



SOCIETATEA DE INVESTITII FINANCIARE TRANSILVANIA S.A.

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Societate administrată în sistem dualist

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COMMUNIQUE

Regarding S.I.F. Transilvania results for the first nine months of the financial year 2016

S.I.F. Transilvania recorded a net profit of RON 86.0 million as at September 30, 2016, and a profit before tax of RON 92.6 million, higher by 49.3% higher than the profit before tax provided in the revenue and expenditure budget for 2016 and by 111.3% than the profit budgeted for the first nine months of 2016.

The net operating income as at September 30, 2016 amounts to RON 106.5 million, being higher by 80.5% than the net operating income provided in the revenue and expenditure budget for the first nine months of 2016 and by 30.0% than the income budgeted for the entire year 2016.

The operating expenses as at September 30, 2016 recorded the value of RON 13.9 million, higher by RON 1.3 million than the budget provisions for the first nine months of 2016 and represent 69.8% of the total operating expenses estimated for 2016.

The Company's liabilities at the end of Q3 2016 are worth RON 97.2 million, higher by RON 8.9 million than the liabilities as at December 31, 2015, the growth being generated by the dividends distributed this year from the profit achieved in 2015 (RON 57.9 million) and lower by RON 14.8 million than the liabilities corresponding to the end of Q3 2015.

The shareholders' equity is worth RON 904.2 million, lower by RON 7.0 million as compared to December 31, 2015, the decrease being mainly due to the fair value differences of financial assets held in the portfolio.

The total assets held by the Company at the end of Q3 2016, evaluated in accordance with the internal procedure compliant with the F.S.A. Norm no. 39/2015, were worth RON 1,001.7, higher by RON 1.9 million, respectively by 0.19%, as compared to the beginning of the financial year 2016.

The assets structure as at September 30, 2016, according to their weight in total assets at fair value is the following: shares and fund units (90.5%), corporate bonds (2.3%), monetary instruments (5.5%) and other assets (1.7%).

The number of companies in portfolio decreased from 173 companies (September 30, 2015) to 151 companies (September 30, 2016). The reduction is due to the portfolio restructuring operations consisting of sales, withdrawals from companies, removals (following the completion of the liquidation process) and mergers.

During the first nine months of 2016, the Company carried out acquisitions of shares and fund units worth RON 32.7 million and sales worth RON 71.3 million. During the reporting period, the portfolio restructuring and the investments structural balancing process have continued.

S.I.F. Transilvania's top ten holdings as at September 30, 2016 represented 88.7% of the calculated value of all assets.

The net assets as at September 30, 2016, calculated in accordance with the internal procedure compliant with the F.S.A. Regulation no. 9/2014, were worth RON 904.4 million (RON 0.4141 / share), as compared to the net assets as at September 30, 2015, calculated under the internal procedure compliant with the N.S.C. Order of measures no. 23/December 20, 2012 which recorded the value of RON 1,113.4 million (RON 0.5097 / share).

While the net asset value decreased mainly due to the transition to IFRS as accounting basis and the Company's classification as investment entity that involves measuring and assessing the performance of most of investments on a fair value basis, the discount of S.I.F 3 shares' trading price against the unitary NAV as at September 30, 2016 recorded a favorable performance compared to the similar period of the last year (down from 48% to 33%), thus achieving a better mirroring of the absolute value of portfolio in the trading price.

The Quarterly Report as at September 30, 2016, consisting of the interim condensed financial statements, the statement of assets and liabilities and the detailed statement of investments, is available **starting with November 14, 2016, 6:30 pm**, as follows:

- **on the Company's website**, www.siftransilvania.ro, Section "Investor Relations/Reports/Periodical Reports"
- **on the Bucharest Stock Exchange website**, www.bvb.ro and
- **at the Company's head office** in Brasov, 2, Nicolae Iorga Street, Shareholders Department.

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