net assets and of the VUAN in the last 3 years on 30/09***

Item no	Item name (according to RNSC Regulations no.15/2004)	31/12/2018	31/12/2019	30/09/2020
1	Net asset	1,838,322,127	2,338,712,803	1,911,554,899
2	Unit value of the net asset	3.1686	4.0311	3.6609

DEPUTY GENERAL MANAGER,  
Cristian Buşu

ECONOMIC MANAGER  
Ec. Elena Sichigea

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei

Securities admitted or traded on a regulated market in Romania - BVB (shares)

Item no.	Issuer	Symbol	Date of the last transaction	No of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in the total asset of SIF	Weight in the net asset of SIF
1	ALTUR SLATINA	ALT	29/09/2020	49,428,571	0.1000	0.0295	1,458,143	5.9958	0.0737	0.0763
2	ANTIBIOTICE IASI	ATB	30/09/2020	127,866,202	0.1000	0.5000	63,933,101	19.0465	3.2327	3.3446
3	B.R.D.-GROUPE SOCIETE GENERALE BUCURESTI	BRD	30/09/2020	28,652,269	1.0000	13.0000	372,479,497	4.1114	18.8338	19.4857
4	BANCA TRANSILVANIA CLUJ	TLV	30/09/2020	215,708,007	1.0000	2.3650	510,149,437	4.1354	25.7948	26.6877
5	BURSA DE VALORI BUCURESTI	BVB	30/09/2020	383,709	10.0000	24.8000	9,515,983	4.7670	0.4812	0.4978
6	C.N.T.E.E. TRANSELECTRICA BUCURESTI	TEL	30/09/2020	2,711,808	10.0000	23.3000	63,185,126	3.6994	3.1948	3.3054
7	COS TARGOVISTE	COS		6,142,826	2.5000	0.0000	0	8.9220	0.0000	0.0000
8	ELECTROMAGNETICA BUCURESTI	ELMA	30/09/2020	176,717,594	0.1000	0.1290	22,796,570	26.1402	1.1527	1.1926
9	OMV PETROM BUCURESTI	SNP	30/09/2020	574,058,712	0.1000	0.3350	192,309,669	1.0134	9.7238	10.0604
10	S.N.G.N. ROMGAZ S.A.	SNG	30/09/2020	2,251,204	1.0000	28.4500	64,046,754	0.5841	3.2384	3.3505
11	SANTIERUL NAVAL ORSOVA	SNO	30/09/2020	3,200,337	2.5000	3.3400	10,689,126	28.0168	0.5405	0.5592
12	SIF BANAT CRISANA	SIF1	30/09/2020	19,536,243	0.1000	2.0700	40,440,023	3.7754	2.0448	2.1156
13	SIF TRANSILVANIA	SIF3	30/09/2020	13,445,162	0.1000	0.3930	5,283,949	0.6218	0.2672	0.2764
14	SNTGN TRANSGAZ MEDIAS	TGN	30/09/2020	243,311	10.0000	284.0000	69,100,324	2.0665	3.4939	3.6149

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei

Securities admitted or traded on a regulated market in Romania - BVB (shares)

Item no.	Issuer	Symbol	Date of the last transaction	No of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in the total asset of SIF	Weight in the net asset of SIF
15	TURISM FELIX BAILE FELIX	TUFE	29/09/2020	143,752,429	0.1000	0.3180	45,713,272	28.9736	2.3114	2.3914
							<b>1,471,100,974</b>		<b>74.3837</b>	<b>76.9583</b>

DEPUTY GENERAL MANAGER ,  
Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei

Securities admitted or traded on an alternative market in Romania - AERO (BVB) - (shares)

Item no.	Issuer	Symbol	Date of the last transaction	No of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in the total asset of SIF	Weight in the net asset of SIF
1	ALIMENTARA SLATINA	ALRV	11/06/2020	214,742	2.4300	32.4159	6,961,055	52.2352	0.3520	0.3642
2	ARGUS CONSTANTA	UARG	29/09/2020	30,920,056	1.5000	1.9900	61,530,911	86.4160	3.1112	3.2189
3	CEREALCOM ALEXANDRIA	CCOM	16/04/2020	34,672,773	0.1000	0.0479	1,660,826	6.6944	0.0840	0.0869
4	CONSTRUCTII FERROVIARE CRAIOVA	CFED	17/09/2020	2,725,325	0.8500	0.1680	457,855	77.5001	0.0232	0.0240
5	FLAROS BUCURESTI	FLAO	29/09/2020	1,233,390	2.5000	69.0000	85,103,910	81.0712	4.3031	4.4521
6	IAMU BLAJ	IAMU	25/09/2020	1,884,289	2.5000	5.5500	10,457,804	19.8343	0.5288	0.5471
7	LACTATE NATURA TARGOVISTE	INBO	21/07/2020	1,804,897	2.5000	1.8130	3,272,190	55.0710	0.1655	0.1712
8	MERCUR CRAIOVA	MRDO	25/09/2020	7,104,836	2.5000	16.0000	113,677,376	97.8593	5.7479	5.9469
9	RELEE MEDIAS	RELE	20/05/2020	62,080	2.5000	11.7601	730,068	11.4644	0.0369	0.0382
10	SINTEROM CLUJ	SIRM	05/05/2020	1,543,318	2.5000	9.3702	14,461,132	31.8749	0.7312	0.7565
11	TUSNAD BAILE TUSNAD	TSND	30/09/2020	25,861,924	0.1000	0.0400	1,034,477	8.5691	0.0523	0.0541
12	UNIVERS RM.VALCEA	UNVR	21/09/2020	587,519	2.5000	44.4000	26,085,844	73.7494	1.3190	1.3646
							<b>325,433,448</b>		<b>16.4550</b>	<b>17.0245</b>

DEPUTY GENERAL MANAGER ,  
Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei

Instruments mentioned in art. 187 letter a) of the RNSC Regulation no. 15/2004

Shares issued by closed companies

Item no.	Issuer	No of shares held	Acquisition date	Acquisition price	Share value	Total value	Weight in the issuer's share capital	Weight in the total asset of SIF	Weight in the net asset of SIF
1	BIROUL DE INVESTITII REGIONAL OLTENIA IFN	272,411	01/11/1996	15.4550	9.9711	2,716,241	19.4540	0.1373	0.1421
2	COMPLEX HOTELIER DAMBOVITA	1,753,217	31/01/1998	2.7577	4.6828	8,209,889	99.9427	0.4151	0.4295
3	COREALIS CRAIOVA	655,757	30/06/2000	2.5000	2.7623	1,811,409	11.4189	0.0916	0.0948
4	CORINT TARGOVISTE	178,297	01/11/1996	0.1929	0.0000	0	5.7978	0.0000	0.0000
5	DEPOZITARUL CENTRAL BUCURESTI	9,878,329	31/07/1998	0.0770	0.1236	1,221,013	3.9057	0.0617	0.0639
6	ELBA TIMISOARA	39,628	01/11/1996	2.5000	139.1131	5,512,772	2.3694	0.2787	0.2884
7	ELECTRO TOTAL BOTOSANI	57,909	28/02/2003	2.5000	0.0000	0	29.8562	0.0000	0.0000
8	EXIMBANK BANCA DE EXPORT IMPORT A ROMANIEI BUC	4,364,430	01/11/1996	5.4039	8.8649	38,690,246	3.2702	1.9563	2.0240
9	GEMINA TOUR RM.VILCEA	757,888	01/11/1996	2.5000	5.8321	4,420,066	88.2866	0.2235	0.2312
10	PROVITAS BUCURESTI	35,139	01/11/1996	2.0114	174.9040	6,145,952	70.2780	0.3108	0.3215
11	SAGRICOM ULMI	57,941	01/11/1996	0.0025	0.0000	0	4.2057	0.0000	0.0000
12	SANEVIT ARAD	792,662	31/12/1995	0.1000	0.0000	0	13.2841	0.0000	0.0000
13	TURISM LOTUS FELIX	347,859,802	18/12/2009	0.1006	0.1003	34,891,837	27.4554	1.7642	1.8253
14	TURISM PUCIOASA	1,010,599	01/11/1996	2.1170	5.1249	5,179,251	69.2191	0.2619	0.2709
15	VOLTALIM CRAIOVA	5,997,519	31/10/1999	2.3836	7.3272	43,944,997	99.1942	2.2220	2.2989
						<b>152,743,673</b>		<b>7.7232</b>	<b>7.9905</b>

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020*

**Net asset** 1,911,554,899 lei  
**Total asset** 1,977,720,479 lei

Instruments mentioned in art. 187 letter a) of the RNSC Regulation no. 15/2004

Shares issued by closed companies

Item no.	Issuer	No of shares held	Acquisition date	Acquisition price	Share value	Total value	Weight in the issuer's share capital	Weight in the total asset of SIF	Weight in the net asset of SIF
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DEPUTY GENERAL MANAGER ,  
Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea



**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei

## AOPC/OPCVM participation titles

Item no.	Issuer	Symbol	Quantity	Quotation	Market value	Weight in the number of participation titles in circulation	Weight in the total asset of SIF	Weight in the net asset of SIF
1	BT INDEX RO		146,000.000	15.3750	2,244,750	2.5678	0.1135	0.1174
2	FDI NAPOCA		381,222.000	0.5920	225,683	1.6434	0.0114	0.0118
3	FDI TRANSILVANIA		7,444.000	50.5854	376,558	1.2944	0.0190	0.0197
4	FDI TEHNOGLOBINVEST		382.990	1,101.3124	421,792	5.6938	0.0213	0.0221
					<b>3,268,783</b>		0.1653	0.1710

DEPUTY GENERAL MANAGER ,  
Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020*

**Net asset** 1,911,554,899 lei  
**Total asset** 1,977,720,479 lei

**Bank deposits in lei set up at credit institutions in Romania**

Item no.	Bank name	Set up date	Maturity	Initial value	Daily interest	Cumulated interest	Updated value	Weight in the total asset of SIF	Weight in the net asset of SIF
1	BANCA TRANSILVANIA	30/09/2020	01/10/2020	846,600.00	11.7583	11.76	846,611.76	0.0428	0.0443
2	BCR	30/09/2020	01/10/2020	124,502.16	3.7005	3.70	124,505.86	0.0063	0.0065
				<b>971,102.16</b>		<b>15.46</b>	<b>971,117.62</b>	<b>0.0491</b>	<b>0.0508</b>

DEPUTY GENERAL MANAGER ,  
Cristian Buşu

ECONOMIC MANAGER  
Ec. Elena Sichigea

**SIF Oltenia S.A.**

ANNEX 17

*Detailed investments situation on 30/09/2020***Net asset** 1,911,554,899 lei**Total asset** 1,977,720,479 lei**Bank deposits in foreign currency set up at credit institutions in Romania**

Item no.	Bank name	Set up date	Maturity	Initial value	Daily interest	Cumulated interest	Updated value	Weight in the total asset of SIF	Weight in the net asset of SIF
1	BANCA TRANSILVANIA	31/07/2020	27/10/2020	112,365.90	0.6243	38.71	112,404.61	0.0057	0.0059
2	BANCA TRANSILVANIA	31/07/2020	27/10/2020	332,936.00	1.8496	114.68	333,050.68	0.0168	0.0174
				<b>445,301.90</b>		<b>153.39</b>	<b>445,455.29</b>	<b>0.0225</b>	<b>0.0233</b>

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Cristian BuşuECONOMIC MANAGER  
Ec. Elena Sichigea