



**MONTHLY REPORT
JANUARY 2020**

THE ROMANIAN STOCK MARKET MAKES HEADWAY AT THE BEGINNING OF THE YEAR AS UNCERTAINTY SPREADS IN INTERNATIONAL MARKETS

- The Romanian stock market went slightly up at the end of the first month this year as the BET index traded half-percentage point higher, after having repeatedly tested the 10,000-point mark, the highest level in the last 12 years.
- Adrian Tanase, BVB CEO:
 - We are living in an international context marked by volatility, which stems from investors' uncertainties about what positions they should take in the markets. Beyond external influence, domestic factors could also trigger misalignments to the trend of international markets. It is difficult, at this moment, to imagine that we will have in 2020 a growth rate similar to that of 2019, namely 35% for BET or 47% if we take into account the dividends. Should disruptive factors not occur, nor should the Romanian economy slow down, the publicly traded Romanian companies have solid foundations to contribute to the overall growth of the market this year as well.
 - At the end of last year, we started the most ambitious project to develop the infrastructure of the local stock exchange, once the company that will operate the central counterparty was set up. After the authorization process is completed, we will be able to relaunch the derivatives market. Beyond this project aiming to turn the secondary market more efficient, we have also established the framework for enhancing the liquidity by offering issuers the possibility to conclude market-making contracts with the market participants, a feature that finds increasingly practicability.
 - To have a greater weight of the stock market in the economy, BVB's efforts will have to be backed by the state authorities to support the listings of the companies and to stimulate the population to save in the securities portfolios.

The Romanian stock market started 2020 with a slight increase over the level from December last year, given that the BET index, which includes the most-traded 16 companies listed on the local stock exchange, except for the Financial Investment Companies, fluctuated around the 10,000-point mark. The 10,000-point threshold was breached on January 13, 2020, when the local market index saw a 12-year high. At the international level, the benchmark indices of the main stock markets also tested record levels, while also facing corrections triggered by the global uncertainties, which had made their presence felt in the markets.

"We are living in an international context marked by volatility, which stems from investors' uncertainties about what positions they should take in the markets. Beyond external influence, domestic factors could also trigger misalignments to the trend of international markets. It is difficult, at this moment, to imagine that we will have in 2020 a growth rate similar to that of 2019, namely 35% for BET or 47% if we take into account the dividends. Should disruptive factors not occur, nor should the Romanian economy slow down, the publicly traded Romanian companies have solid foundations to contribute to the overall growth of the market this year as well", stated Adrian Tanase, CEO of BVB.

The average daily trading value exceeded EUR 10 million in January, while the total trading volume for equities accounted for over EUR 200 million at the end of the first month of this year.

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By the last trading session in January this year, the capitalization of the Romanian companies listed on BVB amounted to RON 110 billion or EUR 23 billion.

BVB Monthly Report

Trading value on BVB Regulated Spot Market JANUARY 2020

A. Summary of Main Indicators

1. Trading value on the BVB's Regulated Spot Market for January 2020 compared with December 2019

	Total trading value January 2020		Total trading value December 2019		% Change	
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON	EUR
Financial instruments already issued / registered	1,006.30	210.59	530.84	111.12	89.57	89.52
➤ Equities	974.06	203.84	514.27	107.65	89.41	89.35
➤ Bonds	1.19	0.25	3.19	0.67	-62.70	-62.69
➤ Unit funds, ETF	1.52	0.32	1.26	0.26	20.63	23.08
➤ Structured products	29.54	6.18	12.12	2.54	143.73	143.31
New Issues and further issues	9.56	2.00	1,278.28	267.52	-99.25	-99.25

➤ Equities						
➤ Bonds	9.56	2.00	1,278.28	267.52	-99.25	-99.25
Total Regulated Spot Market, out of which:	1,015.86	212.59	1,809.12	378.64	-43.85	-43.85
➤ Total Equities	974.06	203.84	514.27	107.65	89.41	89.35
➤ Total Bonds	10.75	2.25	1,281.47	268.19	-99.16	-99.16

2. Trading value on the BVB's Regulated Spot Market for January 2020 compared with January 2019 (YoY)

	Total trading value January 2020		Total trading value January 2019		YoY % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered	1,006.30	210.59	1,009.99	214.75	-0.37
➤ Equities	974.06	203.84	996.25	211.82	-2.23
➤ Bonds	1.19	0.25	2.06	0.44	-42.23
➤ Unit funds, ETF	1.52	0.32	0.39	0.08	289.74
➤ Structured products	29.54	6.18	11.28	2.40	161.88
New Issues and further issues	9.56	2.00			
➤ Equities					
➤ Bonds	9.56	2.00			
Total Regulated Spot Market, out of which	1,015.86	212.59	1,009.99	214.75	0.58
➤ Total Equities	974.06	203.84	996.25	211.82	-2.23
➤ Total Bonds	10.75	2.25	2.06	0.44	421.84

3. The value traded on the BVB's Regulated Spot Market for January - January 2020 compared with January - January 2019 (YTD)

	Total trading value January - January 2020		Total trading value January - January 2019		YTD % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered	1,006.30	210.59	1,009.99	214.75	-0.37
➤ Equities	974.06	203.84	996.25	211.82	-2.23
➤ Bonds	1.19	0.25	2.06	0.44	-42.23
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➤ Bonds	9.56	2.00			
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➤ Total Bonds	10.75	2.25	2.06	0.44	421.84

4. The average daily value on the BVB's Regulated Spot Market for January 2020 compared with December 2019

	Average daily value January 2020		Average daily value December 2019		% Change	
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON	EUR
Financial instruments already issued / registered						
➤ Equities	48.70	10.19	28.57	5.98	70.46	70.40
➤ Bonds	0.06	0.01	0.18	0.04	-66.67	-75.00
➤ Unit funds, ETF	0.08	0.02	0.07	0.01	14.29	100.00
➤ Structured products	1.48	0.31	0.67	0.14	120.90	121.43
New Issues and further issues						
➤ Equities						
➤ Bonds	0.48	0.10	71.02	14.86	-99.32	-99.33

5. The average daily value on the BVB's Regulated Spot Market for January 2020 compared with January 2019 (YoY)

	Average daily value January 2020		Average daily value January 2019		YoY % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered					
➤ Equities	48.70	10.19	49.81	10.59	-2.23
➤ Bonds	0.06	0.01	0.10	0.02	-40.00
➤ Unit funds, ETF	0.08	0.02	0.02	0.00	300.00
➤ Structured products	1.48	0.31	0.56	0.12	164.29
New Issues and further issues					
➤ Equities					
➤ Bonds	0.48	0.10			

6. The average daily value YTD on the BVB's Regulated Spot Market

	Average daily value YTD 2020		Average daily value YTD 2019		YTD % Change
	RON mil.	EUR mil.	RON mil.	EUR mil.	RON
Financial instruments already issued / registered					
➤ Equities	48.70	10.19	49.81	10.59	-2.23
➤ Bonds	0.06	0.01	0.10	0.02	-40.00
➤ Unit funds, ETF	0.08	0.02	0.02	0.00	300.00
➤ Structured products	1.48	0.31	0.56	0.12	164.29
New Issues and further issues					
➤ Equities					
➤ Bonds	0.48	0.10			

7. The evolution of indices

Index	Value for 1/31/2020		% Change January 2020		% YTD		Index values for January 2020	
	RON	EUR	RON	EUR	RON	EUR	minimum	maximum
BET	10,027.88	7,312.99	0.51	0.54	0.51	0.54	9,856.93	10,219.75
BET-TR	16,050.06	15,123.87	0.51	0.54	0.51	0.54	15,776.41	16,357.15
BETPlus	1,499.18	1,379.98	0.61	0.64	0.61	0.64	1,472.75	1,526.39
BET-FI	51,253.26	23,280.06	7.80	7.83	7.80	7.83	47,155.65	52,011.80
BET-XT	925.20	670.25	1.13	1.17	1.13	1.17	904.79	945.65
BET-BK	1,934.23	1,723.08	2.21	2.24	2.21	2.24	1,878.30	1,971.79
BET-XT-TR	1,490.89	1,385.75	1.13	1.17	1.13	1.17	1,457.98	1,523.84
BET-NG	750.76	544.41	-4.47	-4.44	-4.47	-4.44	744.63	784.48
ROTX	20,916.71		0.19		0.19		20,610.99	21,349.60

8. Market Indicators

	RON mil.	EUR mil.
➤ Market capitalization (regulated market)	178,693.81	37,400.07
➤ Market capitalization (domestic market)	110,530.31	23,133.66
➤ Turnover velocity (regulated market)	6.54	6.54
➤ Turnover velocity (domestic market)	10.04	10.04
➤ PER	8.73	
➤ P/BV	1.06	
➤ DIVY	6.85	

B. Specific Market Indicators

1. Trading value and market capitalization by activity sector

Sector	Trading value (RON mil.)	Market capitalization (RON mil.)	PER	PBV	DIVY
➤ FINANCIAL AND INSURANCE ACTIVITIES	639.91	109,678.19	9.76	1.27	6.79

➤ MINING AND QUARRYING	122.48	37,444.66	7.12	0.98	8.39
➤ MANUFACTURING	84.86	10,552.93	8.90	1.18	5.02
➤ ELECTRICITY, GAS, STEAM AND AIR CONDITIONING SUPPLY	21.46	5,874.20	11.94	0.59	7.58
➤ TRANSPORTATION AND STORAGE	29.87	4,904.26	8.61	0.98	6.62
➤ PROFESSIONAL, SCIENTIFIC AND TECHNICAL ACTIVITIES	11.99	4,467.41	12.44	0.93	5.54
➤ HUMAN HEALTH AND SOCIAL WORK ACTIVITIES	3.91	803.87	195.57	5.29	
➤ CONSTRUCTION	2.58	442.71	19.20	0.89	2.10
➤ ACCOMMODATION AND FOOD SERVICE ACTIVITIES	0.52	317.69	13.70	0.54	3.20
➤ WHOLESALE AND RETAIL TRADE; REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	0.46	197.94	20.21	0.80	7.37
➤ REAL ESTATE ACTIVITIES	0.00	79.98	14.44	0.84	5.00
➤ Other	56.02	3,930.00			

Note: - PER is calculated based on market capitalization of companies which recorded profit
- P/BV and DIVY are computed for domestic companies

2. Top 5 listed shares by turnover – January 2020

Symbol	Security name	Turnover for the month (RON mil.)	Turnover for the month (EUR mil.)	Weight in total turnover shares (%)
TLV	BANCA TRANSILVANIA S.A.	233.84	48.94	24.01
FP	FONDUL PROPRIETATEA	148.23	31.02	15.22
SIF5	SIF OLTENIA S.A.	131.18	27.46	13.47
BRD	BRD - GROUPE SOCIETE GENERALE S.A.	88.53	18.53	9.09
SNP	OMV PETROM S.A.	63.51	13.29	6.52

3. Top 5 listed shares with highest increase – January 2020

Symbol	Security name	End of period return (%)	YTD (%)	Low price (RON)	High price (RON)	Last price (RON)
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NAPO	SOCIETATEA DE CONSTRUCTII NAPOCA SA	45.96	45.96	3.2200	4.7000	4.7000
RTRA	RETRASIB SA	31.85	31.85	13.5000	17.8000	17.8000
MECE	MECANICA FINA SA	27.53	27.53	6.9000	8.8500	8.8000
ROCE	ROMCARBON SA	17.50	17.50	0.1200	0.1450	0.1410
SIF3	SIF TRANSILVANIA S.A.	13.26	13.26	0.3860	0.4500	0.4440

4. Top 5 listed shares by market capitalization 1/31/2020)

Symbol	Security name	Market capitalization			P/BV	PER (RON)	DIVY (RON)
		RON mil.	EUR mil.	% RON			
EBS	Erste Group Bank AG	67,693.50	14,168.04	37.88			
SNP	OMV PETROM S.A.	23,790.53	4,979.28	13.31	0.78	6.13	
SNG	S.N.G.N. ROMGAZ S.A.	13,528.33	2,831.44	7.57	1.77	9.94	
TLV	BANCA TRANSILVANIA S.A.	13,483.59	2,822.08	7.55	1.82	11.06	
BRD	BRD - GROUPE SOCIETE GENERALE S.A.	11,234.05	2,351.25	6.29	1.53	7.27	

5. Top 5 structured products by turnover – January 2020

Symbol	Security name	Turnover for the month (RON mil.)	Turnover for the month (EUR mil.)	Weight in total turnover structured products (%)
EBDAXTS62	EB DAX INDEX TURBO SHORT 0,01/15.250/15	6.06	1.27	20.52
BKDOWTL84	BRK Dow Turbo Long 27150	4.29	0.90	14.53
BKDOWTS83	BRK Dow Turbo Short 29250	2.48	0.52	8.39
EBDAXTL70	DAX INDEX TURBO LONG 0.01 /11,900/12,150	2.12	0.44	7.19
EBGLD1	EB GOLD open end	1.97	0.41	6.67

6. Top 5 bonds products by turnover – January 2020

Symbol	Security name	Turnover for the month (RON thous.)	Turnover for the month (EUR thous.)	Weight in total turnover Bonds (%)
PBK27E	Patria Bank Obligatiuni 2027	595.01	124.53	49.99
IMP22E	IMPACT DEVELOPER & CONTRACTOR Bonds 2022 EUR	412.24	86.28	34.64
B2010A	MINISTERUL FINANTELOR PUBLICE	89.88	18.81	7.55
HUE26	CJ HUNEDOARA	39.87	8.34	3.35
ORV27	PRIMARIA ORASULUI ORAVITA	16.71	3.50	1.40

7. Unit funds (including ETF) by turnover – January 2020

Symbol	Security name	Turnover for the month (RON thous.)	Turnover for the month (EUR thous.)	Weight in total turnover Unit funds, ETF (%)
TVBETETF	FOND DESCHIS DE INVESTITII ETF TRADEVILLE	1,122.31	234.86	73.96
STK	STK EMERGENT	395.18	82.71	26.04

8. IPO, SPO and other offer markets – January 2020

Symbol	Security name	Instrument type	Type of offer	Turnover (RON mil.)
OMRO25E	OMRO IFN bonds EUR 2025	Bonds	Offers without prospectus for new issues	9.56
SIF5	SIF OLTENIA S.A.	Shares	Tender Offer	105.58
ART	TMK - ARTROM S.A.	Shares	Tender Offer	42.52

9. New listings for January 2020

Symbol	Security name	Instrument type	Listing Date

Methodological notes

Section A. Summary of Main Indicators

1. *Financial instruments already issued* – this category includes all the statistical data related to the existing financial instruments, regardless of the type of the operations carried out.

The total values traded as well as the average daily value for this category are based on:

- ◆ trading operations performed on regular, deal;
 - ◆ offers and operations performed with the existing financial instruments such as: buy offer, takeover offer, secondary offer for selling the existing financial instruments, other methods of selling the existing financial instruments, offers without prospectus or with simplified prospectus for currently issued financial instruments.
2. *New issues and further issues* – this category contains the statistical data related to the issuance of new instruments based on the primary / initial offers as well as data regarding the increase of the capital for already listed companies, based on further issues. This category is related to the capital raised by the issuers.
 3. The total value traded is single counted.
 4. The total value traded expressed in EUR is calculated considering the daily EUR value, based on the currency rate available for each trading session.
 5. Equities includes shares and rights.
 6. Bonds includes all types of bonds available for trading at BVB (municipal, corporate, government securities).

Section B. Specific Market Indicators

Trading value displayed in this section for a financial instrument includes the turnover registered in all market in which the respective financial instrument is traded.

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