



KPMG Audit SRL
Victoria Business Park
DN1, Soseaua Bucuresti-Ploiesti nr. 69-71
Sector 1

P.O. Box 18-191
Bucharest 013685
Romania
Tel: +40 (372) 377 800
Fax: +40 (372) 377 700
www.kpmg.ro

**INDEPENDENT LIMITED ASSURANCE REPORT ON THE INFORMATION INCLUDED
IN THE CURRENT REPORT PREPARED BY THE COMPANY IN ACCORDANCE WITH
THE PROVISIONS OF LAW NO. 24/2017 AND OF THE REGULATION NO. 5/2018¹**

To the Shareholders of Societatea de Investitii Financiare Moldova S.A.

1. We were engaged by the management of Societatea de Investitii Financiare Moldova S.A. („the Company”) to report on the information included in the accompanying Current Report dated 29 January 2020, comprising the legal document no. 27 from 28 January 2020, representing an addendum to the contract no. 7542 from 17 December 2015, and prepared by the Company in accordance with the provisions of article 82 of the Law no. 24/2017 on the issuers of financial instruments and market operations („Law no. 24/2017”) and of article 144 B of the Regulation no. 5/2018 of the Financial Supervisory Authority (“ASF”) on issuers and securities operations as subsequently amended („Regulation no. 5/2018”) (hereinafter referred to as „Reported Transaction” included in the “Current Report”), in the form of an independent limited assurance conclusion that based on our work performed, nothing has come to our attention that causes us to believe that the prices of the Reported Transaction included in the Current Report does not meet, in all material respects, the criterion defined in paragraph 10 of this independent limited assurance report.

Management’s Responsibilities

2. Management of the Company is responsible for the preparation and presentation of the Current Report, which is free from material misstatements, in accordance with art. 82 of Law no. 24/2017 and with art. 5 of Regulation no. 5/2018, for its completeness and for the information contained therein, for the correctness of the price of the Reported Transaction included in the Current Report by reference to the other offers available in the market, as well as for the fulfilment of the criterion defined in paragraph 10 of this report. This responsibility includes: designing, implementing and maintaining a relevant internal control for the preparation and presentation of the Current Report that is free from material misstatements, whether due to fraud or error and for the conclusion of Reported Transaction included in the Current Report at a correct price by reference to the other offers available in the market and for the fulfilment of the criterion defined in paragraph 10 of this report. This responsibility also includes the compliance with the requirements of art. 82 of the Law no. 24/2017 and of art. 144 B of the Regulation no.

¹ TRANSLATOR’S EXPLANATORY NOTE: The above translation of the Independent Limited Assurance Report is provided as a free translation from Romanian which is the official and binding version and refers to the Romanian version of the Current Report which was subject to our procedures.





5/2018, the compliance of the Reported Transaction included in the Current Report with the supporting documents and the maintenance of adequate records in relation to the Reported Transaction and the Current Report. Management is responsible to prevent and identify fraud and for the Company's compliance with the legislation and the regulations in force. Management is responsible to ensure that the staff involved in the conclusion of the Reported Transaction included in the Current Report and the preparation of the Current Report is properly trained and the systems are properly updated.

Our responsibilities

3. Our responsibility is to examine the Reported Transaction included in the Current Report presented by the Company and to report thereon in the form of an independent limited assurance conclusion, based on the evidence obtained. We have conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000, *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform our procedures so as to obtain a meaningful level of assurance about whether the prices of the Reported Transaction included in the Current Report meets, in all material respects, the criterion defined in paragraph 10 of this independent limited assurance report as a basis for our limited assurance conclusion.
4. We apply the International Standard on Quality Control 1 and accordingly we have a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.
5. We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants (including International Independence Standards)* issued by the *International Ethics Standards Board for Accountants (IESBA code)*, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.
6. The selected procedures depend on our understanding of the Reported Transaction included in the Current Report and other engagement circumstances, and on our considerations of areas where material misstatements are likely to arise. In obtaining an understanding of the Reported Transaction included in the Current Report, we have considered the process used by the Company to conclude the transactions and to prepare and present the Current Report in accordance with the requirements of art. 82 of Law no. 24/2017 and of art. 144 B of Regulation no. 5/2018 in order to design assurance procedures that are appropriate in the given circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of the Company's process or internal control over the conclusion of the Reported Transaction included in the Current Report and for the preparation and presentation of the Current Report.

Our procedures performed mainly referred to:

- Obtaining the Current Report prepared by the Company and signed by the General Manager, respectively by the Compliance Officer;
- Obtaining the supporting documents related to the transaction / information included by the Company in the Current Report (mandate framework contracts, addendums, internal notes etc.);
- Inquiries with Company's management representatives regarding the nature of the services subject to the transaction, based on the legal documents included in the Current Report and the applied procedures to ensure the correctness of



the market prices of the Reported Transaction included in the Current Report, corroborated with the rights and obligations accepted by the parties involved, by reference to the other offers available in the market;

- Verifying the fact that among the offers the Company received regarding the fees charged for selling minority share of non-listed companies or with low liquidity, the price from the addendum no. 16 from 28 March 2018 to the mandate framework contract no. 7542 from 17 December 2015 represents the lowest price ;
- Obtaining the approval of the Managing Committee dated 28 January 2020, the documents related to the negotiation and the disinvestment of a 1,790,020 nominative shares of issuer URB Rulmenti S.A., operation managed by Asset Invest S.A. based on the mandate framework contract no. 7542 from 17 December 2015, with subsequent addendums, as well as the documents based on which the price of the mandate contract with Asset Invest S.A. was founded:
 - Internal Note no. 1041/16 September 2019 prepared by SELL Portfolio Department and approved by the Deputy General Manager, respectively, the Internal Note no. 1045/17 September 2019 prepared by the Compliance Department, through which the Company founded the analysis of five offers received from the market regarding the fees charged for selling minority share of non-listed companies or with low liquidity, respectively, concluded to maintain the price of the mandate framework contract set by the addendum no. 16 dated 28 March 2018 to the mandate framework contract no. 7542 dated 17 December 2015.
 - Decision of the Managing Committee dated 18 September 2019 it was approved the maintaining of the remuneration conditions stipulated in the addendum no. 16 dated 28 March 2018 to the mandate framework contract no. 7542 dated 17 December 2015.
 - Addendum no. 16 dated 28 March 2018 to the mandate framework contract no. 7542 dated 17 December 2015, which modified the calculation formula of the fee due to Asset Invest S.A.
 - Decision of Managing Committee dated 28 January 2020 regarding the sale of shares owned at URB Rulmenti S.A., respectively, regarding the approval of conclusion of addendum no. 27 to the mandate framework contract no. 7542 dated 17 December 2015 with Asset Invest S.A.,
 - Internal Note no. 138/22 January 2020 prepared by the Compliance Department regarding the verification of compliance with legal and internal provisions, approved by the General Manager,
 - Internal Note no. 139/22 January 2020 issued by Risk Management Department containing the Risk analysis regarding the sale of shares package owned at URB Rulmenti S.A., approved by the General Manager,
 - Internal Note no. 140/22 January 2020 issued by SELL Portfolio Department regarding the sale of 1,790,020 shares, approved by the Deputy General Manager,
 - Internal Note no. 295/20 January 2020 regarding the negotiation history carried out by Asset Invest S.A. for the disinvestment of the shares owned at URB Rulmenti S.A.,

- Internal Note no. 160 dated 27 January 2020 prepared by the SELL Portfolio Compartment regarding the fee computation due to Asset Invest S.A. for the sale of URB Rulmenti S.A., addendum no. 27 dated 28 January 2020 to the contract no. 7542 dated 17 December 2015,
 - Internal note no. 161/27 January 2020 prepared by the Compliance Department regarding the approval of documents for the conclusion of addendum no. 27 2020 to the contract no. 7542 dated 17 December 2015, approved by the General Manager,
 - Confirmation of transaction regarding the sale of a 1,790,020 shares of URB Rulmenti S.A., performed on AeRO trade market, Bucharest Stock Exchange, issued by IFB Finwest S.A. dated 27 January 2020.
 - Legal document no. 27 dated 28 January 2020, representing an addendum to the mandate framework contract no. 7542 dated 17 December 2015.
- In accordance with the criterion specified in paragraph 10 of this report, we compared the information presented in the Current Report with the information for the supporting documents provided by the Company and mentioned above.
7. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
 8. As part of this engagement, we have not performed any procedures by way of audit, review or verification of the Reported Transaction included in the Current Report in accordance with International Standards on Auditing or International Standard on Review Engagements and, respectively, we have not performed any procedures over the reasonableness of the underlying records based on which the price of the Reported Transaction included in the Current Report was determined.
 9. Our procedures were applied to the legal document no. 27 from 28 January 2020, representing an addendum to the contract no. 7542 from 17 December 2015. We did not conduct any procedures to verify whether the Current Report includes all the transactions and details on the transactions that the Company must report in accordance with art. 82 of Law no. 24/2017 and with art. 144 B of Regulation no. 5/2018 for the period 1 January 2020 to 30 June 2020.

Criterion

10. The criterion applied in this engagement to assess the information regarding the price of the Reported Transaction included in the Current Report, developed to respond to the requirements of art. 144 B of the Regulation no. 5/2018 was the following:
 - The price is established either on the basis of the market offers requested and received by the Company, either, in case of acquisition processes addressed to a sole provider, through direct negotiation submitted for approval through substantiation documentation and approved by the Managing Committee.

Conclusion

11. Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report.

12. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.
13. Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the price related to the Reported Transaction included in the Current Report does not meet, in all material aspects, the criterion defined in paragraph 10 of this Independent Limited Assurance Report.
14. In accordance with the terms of our engagement, this Independent Limited Assurance Report on the information included in the accompanying Current Report, dated 29 January 2020 prepared by the management of the Company in order to report to the Financial Supervisory Authority and to the Bucharest Stock Exchange in accordance with the requirements of art. 82 of Law no. 24/2017 and of art. 144 B of Regulation no. 5/2018, was prepared for the Company's shareholders in relation to the requirements of these regulations and for no other purpose or in any other context.
15. The Reported Transaction included in the Current Report has been evaluated against the criterion presented in paragraph 10 of this independent limited assurance report. The criterion has been developed only for the purpose of this report and may not be suitable for any other purpose.

Restriction of use of our report

16. Our report should not be regarded as suitable to be used or relied on by any party wishing to acquire rights against us other than the Company's shareholders, as a body, for any purpose or in any context. Any party other than the Company's shareholders, as a body, who obtains access to our report or a copy thereof and chooses to rely on our report (or any part thereof) will do so at its own risk. To the fullest extent permitted by law, we accept or assume no responsibility and deny any liability to any party other than the Company's shareholders, as a body, for our work, for this independent limited assurance report, or for the conclusions we have reached.
17. This report is made solely to the Company's shareholders, as a body, on the basis that it will not be copied, referred to or disclose, in its entirety (except for the Company's purposes) or in part, without our prior written consent. A copy of our independent limited assurance report may be submitted to the Financial Supervisory Authority and to the Bucharest Stock Exchange.

For and on behalf of KPMG Audit S.R.L.:

Greco Tudor Alexandru

Refer to the original signed
Romanian version

registered in the electronic public
register of financial auditors and
audit firms under no AF2368

KPMG Audit SRL

Refer to the original signed
Romanian version

registered in the electronic public
register of financial auditors and
audit firms under no FA9

Bucharest, 30 July 2020



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

Capital Social: 100.217.917,60 LEI
Depozitar: BRD-GSG, Bucuresti
CIF: 2816642
EUID: ROONRC. J/04/2400/1992
Nr. Registru ASF: PJR071AFIAA/040002
Cod LEI: 254900Y1O0025N04US14

Current Report according to: Article 82 of Law 24/2017, FSA Regulation 5/2018
Report date: January 29, 2020,
Regulated market on which the issued securities are traded:
Bucharest Stock Exchange, Premium Category

To: BUCHAREST STOCK EXCHANGE
FINANCIAL SUPERVISORY AUTHORITY
Financial Instruments and Investments Sector

Current report for H1 2020, in accordance with Article 82 of the Law 24/2017

Report on the changes in legal acts concluded with a company within SIF Moldova Group (FSA Certification no. 23 of October 22, 2018).

Contract parties	Contract date and number	Addendum date and number	Contract subject	Addendum subject	Addendum value	Payment terms
SIF Moldova - Asset Invest SA (a subsidiary of SIF Moldova)	No. 7542 of Dec 17, 2015, with subsequent changes and completions	Addendum no. 27 of January 28, 2020	Mandate for the sale of some shares from SIF Moldova portfolio	Sale of URB Rulmenti SA stock	35,800.40 lei	Three business days from the receipt of the invoice from the trustee

Claudiu Doros
CEO

Cătălin Nicolaescu
Compliance Officer