



SIF BANAT-CRIȘANA

SOCIETATE DE INVESTIȚII FINANCIARE

QUARTERLY REPORT

— AS AT MARCH 31, 2018 —

prepared pursuant to the provisions of
Law no. 24/2017, Regulation no. 15/2004,
Regulation no. 1/2006, and Norm no. 39/2015
*this report is provided as a free translation from Romanian, which is
the official and binding document*



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6. ANNEXES	
<ul style="list-style-type: none"> ▪ Condensed interim separate financial statements as at March 31, 2018, prepared pursuant to Norm no. 39/2015 for the approval of the Accounting Regulations compliant with International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority from Financial Instruments and Investments Sector - unaudited 	
<ul style="list-style-type: none"> ▪ Net assets statement as at March 31, 2018 – prepared pursuant to annex 16 of the Regulation no. 15/2004 	
<ul style="list-style-type: none"> ▪ Detailed statement of investments as at March 31, 2018 – prepared pursuant to annex 17 of the Regulation no. 15/2004 	

1. GENERAL INFORMATION

CORPORATE NAME	Societatea de Investiții Financiare Banat-Crișana S.A. (hereinafter referred to as "SIF Banat-Crișana" or "the Company")
COMPANY TYPE	<ul style="list-style-type: none"> ▪ closed-end investment company self-managed, with a diversified investment policy investment policy, endorsed by the Financial Supervisory Authority by Endorsement no. 258 / 14.12.2005 and as AIFM with Authorization no. 78/09.03.2018 ▪ set-up as a joint stock company in November 1996 pursuant to the provisions of Law no. 133/1996 for the conversion of the Private Property Funds (FPP) into Financial Investment Companies (SIF) ▪ Romanian legal entity with private capital
SHARE CAPITAL	<ul style="list-style-type: none"> ▪ RON 52,000,000 – subscribed and paid-in capital ▪ 520,000,000 shares issued ▪ RON 0.10 per share nominal value
REGISTRATIONS	<ul style="list-style-type: none"> ▪ J02/1898/1992 at Trade Registry of the Arad Court ▪ Unique Fiscal Registration Code RO 2761040 ▪ Number in ASF AFIAA Register PJR07.1AFIAA/020007/09.03.2018 ▪ Number in ASF SIIR Register PJR09SIIR/020002/2006 ▪ Legal Entity Identifier (LEI Code) 254900GAQ2XT8DPA7274
MAIN ACTIVITY	<p>Main activity is, as per the classification of economic activities in the national economy (CAEN): financial intermediation, except insurance and pension funding (CAEN code 64), and the main object of activity: Other financial intermediation n.c.a. (CAEN code 6499):</p> <ul style="list-style-type: none"> ▪ carrying out financial investments in order to maximize the value of own shares in accordance with the regulations in force; ▪ management of investment portfolio and exercising all of the rights related to the instruments in which investments are made; ▪ risk management; ▪ other activities auxiliary and associated to the collective investment activity, in accordance with the regulations in force.
TRADING MARKET	The company is listed since November 1, 1999 on the regulated market of Bucharest Stock Exchange (BVB) – Premium category - ticker SIF1
FINANCIAL AUDITOR	PricewaterhouseCoopers Audit SRL
DEPOSITARY BANK	BRD - Groupe Société Générale
SHARES AND SHAREHOLDERS' REGISTRY	Depozitarul Central S.A. Bucharest
HEADQUARTERS	Arad , 35A Calea Victoriei 310158, Romania TEL +40257 304 438 FAX +40257 250 165 EMAIL sifbc@sif1.ro WEB www.sif1.ro
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2. MAIN FINANCIAL AND OPERATIONAL INFORMATION

MAIN BALANCE SHEET ITEMS [RON mn]			
	31.03.2017	31.12.2017	31.03.2018
Total assets, of which	2,113.72	2,488.15	2,709.18
Total financial assets	2,080.98	2,462.83	2,677.46
Equity	1,959.48	2,291.24	2,485.05
Total current liabilities	23	20.47	41.91

FINANCIAL PERFORMANCE [RON mn]			
	31.03.2017	31.12.2017	31.03.2018
Operational income	8.75	84.93	8.92
Gains on investments	(0.06)	3.31	2.1
Operating expenses	3.29	15.75	3.49
Gross profit	5.40	72.49	7.53
Net profit	5.40	69.55	7.26

PERFORMANCE OF SHARES AND NET ASSET			
	31.03.2017	31.12.2017	31.03.2018
Share price (end of period, RON)	1.9260	2.7700	2.8000
NAV/S* (RON)	4.0813	5.0111	5.3421
Accounting net asset / share (RON)	3.7828	4.4245	4.7988
Nominal value of share (RON)	0.1	0.1	0.1
Number of outstanding shares**	518,000,000	517,460,724	517,460,724

* calculated acc. to ASF regulations

** number of shares not including treasury stock

OPERATIONAL DATA			
	31.03.2017	31.12.2017	31.03.2018
Number of permanent employees, end of period	37	37	35
Branch offices	1	1	1

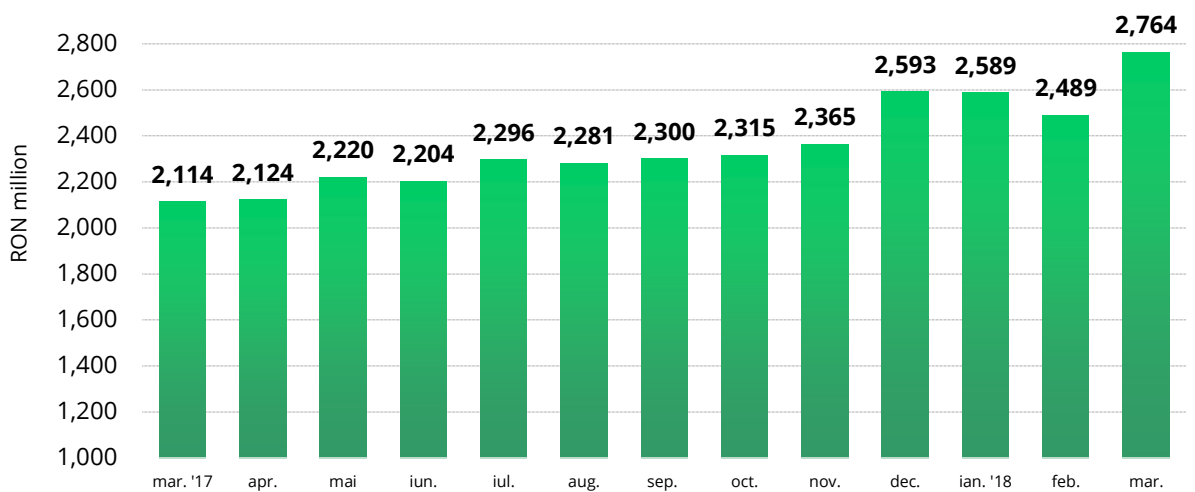
3. PORTFOLIO AS AT MARCH 31, 2018

Net asset value

SIF Banat-Crișana's net asset value (NAV) was of **RON 2,764.33 million** as at March 30, 2018, 30.76% above the value recorded as at March 31, 2017, of RON 2,114.13 million, while NAV/S reached **RON 5.3421** as at March 30, 2018, 30.9% up as compared to the value recorded on March 30, 2017 (RON 4.0813).

The difference in terms of variation (%) between NAV and NAV/S is due to the change in the number of outstanding shares following the public tender for the repurchase of own shares conducted in September 2017 (517,460,724 as at March 2018 compared to 518,000,000 as at March 2017).

MONTHLY EVOLUTION OF THE NET ASSET VALUE
March 2017 - March 2018



Monthly values for net asset were calculated by SIF Banat-Crișana and certified by BRD Groupe Société Générale. Valuation of assets for the calculation of net asset value of SIF Banat-Crișana was performed pursuant to ASF Regulation no. 9/2014 (art. 113-122) and ASF Regulation no. 10/2015.

The monthly reports for the net asset value were submitted to the Bucharest Stock Exchange and ASF – Investment and Financial Instruments Sector, and published on SIF Banat-Crișana's website www.sif1.ro within 15 days from the end of the reporting month.

Net assets statement as at September 30, 2017, prepared pursuant to annex 16 of the Regulation no. 15/2004, is presented as annex to this report.

The methodology for calculating the net asset value

Net asset value calculation was performed pursuant to the provisions of Art. 113-122 of ASF Regulation no. 9/2014 and ASF Regulation no. 10/2015.

Per these regulations, listed securities are valued at the closing market price for the day for which the calculation is made. The securities not admitted to trading on a regulated market or not traded during the last 30 trading days are valued at the book value per share recorded in the most recent annual financial statements, or equity value comprised in the monthly reports submitted to BNR (the Romanian central bank) for credit institutions. Fixed income instruments are valued using the method of daily interest recognition and amortization of discount / premium for the period passed from the date of the investment. Shares of companies undergoing insolvency proceedings, liquidation or reorganization are valued at zero until the completion of the procedure.

Value of non-portfolio items considered for the calculation of net asset value are based on accounting records under International Financial Reporting Standards (IFRS).

Portfolio structure

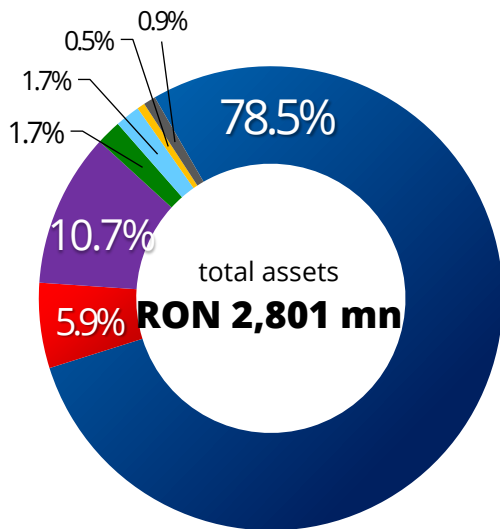
SIF Banat-Crișana has as investment objective the management of a portfolio of high quality diversified assets, suitable to provide a constant income flow, while preserving and increasing the capital over a medium-long term, in order to increase the value for shareholders.

The strategic vision is the development of the Company through an efficient management and to increase of the value of the assets under administration, by improving the allocation of resources and obtaining the highest returns on the invested capital.

The strategy of asset allocation aims the maximization of the portfolio performance within the prudential framework set by ASF regulations.

SIF BANAT-CRIȘANA's PORTFOLIO as at March 31, 2018

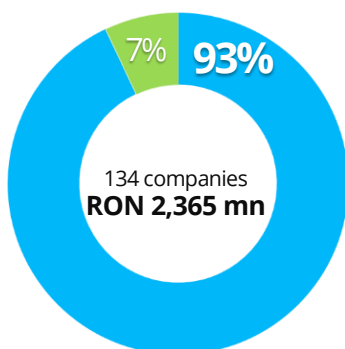
breakdown on assets (weight on total assets)



- **listed shares***
worth **RON 2,198.40 million**
(31.12.2017: RON 2,061 million)
- **unlisted shares**
worth **RON 166.29 million**
(31.12.2017: RON 166.5 million)
- **unlisted non-UCITS securities**
worth **RON 300.21 million**
(31.12.2017: RON 230.4 million)
- **govt. bonds**
worth **RON 48.83 million**
(31.12.2017: RON 65.5 million)
- **corporate bonds**
worth **RON 48.5 million**
(31.12.2017: RON 48.5 million)
- **bank deposits + cash available**
worth **RON 15.24 million**
(31.12.2017: RON 16.1 million)
- **receivables and other assets**
worth **RON 23.91 million**
(31.12.2017: RON 24.3 million)

* the category includes listed non-UCITS securities (SIFs)
values calculated as at 31.03.2018 pursuant to ASF Reg. no. 9/2014 and no. 10/2015, the amounts for fixed income financial instruments include interest receivables

STOCK PORTFOLIO
on liquidity, as at March 31, 2018

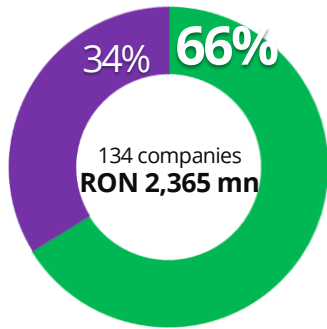


- **listed companies**
RON 2,198.40 million (31.12.2017: RON 2,061.13 million) value of holdings in **46** companies (31.12.2017: 49)
- **unlisted companies**
RON 166.29 million (31.12.2017: RON 165.55 million) value of holdings in **88** companies (31.12.2017: 90)

percentages show the weight in stock portfolio, values calculated as at 31.03.2018 pursuant to ASF Reg. no. 9/2014 and no. 10/2015

STOCK PORTFOLIO

regional exposure as at March 31, 2018



■ Romania

RON 1,565.38 million (31.12.2017: RON 1,382.02 million) value of holdings in **132** companies (31.12.2017: 137)

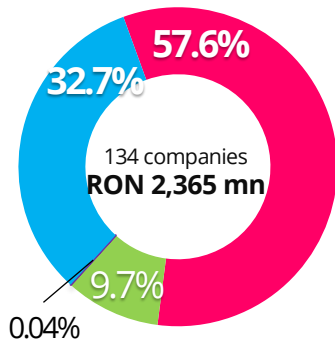
■ external markets

RON 799.31 million (31.12.2017: RON 845.66 million) value of holdings in **2** companies (31.12.2017: 2): Austria (1 company – Erste Bank), Cyprus (1 company – SIF Imobiliare)

percentages show the weight in stock portfolio, values calculated as at 31.03.2018 pursuant to ASF Reg. no. 9/2014 and no. 10/2015

STOCK PORTFOLIO

breakdown on shareholdings as at March 31, 2018



■ up to 5%

stakes **up to 5%** in **48** companies worth **RON 1,362.21 million** (31.12.2017: RON 1,281.80 million)

■ 5-33%

stakes **between 5-33%** in **72** companies worth **RON 228.43 million** (31.12.2017: RON 159.89 million)

■ 33-50%

stakes **between 33-50%** in **3** companies worth **RON 1.03 million** (31.12.2017: RON 1.03 million)

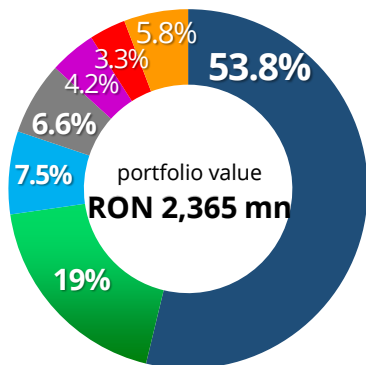
■ above 50%

majority stakes, above 50%, in **11** companies worth **RON 773.02 million** (31.12.2017: RON 784.95 million)

percentages show the weight in stock portfolio, values calculated as at 31.03.2018 pursuant to ASF Reg. no. 9/2014 and no. 10/2015

STOCK PORTFOLIO

sectoral breakdown as at March 31, 2018



■ banking-financial

stakes in **13** companies worth **RON 1,271.40 million** (31.12.2017: RON 1,193 million)

■ commerce - real-estate

stakes in **16** companies worth **RON 448.24 million** (31.12.2017: RON 447.85 million)

■ energy-utilities

stakes in **11** companies worth **RON 176.51 million** (31.12.2017: RON 109.91 million)

■ cardboard and paper

stakes in **5** companies worth **RON 155.32 million** (31.12.2017: RON 157.35 million)

■ tourism and public-food services

stakes in **4** companies worth **RON 98.88 million** (31.12.2017: RON 110.23 million)

■ pharmaceuticals

stakes in **2** companies worth **RON 77.73 million** (31.12.2017: RON 74.44 million)

■ other industries and activities

stakes in **83** companies worth **RON 136.61 million** (31.12.2017: RON 134.72 million)

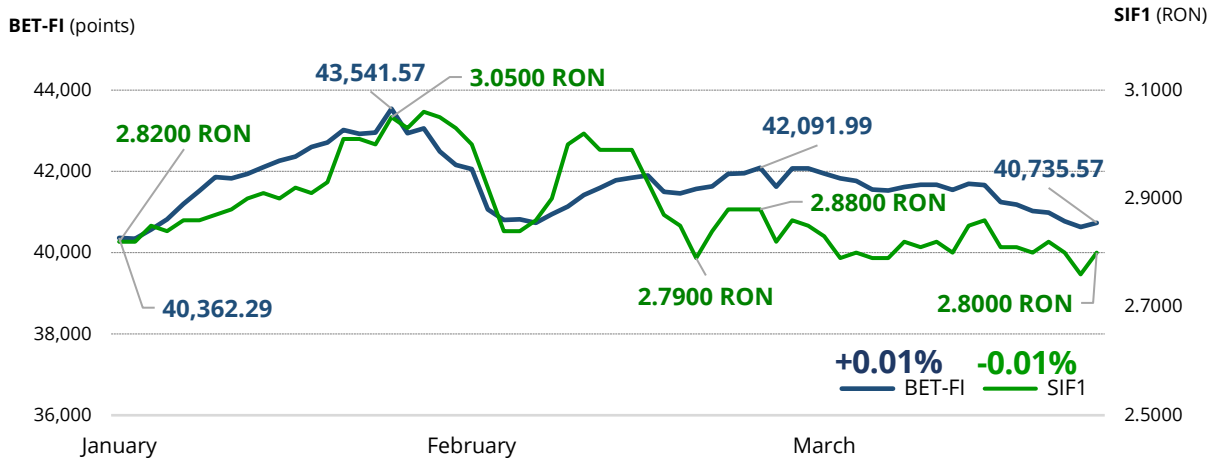
percentages show the weight in stock portfolio, values calculated as at 31.03.2018 pursuant to ASF Reg. no. 9/2014 and no. 10/2015

TOP 10 COMPANIES IN SIF BANAT-CRIȘANA PORTFOLIO as at March 31, 2018

Company	Sector	stake held by SIF1	value* of holding (RON mn)	% of NAV
1 BANCA TRANSILVANIA (TLV)	banking - financial	4.44%	504.69	18.26
2 SIF IMOBILIARE (SIFI)	financial services applicable to real estate	99.99%	404.99	14.65
3 ERSTE GROUP BANK AG (EBS)	banking - financial	0.48%	394.31	14.26
4 BRD - GROUPE SOCIÉTÉ GÉNÉRALE (BRD)	banking - financial	1.95%	205.59	7.44
5 VRANCART (VNC)	cardboard and paper	75.06%	144.82	5.24
6 SIF MOLDOVA (SIF2)	other financial intermediation	4.99%	76.99	2.79
7 BIOFARM (BIO)	pharmaceuticals	23.22%	70.25	2.54
8 CONPET (COTE)	energy - utilities	6.50%	62.80	2.27
9 SNGN ROMGAZ (SNG)	energy - utilities	0.41%	59.33	2.15
10 SIF HOTELURI (CAOR)	tourism and public-food services	98.99%	54.09	1.96
TOTAL			1,978	71.55

* calculated pursuant to ASF Reg. no 9/2014 and ASF Reg. no 10/2015

SIF1 vs. BET-FI PERFORMANCE IN 2018



highlighted values recorded at the close of trading sessions

4. SIGNIFICANT EVENTS DURING Q1 2018

- As per the provisions of art. 137² of the Law no. 31/1990 on trading companies, and of Art. 7 par. (1) of Company's Articles of Association, SIF Banat-Crișana's Board of Directors, in the meeting held on January 16, 2018, approved the appointment of Mr. Ionel-Marian CIUCIOI as provisional administrator of SIF Banat-Crișana, until the assembly of the general meeting of shareholders, authorized in this capacity by ASF endorsement no 99/04.04.2018.
- The Board of Directors of SIF Banat-Crișana, in the meeting held on January 25, 2018, according to the provisions of Art. 7 par. (15) of Company's Articles of Association decided to maintain the decisions of the Board of Directors dated 24.04.2017, reconfirming the appointment of Mr Radu Răzvan Străuț, Vice-Chairman of the Board of Directors, as Deputy General Director of SIF Banat-Crișana and delegating the management of the company as per Art. 143 of Law no. 31/1990. The company submitted to ASF the request for the endorsement of Mr. Străuț in this position, the documentation being under review at the Authority.
- On February 15, 2018, SIF Banat-Crișana published the preliminary financial results for the year ended December 31, 2017, prepared pursuant to IFRS, by submitting to the market operator (BVB) and posting on Company's website, www.sif1.ro.
- On March 9, 2018, the Financial Supervisory Authority (ASF) authorized SIF Banat-Crișana as **Alternative Investment Fund Manager (AIFM)**, issuing in this respect the following documents:
 - Authorization no. 78/09.03.2018 through which SIF Banat-Crișana is authorized as Alternative Investment Fund Manager (AIFM); it is attested the registration of SIF Banat-Crișana in the ASF Register, Section 7¹ - Alternative investment fund managers, Subsection 3 - Alternative investment fund managers authorized by ASF (AFIAA), no. PJR07.1AFIAA/020007;
 - Endorsement no. 76/09.03.2018 approving the amendments to the SIF Banat-Crișana's Articles of Association as per Resolution no. 2 of the EGM from 25.04.2016, namely Art. 2 par. (1) from Company's Articles of Association, which shall read as follows: *"(1) Main activity is: financial intermediation, except insurance and pension funding (CAEN code 64), and the main object of activity: Other financial intermediation n.c.a. (CAEN code 6499) as follows: a) carrying out financial investments in order to maximize the value of own shares in accordance with the regulations in force; b) management of investment portfolio and exercising all of the rights related to the instruments in which investments are made; c) risk management; d) other activities auxiliary and associated to the collective investment activity, in accordance with the regulations in force."*
 - Authorization no. 79/09.03.2018 authorizing Mrs Adina-Eleonora HODĂJEU as holding the key function of risk management for SIF Banat-Crișana; attesting the registration of Mrs Adina-Eleonora HODĂJEU in ASF Register with no. PFR13.2FARA/020053 in the function of risk management;
 - Authorization no. 80/09.03.2018 authorizing Mr Ioan-Eugen CRISTEA in the key function of compliance officer for SIF Banat-Crișana; attesting the registration of Mr Ioan-Eugen CRISTEA in ASF Register with no. PFR13.1RCCO/020007 as Compliance Officer;
 - Decision no. 332/09.03.2018 withdrawing Mr. Ioan-Eugen CRISTEA the authorization as Representative of Internal Control Compartment for SIF Banat-Crișana; it is deleted the registration with no. PFR13RCCI / 020033 certifying the registration of Mr Cristea Ioan-Eugen in the ASF Register as the representative of the Internal Control Compartment.
- On March 19, 2018, the Board of Directors of SIF Banat-Crișana convened the Ordinary General Meeting of Shareholders and the Extraordinary General Meeting of Shareholders for April 26 (27), 2018.

Events after the reporting period

- The Ordinary General Meeting of SIF Banat-Crișana's Shareholders (OGM) was held on the first call on April 26, 2018. The resolutions approved by the OGM were communicated to ASF, BVB and investors through the *Current Report* of April 26, 2018, available for consultation on company's website, www.sif1.ro.
- The Extraordinary General Meeting of SIF Banat-Crișana's Shareholders (EGM) was held on April 26, 2018, on the first call. The resolutions approved by the EGM were communicated to ASF, BVB and investors through the *Current Report* of April 26, 2018, available for consultation on company's website, www.sif1.ro.

5. FINANCIAL POSITION AND RESULTS AS AT MARCH 31, 2018

SIF Banat-Crișana prepared the accounting report as at March 31, 2018 pursuant to ASF Norm no. 39/2015 for the approval of Accounting Regulations compliant to the International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority in the Financial Instruments and Investments sector and considering the provisions of IFRS 9 - Financial Instruments, applicable as of January 1, 2018.

The accounting report as at March 31, 2018, has not been audited by the financial auditor, as it is not a legal or statutory requirement.

The following are a summary of Company's financial position and results as at March 31, 2018:

Condensed separate statement of financial position - extract

	31.12.2017	31.03.2018
<i>(all amounts denominated in RON)</i>		
Cash and cash equivalents	11,320,217	12,840,904
Bank deposits, including interest	4,814,586	2,414,300
Financial assets at fair value through profit and loss	338	436,784,936
Financial assets at fair value through other comprehensive income	2,440,191,357	2,219,023,187
Financial assets at amortized cost	6,499,764	6,398,252
Investment property and tangible assets	23,477,763	23,413,650
Other assets	1,841,146	8,301,001
Total assets	2,488,145,171	2,709,176,228
Liabilities	196,905,028	224,127,306
Equity	2,291,240,143	2,485,048,923
Total liabilities	2,488,145,171	2,709,176,228

The value of **total assets** held as at March 31, 2018, was of RON 2,709.2 million, 8.9% higher than the value of assets at 2017-year end.

The progress of main items as compared to the beginning of the period:

- **Cash and cash equivalents** stood about the same level as compared to 2017 year-end, as the Company did not record significant liquidity allocations or disinvestments in the first three months of 2018, the investments made being financed within the limit of disinvestment from other categories of assets held.

- **Bank deposits** slightly decreased as compared to the end of last year, a significant part of this decrease (RON 2.4 million) is reflected in the increase in cash and cash equivalents (RON 1.5 million).

- **Financial assets at fair value through profit and loss**, amounting to RON 436.8 million, significantly higher as compared to December 31, 2017, mostly as a result of the reclassification under this category (within the Financial assets available for sale) of some financial investments (shares in associates, fund units and bonds) following the application from January 1, 2018 of IFRS 9 - Financial Instruments.

- **Financial assets at fair value through other comprehensive income**, amounting to RON 2,219 million, are below the level recorded at December 31, 2017 as a result of reclassification from this category (under Financial assets at fair value through profit or loss) of some financial investments (shares in associates, fund units and bonds) as a result of the application from January 1, 2018 of IFRS 9 - Financial Instruments. Compared to the beginning of 2018, Financial assets at fair value through profit or loss and other items of comprehensive income recorded a cumulative increase of RON 194.6 million, representing the main cause of the increase in the total assets of the Company.

- **Other assets** increased as compared to the beginning of the period. The dynamics of this asset component is largely influenced by the recording of dividend receivables from portfolio companies announced during the first three months of 2018 and not collected yet as at the reporting date.

- **Equity** significantly rose from the level recorded at December 31, 2017, mainly due to the positive differences of fair value in the securities portfolio recorded in other items of the comprehensive income as at March 31, 2018. Deferred income tax liabilities were incurred in respect of these differences, which explains the increase in the Company's debts as compared to the end of the previous year.

Condensed Individual Statement of Profit and Loss and Other items of comprehensive income
- extract

<i>(all amounts denominated in RON)</i>	31.03.2017	31.03.2018
Revenues		
Dividend income	7,788,220	7,828,241
Interest income	929,806	949,109
Other operational revenue	34,676	144,519
Gain on investments		
Net gain on foreign exchange	9,347	47,551
Net gain on sale of assets	(65,031)	(377,150)
Net result on financial assets at fair value through profit and loss	11	2,432,955
Expenses		
Expenses related to fees, commissions	(573,822)	(867,202)
Other operating expenses	(2,720,842)	(2,623,443)
Profit before income tax	5,402,365	7,534,580
Income tax	(6,170)	(269,881)
Net profit	5,396,195	7,264,699
Other comprehensive income	(167,098)	111,109,836
Total comprehensive income for the period	5,229,097	118,374,535

Progress of **revenues** having significant weight:

- **Dividend income** stood at the same level as compared to the first three months of the previous year, representing, both for 2017 and 2018, the declared dividend of one of Company's subsidiary.

- **Interest income** is slightly higher as compared to Q1 2017, given the shift of the fixed-income investments from bank deposits to government bonds, under significantly more favourable returns conditions, was partially affected by the decrease of the average volume of money market investments in Q1 2018 compared to the average recorded in Q1 2017.

Gain on investments had the following progress:

- **Net result on foreign exchange** recorded as at March 31, 2018, is favourable, resulting from the corporate bonds held, has a positive progress as compared to the same period of the previous year, given the increase of the investments made in this type of instruments at the end of the previous year.

- **Net result on sale of assets** is slightly negative, coming from divestment in govt. bonds held as financial assets available for sale measured through other comprehensive income. In the case of debt instruments, the favourable / unfavourable differences in the fair value measurement are transferred to the income / expense at the date of derecognition. Starting with January 1, 2018, given the adoption of IFRS 9 and the Company's option to reflect fair value differences related to equity investments (page 1: *Statement of financial position - Financial assets at fair value through other comprehensive income*) within the comprehensive income, the gains or losses on disposal of investments in shares within this category will be recognized on the basis of the retained earnings, without being transferred to income or expense.

- **Net result from assets measured at fair value through profit or loss** comprises the fair value difference recognized as at 31 March 31, 2018 for financial assets reclassified in this category (IFRS 9) from financial assets available for sale (as per IAS 39).

Expenses as at March 31, 2018 are slightly above the corresponding period of 2017, mainly due to the increase in charges for paid commissions (mainly those paid to ASF, dependent on the value of the assets under management).

Net profit as at March 31, 2018 amounting to RON 7.5 million is above the cumulated result of first quarter of 2017, given the recognition in revenues of fair value differences related to asset classes classified in accordance with IFRS 9.

Total comprehensive income as at March 31, 2018 in the amount of RON 118.4 million is the effect of recognition in other comprehensive income, in the quarterly reporting, the increase in the fair value of the portfolio of financial assets. Please note that in the previous reports for the first quarter of the year, these amounts were not reflected in the financial statements.

Financial ratios as at March 31, 2018

Ratio	Calculation	Result as at 31.03.2018
1. Current liquidity ratio ¹⁾	Current assets/Current liabilities	0.58
2. Debt to equity ratio ²⁾	Debt / Equity x 100	not applicable
	Debt / Capital employed x 100	not applicable
3. Accounts receivables turnover ³⁾	Average clients' accounts / Turnover x 90	61
4. Non-current assets turnover ⁴⁾	Turnover / Non-current assets	0.003

¹⁾ **Current liquidity ratio** provides the guarantee of covering current liabilities from current assets. The acceptable recommended value is approximately 2, and the recorded value at the end of the first three months of 2018 was of 0.58. This level is explicable from two perspectives: (1) The Company holds a series of liquid monetary investments, recorded in *Financial assets at fair value through other comprehensive income* (government bonds), which are not considered when calculating this indicator and 2) on March 31, 2018, the Company recognized in liabilities a significant amount of tax liability resulting both from taxable transactions carried out in the first quarter and from the effect of the transition to IFRS 9. Considering also these investments, the value of the indicator would be 1.68.

²⁾ **Debt to equity ratio** indicates the effectiveness of the credit risk management, revealing potential financing or liquidity issues, with impact on fulfilling the assumed commitments. The Company had no borrowings as at March 31, 2018, and therefore this indicator is zero.

³⁾ **The accounts-receivable turnover** indicates the effectiveness of the company in collecting its receivables, respectively the number of days until the debtors pay their debt to the company.

In determining the average balance of clients, the receivables were considered at gross value. The weight in total receivables is of the dividends to be collected from portfolio companies and interest receivable on securities.

For the turnover, the company's total revenues as at March 31, 2018 was used.

Turnover ratio calculated as at March 31, 2018, was of 61 days, and is characteristic for the average time passed between the moment of recording the dividend receivables from the portfolio companies and the effective date of their collection.

⁴⁾ **Non-current assets turnover** measures the efficiency in managing the non-current assets, by examining the value of the turnover (for SIF Banat-Crișana - the total operating income) generated by a certain portion of non-current assets. In determining the ratio, the gross value of financial assets was considered. As at March 31, 2018, this ratio has a value of 0.003.

6. ANNEXES

Condensed interim separate financial statements as at March 31, 2018, prepared pursuant to Norm no. 39/2015 for the approval of the Accounting Regulations compliant with International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority from Financial Instruments and Investments Sector - unaudited

Net asset statement as at March 31, 2018,
prepared pursuant to annex 16 to Regulation no. 15/2004

Detailed statement of investments as at March 31, 2018,
prepared pursuant to annex 17 to Regulation no. 15/2004

The quarterly report prepared as at March 31, 2018, was approved by the Board of Directors of SIF Banat-Crișana in the meeting held on May 14, 2018.

Signatures

Bogdan-Alexandru Drăgoi
Chairman and CEO

Ștefan Doba
Economic Director