



SOCIETATEA DE INVESTITII FINANCIARE TRANSILVANIA S.A.

str. Nicolae Iorga 2, Braşov 500057, România • tel.: +4 0268 415 529, +4 0268 416 171
fax: +4 0268 473 215, +4 0268 473 216 • transif@transif.ro • www.siftransilvania.ro



Societate administrată în sistem dualist

No. 1408/29.02.2016

To: **Bucharest Stock Exchange**
Financial Supervisory Authority
- **Financial Instruments and Investments Sector**

CURRENT REPORT According to the N.S.C. Regulation no. 1/ 2006 Report date: 29 February 2016

S.I.F. Transilvania S.A.

Headquarters: 2, Nicolae Iorga Street, Brasov 500057

Telephone: +40 268 415529, 416171; Fax: +40 268 473215, 473216

Tax registration code: RO3047687

Order number in the Trade Register: J08/3306/92

Registration number in the NSC Register: PJR 09 SIIR/080004

Subscribed and paid-in share capital: RON 218,428,666.40

Regulated market on which the issued securities are traded: Bucharest Stock Exchange (ticker: SIF3)

Important event to be reported: Preliminary financial results for the financial year 2015

The entering into force of the FSA Rule no. 39/28 December 2015 on the approval of the Accounting regulations complying with the International Financial Reporting Standards (IFRS) applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority (FSA) belonging to the Financial Instruments and Investments Sector has required a detailed and careful analysis of all amendments imposed by the change in the applicable accounting system of reference (RAS - IFRS) and correlation of the specific activity of SIF Transilvania with the IFRS principles, fact that led to the amendment of the accounting policies regarding the company's investments in subsidiaries and affiliated entities, these being evaluated at fair value through profit or loss.

In this regard, following the application of the Amendments to IFRS 10, IFRS 12 and IAS 27, SIF Transilvania concluded that **the company complied with the definition of investment entity starting 1 January 2015** and thus the company should no longer consolidate its subsidiaries starting 1 January 2015. Consequently the company will no longer prepare consolidated financial statements for the financial year ended 31 December 2015 **but only separate financial statements which are deemed the only financial statements of the company.**

Following the application of the Amendments to IFRS starting 1 January 2015 the company amended its accounting policy regarding the investments in subsidiaries and associated entities, adjusted the value of financial instruments and recorded the fair value differences due to reclassification through profit or loss. The values afferent to year 2014 remained unchanged, as they have been reported in the financial statements of the previous year prepared according with IFRS for information purposes and audited by PriceWaterhouseCoopers Audit.

The revenue and expenditure budget, approved by the general meeting of shareholders of April 2015, has been projected based on the principles and accounting treatments complying with the

regulations in force as at the projection date. The profit before tax for the financial year 2015 budgeted under the RAS system was of **RON 58,498,000**. The profit before tax at 31 December 2015, calculated under the RAS system amounts to **RON 87,515,997** that is a 49.6% increase over the budgeted level.

The difference between the preliminary profit of the financial year at 31 December 2015 according to IFRS (RON 428,073,059) and preliminary profit of the financial year at 31 December 2015 according to RAS (RON 87,515,997) represents the effect of the adjustments of financial assets recognized at fair value through profit or loss, according to the FSA Rule no 39/28.12.2015.

The preliminary Statement of financial position and the preliminary Statement of profit and loss and other comprehensive income as at 31 December 2015 prepared according to the FSA Rule no 39/28.12.2015 on the approval of the accounting regulations complying with the IFRS, applicable to entities authorized, regulated and supervised by FSA belonging to the Financial Instruments and Investments Sector are attached to this report.

This report and its annexes are available on the Company website www.siftransilvania.ro, under "Investor relations/Reports" section starting 29 February 2016, hours 18:30.

The final annual financial statements prepared in accordance with the provisions of the FSA Rule no 39/2015 will be subject to statutory audit, according to the regulations in force and will be submitted to shareholders approval.

The final form of financial statements, accompanied by the independent auditor's report will be available on the date which will be communicated in the notice for the general meeting of shareholders that will be convened to approve these statements.

Additional information on the preliminary financial results for 2015 may also be obtained by phone 0268 401132, 0268 401134, contact persons Mr. Ionel Radu or Mrs. Adriana Boian.

Mihai Fercală
Executive President / C.E.O.

Iulian Stan
Executive Vice President /Deputy C.E.O.

Ionel Radu
Financial Manager

SOCIETATEA DE INVESTITII FINANCIARE TRANSILVANIA S.A.
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED AT 31 DECEMBER 2015 (PRELIMINARY)
(All amounts in RON unless otherwise stated)

Description	31 December 2015	31 December 2014
TOTAL ASSETS		
Cash and bank accounts	9,043,219	22,580,034
Corporate bonds	(11,389,353)	40,439,602
Financial assets at fair value through profit or loss	970,065,410	13,004,974
Financial assets available for sale	-	1,021,745,941
Intangible assets	435,495	680,762
Tangible assets	11,735,258	11,855,615
Other financial assets	7,776,945	4,978,856
Other assets	248,795	229,847
Deferred income tax assets	-	-
TOTAL ASSETS	987,915,769	1,115,515,631
Provisions	159,577	159,577
Other financial liabilities	48,498,256	77,419,364
Other liabilities	2,305,401	754,915
Current income tax liabilities	1,595,694	5,297,584
Deferred tax liabilities	-	25,453,109
TOTAL LIABILITIES	52,558,928	109,084,549
Share capital	888,235,137	888,235,137
Revaluation reserves	9,684,169	9,964,912
Reserves from revaluation at fair value of financial instruments available for sale	-	411,277,318
Other reserves	475,623,193	448,135,359
Retained earnings	(438,440,125)	(751,046,872)
TOTAL EQUITY	935,102,374	1,006,565,854
TOTAL LIABILITIES AND EQUITY	987,661,302	1,115,515,631

Executive President/CEO
Ec. Mihai Fercala, PhD

Prepared by,
Ec. Ionel Radu
Financial Manager

SOCIETATEA DE INVESTITII FINANCIARE TRANSILVANIA S.A.
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED AT 31 DECEMBER 2015 (PRELIMINARY)

(All amounts in RON unless otherwise stated)

Description	2015	2014
OPERATING INCOME		
Dividend income	15,754,612	14,552,434
Interest income	1,601,368	2,432,465
Gains/losses from disposal of financial assets available for sale	-	(7,454,830)
Impairment of corporate bonds	-	(357,844)
Gains/losses from financial assets at fair value through profit or loss	391,852,651	(705,901)
Other operating income	38,470,061	9,040,436
Net operating income	447,678,692	17,506,760
Staff costs	10,720,858	11,648,911
Expenses with commissions and fees	4,518,021	3,013,597
Other expenses	4,366,754	5,390,514
Profit before tax	428,073,059	(2,546,262)
Income tax	68,491,690*	2,478,876
Net profit for the financial year	359,581,369	(67,386)
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss	-	-
Net gains (losses) from changes in fair value of financial assets available for sale, net of deferred tax	-	4,700,400
Items that will not be reclassified subsequently to profit or loss		
Changes in the revaluation surplus of fixed assets	-	(43,473)
Other items of the comprehensive income for the year- total	-	4,656,927
Total comprehensive income for the year	-	4,589,541

^{*)} The standard tax rate of 16% was applied; the annual financial statements will include the effective tax rate.

Executive President/CEO
 Ec. Mihai Fercala, PhD

Prepared by,
 Ec. Ionel Radu
 Financial Manager