



BUCHAREST STOCK EXCHANGE

August 10, 2011, Bucharest

HALF YEARLY REPORT

Issued in accordance
with the CNVM Regulation no. 1/2006
as of 30.06.2011

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Annexes

Assets, Liabilities and Equity Statements, Profit and Loss Account, Cash Flow Statements, Equity Change Statements and Notes to the Financial Statements as of June 30, 2011 drawn up according to the Rules of the National Securities Commission (NSC) no. 4/2011 on Accounting Rules in compliance with Directive IV of the European Economic Communities applicable for authorized entities, as regulated and monitored by NSC.

DISCLAIMER

This document was translated from Romanian. The Romanian version of “Half Yearly 2011 report” is the BVB official document.

FINANCIAL HIGHLIGHTS

Indicators		Q2		H2	
		01.04.2011	01.04.2010	01.01.2011	01.01.2010
		30.06.2011	30.06.2010	30.06.2011	30.06.2010
Individual income statement					
Sales revenue	Mil. RON	4.92	4.04	10.90	8.49
Operating result (EBIT)	Mil. RON	1.26	1.07	4.26	2.40
Financial result	Mil. RON	9.52	1.21	9.14	2.84
Net result for period	Mil. RON	10.30	1.91	12.50	4.38
Individual balance sheet (as of 30 June)					
Equity	Mil. RON	95.15	86.70	95.15	86.70
Total assets	Mil. RON	99.05	91.51	99.05	91.51
Individual cash flow statements					
Cash flow from operating activities	Mil. RON	n/a	n/a	2.49	2.55
Performance indicators					
Earnings per share	RON	1.34	0.25	1.63	0.57
EBIT margin	%	25.6	26.52	39.1	28.2
Net profit margin	%	209.5	47.19	114.7	51.6
Market Indicators					
Value traded on stock and fund units markets (including DEAL trades)	Mil. RON	2,568	2,067	5,804	4,067
BVB share price¹					
Opening price (closing price of previous day)	RON	43.5	n/a	40.75	n/a
High (intraday price)	RON	46.0	33.9	46.0	33.9
Low (intraday price)	RON	36.3	24.3	36.3	24.3
Closing price (as at June 30)	RON	37.4	26.0	37.4	26.0

¹ BVB became a listed company on June 8, 2010.

BVB TRIPLED ITS NET PROFIT AFTER THE FIRST 6 MONTHS²

 The results of the first half of 2011 reflect an increase of the turnover of the most segments operated on Bucharest Stock Exchange (BVB, the Company) upon the listing of new companies and instruments. The improvement of the macroeconomic climate and the listing calendar announced by the Romanian Government attracted more investors on the local capital market. The financial data show an improvement of the financial indicators with the doubling of the average daily number of transactions in 2011 as compared to the average number of transactions traded last year and the recording of dividends from the Central Depository.

 BVB increased its turnover by 28.4% in the first 6 months of 2011 up to RON 10.90 million (H1.2010: RON 8.49 million) as a result of the increase of the revenues from transactions.

 The operating costs amount to RON 6.64 million (H1. 2010: RON 6.20 million), reflecting an increased attention paid to the investor education, the promotion of new instruments and of the overall Romanian capital market and the strict control of the operating and personnel expenses.

 BVB registered a 77.8% increase of the operating result (EBIT) up to RON 4.26 million (H1.2010: RON 2.40 million).

 The net profit increased significantly by 185.6% up to RON 12.50 million (H1.2010: RON 4.38 million).

 Starting from June 1, BVB distributed to its shareholders total dividends amounting to RON 5.39 million as a result of distributing its 2010 net profit. The gross dividend per share amounted to RON 0.7.

COMPANY DATA

² The financial data have not been audited and represent the individual results of Bucharest Stock Exchange, drawn up according to the Romanian Accounting Standards (RAS); the financial indicators are expressed in million RON and they are rounded off to the nearest integer, resulting in small reconciliation differences.

Legal entity:	SC BURSA DE VALORI BUCURESTI SA
Main activity:	Administration of financial market
CAEN class:	6611
Sole Registration Code:	17777754
Trade Register no.:	J40/12328/2005
Address:	34-36, Carol I Blvd., Floors 13-14, district 2, Bucharest
Symbol	BVB
ISIN	ROBVBAACNORO

Bucharest Stock Exchange (BVB) was established based on the Decision of the National Securities Commission (NSC) no. 20/1995. BVB was established as a public non-profit institution and in 2005 it became a joint stock company. The Company was listed on June 8, 2011. The Company's main activity is the administration of financial markets. BVB is the largest market operator in Romania and it is a medium sized stock exchange in the region.

Bucharest Stock Exchange administrates several markets, among which can be mentioned:

- A spot regulated market on which shares and rights issued by international and Romanian entities are traded; debt instruments: corporate, municipality and state bonds issued by Romanian entities and international corporate bonds; UCITs: shares and fund units; structured products;
- Rasdaq market on which shares and rights issued by Romanian entities are traded;
- A regulated derivatives market on which futures contracts for shares, indices, commodities and exchange rates are traded;
- An alternative trading system, ATS, called CAN (new shares and companies) on which foreign shares listed on another market are traded.

BVB's operating revenues result mainly from the trading of the listed instruments, from listings of companies and instruments, and from data vending to various users.

BVB is included in the FTSE Mondo Visione Exchanges index as of November 9, 2010, in the BET index of as of March 21, 2011, as well as of June 17, 2011 in the Dow Jones Global Exchanges.

MAIN EVENTS

April 4 – BVB launches the Gold Futures contract with the underlying asset of a gold troy ounce (price in USD); on **May 9** SSIF Tradeville SA became Market Maker for the two available maturities of Gold Futures contracts: June 2011 and August 2011.

April 06-07 – BVB and Franklin Templeton Investments organized in London the first international road-show dedicated to the promotion of the Romanian capital market and of the most traded companies to the foreign institutional investors.

April 27 – the BVB Board of Governors approves the supplementation of the BVB rules with provisions regarding the transaction of **OPTIONS** contracts.

April 29 – the General Ordinary Meeting of Shareholders decides the distribution of its entire profit to the shareholders as dividends and the appointment of Mr. Grzegorz Konieczny as member of the BVB Board of Governors for the vacant position. The National Securities Commission (NSC) validated Mr. Grzegorz Konieczny as member of the BVB Board of Governors on **May 10**.

June 14 – The trading of the shares issued by SC Retrasib SA Sibiu starts on the regulated spot market in the Tier 2 of the Equity Sector. The Company was previously traded on the Rasdaq market.

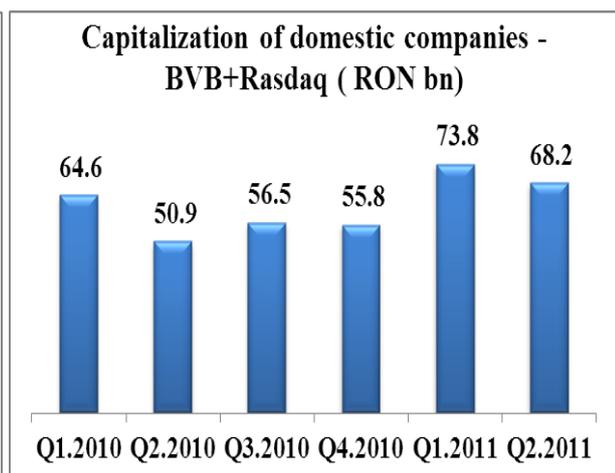
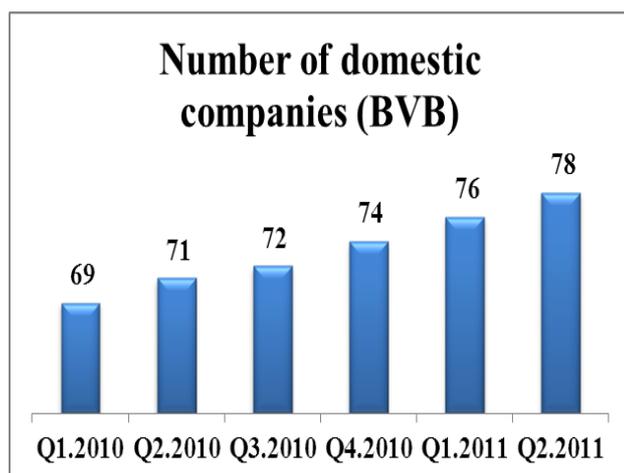
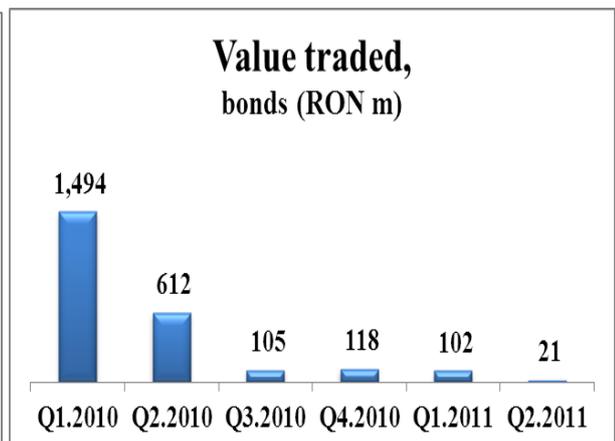
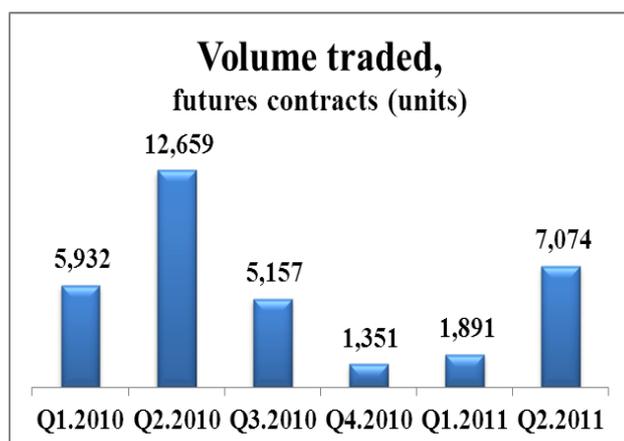
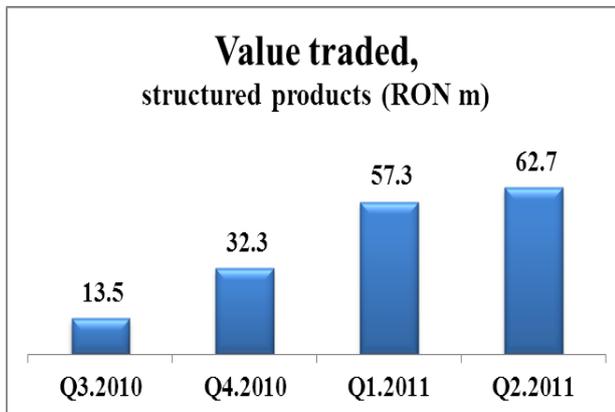
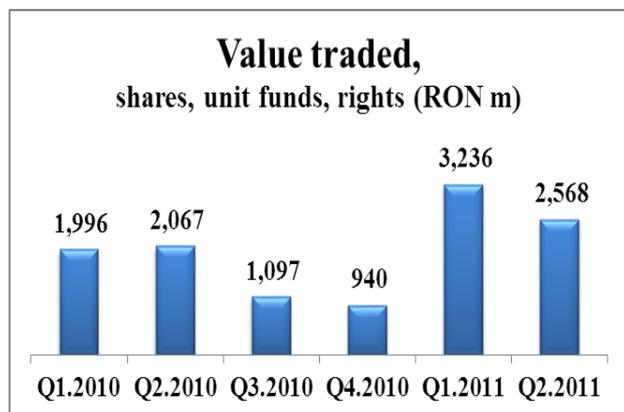
June 17 – Bucharest Stock Exchange was included in the Dow Jones Global Exchanges index which measures the performance of the shares issued by the listed stock exchanges and trading platforms all over the world.

June 20 – the first listing of a Real Estate Investment Trust (REITs) on BVB – the trading of the shares issued by New Europe Property Investments PLC (NEPI) starts on the regulated market administrated by BVB, on Other International Financial Instruments Sector, A class (financial instruments similar to equity securities).

June 21 – The shares of 3 foreign companies, Deutsche Telekom AG, Bayer AG and E.ON AG start to be traded in the Alternative Transaction System of BVB (CAN-ATS). The shares of the three companies benefit from the Market Making service provided by SSIF Tradeville.

The **second quarter** was marked by several events on the structured product market, launched in July 2010. On **April 5**, Raiffeisen Centrobank AG introduced for trading the first 2 structured product issues with share traded on BVB as underlying assets, namely those issued by Fondul Proprietatea. In June Raiffeisen Centrobank AG issued another 9 turbo certificates with the shares of Petrom, BRD and Transilvania Bank as underlying assets. In April, May and June, Erste Group Bank AG launched 9 structured product issues, among which those with DAX index, commodities (oil, gold and for the first time silver) and Fondul Proprietatea as underlying.

BVB'S OPERATIONAL ACTIVITY³



³ Source: BVB. The traded value is presented based on the "single counted" principle and it includes the DEAL transactions.

ANALYSIS OF FINANCIAL RESULTS

These individual financial statements were not drawn up according to the International Financial Reporting Standards (IFRS). The financial statements are drawn up according to the Romanian Accounting Standards (RAS) and in compliance with NSC rules. The financial results as of June 30, 2011 are not audited.

Results of operations for the first half of 2011

The first half of 2011 was marked by one of the most anticipated listings, namely that of Fondul Proprietatea (FP). Once the trading of the FP shares was launched on January 25, 2011, the transactions with FP shares resulted in a significant increase of the total market turnover. Fondul Proprietatea marked several events on the market. It was the first share for which global accounts with no pre-validation, the Market Maker institution, stock borrowing and short selling were available. Thus, these mechanisms were tested by the market with no operational errors and BVB requested the National Securities Commission (NSC) to extend the global accounts with no pre-validation to the entire market. BVB management is confident that this mechanism will increase the accessibility of the local market in particular for the foreign institutional investors and in the end this will result in an increased trading volume.

The structured product market launched in June 2010 registered a significant boom during the first 6 months of 2011. The total turnover is almost 3 times higher than the last year figure. The derivatives market showed an important progress in the first half of 2011, the last months being characterized by daily transactions. The new futures contracts introduced (on the Fondul Proprietatea shares or on gold), the Market Makers attracted and the efforts made in order to educate the investors resulted in the rapid development of this sector.

Indicator (million RON)	Q2.2011	Q2.2010	H1.2011	H1. 2011
Turnover	4.92	4.04	10.90	8.49
Total operating expenses, out of which:	3.66	3.08	6.64	6.20
- Personnel expenses	1.66	1.60	3.17	3.37
Operating profit (EBIT)	1.26	1.07	4.26	2.40
Financial result	9.52	1.21	9.14	2.84
Gross profit	10.78	2.28	13.40	5.23
Net profit	10.30	1.91	12.50	4.38
Net profit per share (RON)	1.34	0.25	1.63	0.57

During the first 6 months of 2011 BVB's net turnover increased by 28.4% as compared to the same period of 2010, up to RON 10.90 million (H1.2010: RON 8.49 million), as a result of the increase by 43% of the turnover on the share and fund unit markets (including the DEAL transactions), of the constantly growing turnover on the structured product market, as well as of the 13% increase of the revenues from the listed issuers. BVB's revenues from the trading activity amounted to RON 9.64 million (H1.2010: RON 7.12 million and the listing revenues amounted to a total of RON 0.54 million (H1.2010: RON 0.48 million).

The operating expenses amounted in January-June 2011 to RON 6.64 million (H1. 2010: RON 6.20 million). The 7% increase reflects the initiation by BVB of a number of campaigns aimed at educating and attracting new issuers and investors, which were organized both at the national and international level. The personnel expenses, which represent the highest percentage out of the total expenses, decreased by 6% during the first half of the year and amounted to RON 3.17 million (H1.2010: RON 3.37 million). The functioning expenses were decreased also.

The operating profit (EBIT) of BVB increased by 77.8% up to RON 4.26 million as of June 30 (H1. 2010: RON 2.40 million).

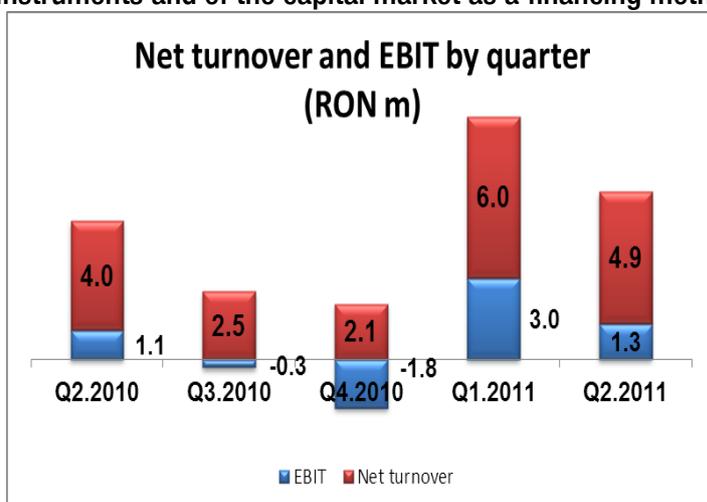
The financial result for the first half of the year amounted to RON 9.14 million (H1.2010: RON 2.84 million) and it was determined by the recording of the dividends from the Central Depository amounting to RON 8.20 million and of the revenues from interest rates.

BVB's net profit increased significantly by 185.6% up to RON 12.50 million (H1.2010: RON 4.38 million).

Results of operations for the second quarter of 2011

After the first quarter of 2011 which showed increasingly better perspectives for the Romanian economy and considering the authorities' announcements regarding Romania's overcoming the recession period, the second quarter focused on the sovereign debt crisis. The uncertainty regarding the solutions to be adopted by the European Union on this matter affected the investors' willingness to take risks. As a result, the main stock exchanges in the region faced a more austere period characterized by a decrease in prices and trading values.

These effects were also felt by Bucharest Stock Exchange which registered slightly lower turnovers than the first quarter of 2011, but higher than those recorded in the second quarter of 2010. Thus, BVB's net turnover in the second quarter of 2011 increased by 21.7% as compared to the same period last year, amounting to RON 4.92 million (Q2.2010: RON 4.04 million). During April-June 2011 the operating expenses amounted to RON 3.66 million (Q2.2010: RON 3.08 million) as a result of larger expenses incurred for the promotion of the traded instruments and of the capital market as a financing method.



During the second quarter, the operating profit increased by 17%, up to RON 1.26 million (Q2.2010: RON 1.07 million) as a consequence of a higher net turnover.

The financial result was RON 9.52 million (Q2.2010: RON 1.21 million), BVB aimed to obtain a financial profit at the end of the first six months. The financial result is due to the dividends amounting to RON 8.20 million from the Central Depository, company in which BVB owns 69.04% of total shares. The financial result was determined also by the interests received from the placement of the existing cash reserves.

BVB reported a net profit of RON 10.30 million in the second quarter, over 5 times higher than that registered in the same period in 2010 (Q2.2010: RON 1.91 million).

Financial position

Cash flow statement

During the first half of the year, BVB generated a positive cash flow from its operational activity of RON 2.49 million, which is similar to the figures registered in 2010 (H1.2010: RON 2.55 million). A positive cash flow was also generated by the investment activity in the amount of RON 2.91 million (H1.2010: - RON 61.42 million). The negative cash flow from the financing activity amounted to a total of 5.39 million (H1.2010: - RON 5.50 million) representing the payment of the dividends from the 2010 net profit.

Net assets

On June 30, 2011 BVB's total assets amounted to RON 99.05 million (June 30, 2010: RON 91.51 million). They consist mainly of non-current assets amounting to RON 25.64 million (June 30, 2010: RON 25.02 million) and current assets amounting to RON 72.82 million (June 30, 2010: RON 91.51 million). BVB's payables on June 30, 2011 include only payables whose due date is under 1 year amounting to RON 3.41 million (June 30, 2010: RON 4.30 million). BVB's cash was reduced to RON 60.97 million (June 30, 2010: RON 64.13 million) on account of the distribution of dividends amounting to RON 5.39 million.

Assets (RON millions)	30.06.2011	30.06.2010	Liabilities (RON millions)	30.06.2011	30.06.2010
Non-current assets	25.64	25.02	Equity	95.14	86.70
Current assets – total, out of which: - cash, bank accounts and other short term financial investments	72.82 <i>60.97</i>	66.26 <i>64.13</i>	Payables – total, out of which: -under 1 year -over 1 year	3.41 <i>3.41</i> <i>0</i>	4.30 <i>4.30</i> <i>0</i>
Prepaid expenses	0.59	0.23	Unearned revenues	0.50	0.51
Total assets	99.05	91.51	Total liabilities	99.05	91.51

Corporate Social Responsibility (CSR)

BVB embraced the spirit of corporate responsibility as part of its strategy in order to respond to the challenges faced in its field of activity. Education represents a priority of BVB in its corporate responsibility policy, in its desire to familiarize pupils and students with the capital market, as well as in supporting entrepreneurship in youth, the acquiring of basic notions for the initiation of one's own business after completing education or the accessing of any available financing resource. The educational projects are mainly aimed at the development of the next generation of investors and participants in the market.

As far as the educational programs planned for 2011 are concerned, BVB is deeply involved at several levels:

- The organization in partnership with student associations of a number of conferences, seminars, summer schools (Junior Achievement Romania, Asociatia Voluntari pentru Idei si Proiecte Volunteers for Ideas and Projects, Dafl student association)

- The support of educational competition, both at the high school and at the university level (“Capital market”, “VIP Investment School”)
- The organization of internships at BVB during the course of the year, the involvement in and support of a number of professional guidance programs (Job Shadow Day, partnerships with Bucharest University Centers)
- The organization of the program “Ziua portilor deschise la BVB” (Open Doors Day at BVB) together with Junior Achievement Romania and a number of financial investment providers as partners. The program was launched in 2009 and it is mainly dedicated to pupils and students interested in the capital market, stock exchange mechanisms and their role in the financing of economic development
- The involvement of BVB’s employees in the educational process, on voluntary basis, by holding periodic presentations of the capital market mechanisms in the Romanian schools, high schools and universities.

Expectations for the second half of the year 2011

Given the uncertainty regarding the sovereign debt of certain European Union countries, Romania has nevertheless a chance to maintain the positive trend of the main macroeconomic indicators. Thus, Romania could increase its attractiveness to investors, including to portfolio investors. At the same time we are confident that the state will maintain its announced listing schedule and proceed with the development of the two SPOs for Transgaz and Transelectrica. The investors’ appetite for the state offers, be they primary or secondary, and their success will be influenced both by the external context of the moment, the companies’ financial soundness, as well as by the terms of the prospectus.

Annexes⁴

Assets, Liabilities and Equity Statements as of 30 June 2011

Form 10

Indicator (RON)	Row	Balance		
		30.06.2011	31.12.2010	30.06.2010
A. NON-CURRENT ASSETS				
Intangible assets				
3. Licenses, other intangible assets (acc. 205+208-2805-2808-2905-2908)	3	5,498	11,441	15,286
Total intangible assets (row 01 to 05)	6	5,498	11,441	15,286
Tangible assets				
1. Plant and constructions (acc. 211+212-2811-2812-2911-2912)	7	0	407,608	407,608
2. Equipment and machines (acc. 214-2814-2914)	8	316,844	441,276	387,319
3. Other equipment and furniture (acc. 214-2814-2914)	9	103,030	101,323	132,836
Total tangible assets (row 07 la 10):	11	419,874	950,207	927,763
Financial assets				
1. Shares held in subsidiaries (acc. 261-2961)	12	24,158,059	23,373,939	23,116,716
5. Investments held as financial assets (acc. 262+264+265+266-2696-2962-2964)	16	1,058,290	1,036,115	958,741
Total financial assets (rows 12 to 17)	18	25,216,349	24,410,054	24,075,457
TOTAL NON-CURRENT ASSETS (row 06 + 11 + 18)	19	25,641,721	25,371,702	25,018,506
B. CURRENT ASSETS				
Inventories				
1. Consumable materials (acc.302+303+/-308+351-392-395)	20	14,367	5,332	6,973
Total inventories (row 20 la 22):	23	14,367	5,332	6,973
Receivables				
1. Trade receivables (acc. 2675*+2676*+2678*+2679*-2966*-2969*+4092+ 11+413+418-491)	24	2,087,083	748,638	1,066,972
4. Other receivables (acc. 425+4282+431+437+4382+441+4424+4428+444+445+446+ 447+4482+4582+461+473-496+5187)	27	9,755,425	588,208	1,055,511
Total receivables (row 24 to 28) (rows 24 to 28):	29	11,842,508	1,336,846	2,122,483
Short term financial investments				
2. Other short term financial investments (acc. 5031+ 5032+505+5061+5062+5071+ 5072+5081+5082 +...+5113+ 5114)	31	60,656,046	62,997,521	63,902,932
Total short term financial investments (rows 30 to 31)	32	60,656,046	62,997,521	63,902,932
IV. Cash and bank accounts				
(acc. 5112+5121+5122+5123+5124+5125+5311+ 5314+5321+5322+ 5323+...+542)	33	309,959	311,558	226,517
TOTAL CURRENT ASSETS (row 23+29+32+33)	34	72,822,880	64,651,257	66,258,905
C. PREPAID EXPENSES (acc. 471)	35	590,037	108,363	232,174

⁴ All amounts are indicated in RON, unless otherwise specified

D. PAYABLES WITHIN ONE YEAR				
4. Trade payables (acc.401+404+408)	39	118,318	449,386	27,868
8. Other payables, including tax and social security payables (acc.1623+1626+167+1687+2698+421+423+424+...+5197)	43	3,288,047	1,028,864	4,272,482
Total payables within one year (rows 36 to 43)	44	3,406,365	1,478,250	4,300,350
E. NET CURRENT ASSETS OR NET CURRENT LIABILITIES (row 34+35-44-60.2)	45	69,507,748	62,663,259	61,684,674
F. TOTAL ASSETS LESS CURRENT LIABILITIES (row 19+45-60.1)	46	95,149,469	88,034,961	86,703,180
G. PAYABLES WITHIN MORE THAN ONE YEAR:				
8. Other payables, including tax and social security payables	54	0	0	0
Total payables within more than 1 year (row 47 to 54)	55	0	0	0
I. UNEARNED REVENUES (row 60.1 + 60.2):	60	498,804	618,111	506,055
J. SHARE CAPITAL AND RESERVES				
Capital (row 62 + 63)	61	76,741,980	76,741,980	76,741,980
Share premium (acc. 104)	64	8	8	8
IV. Reserves (row 68 to 73-74)	67	5,909,498	5,909,476	5,585,076
Lawful reserves (acc. 1061)	68	4,411,410	4,411,410	4,087,010
Reserves representing the surplus from reevaluation reserves (acc. 1067)	72	57,109	57,109	57,109
Other reserves (acc. 1068)	73	1,440,957	1,440,979	1,440,979
Retained earnings				
Profit - Credit balance	77	0	0	0
Loss - Debit balance	78	0	0	0
Result for the year				
Profit (acc. 121) - Balance C	79	12,497,983	5,707,897	4,376,116
Loss (acc. 121) - Balance D	80			
Profit allocation (acc. 129)	81	0	324,400	0
TOTAL SHAREHOLDERS' EQUITY (row 61+64+65-66+67+75-76+77-78-79)	82	95,149,469	88,034,961	86,703,180

Profit and Loss account

Form 20

Indicator (RON)	Row	Quarter 2		2nd half	
		01.04.2011	01.04.2010	01.01.2011	01.01.2010
		30.06.2011	30.06.2010	30.06.2011	30.06.2010
1. Net turnover	1	4,917,896	4,038,735	10,895,547	8,487,578
4. Other operating revenues (acc. 7417+758)	7	2,031	108,495	2,303	108,495
Operating revenues – TOTAL (row 01+04-05+06+07)	8	4,919,927	4,147,230	10,897,850	8,596,073
5. Material expenses and other third party expenses (row 10 to 12)	9	124,692	69,801	190,542	152,386
Consumable materials expenses (acc. 602-7412)	10	95,307	37,722	130,048	64,454
Other material expenses (acc. 603+604)	11	8,095	4,789	15,373	29,517
Other third party expenses (water and energy) (acc. 605-7413)	12	21,290	27,290	45,121	58,415
Personnel expenses (row 14+15)	13	1,656,605	1,594,742	3,169,681	3,367,784
Salaries (acc. 641+642-7414)	14	1,286,447	1,227,653	2,468,573	2,605,149
Social security contributions (acc. 645-7415)	15	370,159	367,089	701,109	762,635
7a. Adjustment of tangible and intangible assets (row 17-18)	16	228,357	153,296	333,721	396,246
7b. Adjustment of current assets (row 20-21)	19	1,598	0	631	0
8 Other operating expenses (row 23 to 25)	22	1,649,123	1,258,517	2,941,524	2,283,777
Third party expenses (acc. 611+612+613+614+621+622+623+624+625+626+627+628-7416)	23	1,178,391	1,059,335	2,222,036	1,855,798
Other taxes, duties and similar expenses (acc. 635)	24	175,508	155,794	359,488	295,883
Compensation expenses, donations and disposed assets (acc. 658)	25	295,224	43,388	360,000	132,096
Operating expense – TOTAL (row 09+13+16+19+22+26)	29	3,660,375	3,076,356	6,636,099	6,200,193
Operating result					
- Profit (row 08-29)	30	1,259,552	1,070,874	4,261,751	2,395,880
- Loss (row 29-08)	31				
Financial revenues					
9. Revenues from investments in associates (acc. 7613)	32	234	18,945	234	18,945
10. Revenues from other financial investments acc. (7611+7612)	34	8,209,405	9,676	8,211,608	11,675
11. Interest rate revenues (acc. 766)	36	911,844	1,234,704	1,885,992	2,870,781
12. Other financial revenues (acc. 7616+7617+762+763+764+765+767+768)	38	1,046,653	21,913	1,103,792	30,166
Financial revenues – TOTAL (row 32+34+36+38)	39	10,168,136	1,285,238	11,201,626	2,931,567
12. Adjustment of financial assets and of financial investments classified as current assets (row 41-42)	40	-27,436	2,391	-22,175	8,865
Expenses (acc. 686)	41	40,524	60,760	106,860	158,840
Revenues (acc. 786)	42	67,960	58,369	129,035	149,975
13. Other financial expenses (acc. 663+664+665+667+668)	45	677,147	76,150	2,083,456	86,889
Financial expenses - TOTAL (row 40+43+45)	46	649,711	78,541	2,061,281	95,754
Financial result					

- Profit (row 39-46)	47	9,518,425	1,206,697	9,140,345	2,835,813
- Loss (row 46-39)	48				
14. Current result					
- Profit (row 08+39-29-46)	49	10,777,977	2,277,571	13,402,096	5,231,693
- Loss (row 29+46-08-39)	50				
Total Revenues (row 08+39+51)	55	15,088,063	5,432,468	22,099,476	11,527,640
Total expenses (row 29+46+52)	56	4,310,086	3,154,897	8,697,380	6,295,947
Gross result					
- Profit (row 55-56)	57	10,777,977	2,277,571	13,402,096	5,231,693
- Loss (row 56-55)	58				
18. Income tax expense	59	476,407	371,634	904,113	855,577
Result for the year					
- Profit (row 57-59-60)	61	10,301,570	1,905,937	12,497,983	4,376,116
- Loss (row 58+59+60) or (row 59+60-57)	62				

Informative data, Form 30

Indicator	Row	30,06,2011	31,12,2010	30,06,2010
I. Average number of employees	23	56	60	62

Indicator (RON)	Row	Amounts (RON)
IV. Equivalent value of lunch vouchers granted to employees	30	60046

VIII. Other information (RON)	Row	30,06,2011	30,06,2010
Financial assets, gross amounts (row 39 +45), out of which:	38	25,606,245	24,564,902
Shares held in subsidiaries, investments in associates, other investments held in financial assets and long term bonds, gross amounts (row 40 to 44), out of which:	39	25,606,245	24,564,902
- listed shares	40	1,238,936	1,238,936
- unlisted shares	41	24,367,309	23,325,966
Trade receivables, amounts prepaid to suppliers and other similar accounts as gross amounts (acc. 4092+411+413+418)	50	2,249,498	1,208,820
Personnel receivables and similar accounts (acc. 425+4282)	51	4,140	5,270
Other receivables (acc. 451+453+456+4582+461+471+473)	53	9,864,340	948,700
Interest to collect (acc. 5187)	54	479,341	0
Short term investments as gross amounts (acc. 501+503+ 505+506+507+din acc,508) (row 56 to 61), out of which:	55	60,656,046	63,902,932

- bonds, deposits	59	60,656,046	63,902,932
Cash in RON and foreign currency (row 64+65), out of which:	63	4,511	4,163
- in RON (acc. 5311)	64	1,014	3,816
- in foreign currency (acc. 5314)	65	3,497	347
Current accounts at banks in RON and foreign currency (row 67+68), out of which:	66	305,448	222,346
- in RON (acc. 5121)	67	137,454	74,421
- in foreign currency (acc. 5124)	68	167,994	147,925
Payables (row 73+76+79+82+85+88+89+92 to 96), out of which:	72	3,905,169	4,806,405
Trade payables, prepaid amounts from clients and other similar accounts as gross amounts (acc,401+403+404+405+408+419)	92	118,318	27,868
Personnel payables and other similar accounts (acc,421+423+424+426+427+4281)	93	186,714	169,365
Social security and state budget contributions (acc,431+437+4381+441+4423+4428+444+446+447+4481)	94	1,543,150	1,473,257
Other payables (acc,451+453+455+456+457+4581+462+472+473+269+509)	95	2,056,987	3,135,915
Paid subscribed capital (acc. 1012), (row 98 to 100), out of which:	97	76,741,980	76,741,980
- quoted shares	98	76,741,980	76,741,980

IX. Expenses information	Row	30,06,2011	30,06,2010
Collaborator expenses (acc. 621)	101	265,224	289,728

Statement of changes in equity as of 30,06,2011

Indicator (RON)	Balance on Jan, 2010	INCREASES		DECREASES		Balance on 31 June 2011
		Total out of which:	By transfer	Total out of which:	By transfer	
Subscribed capital	76,741,980					76,741,980
Capital premiums	8					8
Reevaluation reserves						
Statutory or contractual reserves						
Reserves representing surplus from reevaluation reserves	57,109					57,109
Lawful reserves	4,411,410					4,411,410
Other reserves	1,440,957	22	22	0	0	1,440,979
Company shares						
Result carried forward representing profit/loss	0	5,383,497	5,383,497	5,383,497	5,383,497	0
- unallocated profit	0	5,383,497	5,383,497	5,383,497	5,383,497	0
- uncovered loss						
Result carried forward from adopting IAS for the first time, except for IAS 29						
Credit balance						
Debt balance						
Result carried forward from correcting accounting errors						
Credit balance						
Debt balance						
Result carried forward from enforcement of Accounting regulations in compliance with Directive IV of EEC						
Credit balance						
Debt balance						
Result of the year						
Profit	5,707,897	12,497,983		5,707,897	5,707,897	12,497,983
Loss						
Profit allocation (-)						
Credit balance						
Debt balance	324,400			324,400	324,400	0
TOTAL SHAREHOLDERS' EQUITY	88,034,961	17,881,502	5,383,519	10,766,994	10,766,994	95,149,469

Cash flow statement as of June 30, 2011

Indicator	Report period		
	June 30, 2011	January 1, 2011	June 30, 2010
OPERATING ACTIVITY			
Net profit for the period	13,402,096	6,488,395	5,231,693
Adjustments for:			
Depreciation, amortization expense	197,852	665,409	396,246
Provisions expenses/ (revenues)	386,064	(48,572)	8,865
Interest rate revenues	(1,885,992)	(4,978,161)	(2,870,781)
Financial activities adjustments	(11,842)	(1,422,684)	(18,945)
Other adjustments	(311,905)	(470,450)	(153,356)
Total adjustments	(1,625,823)	(6,254,458)	(2,637,971)
Operating result before changes in working capital	11,776,273	233,937	2,593,722
Decrease/(increase) in receivables and other similar accounts	(10,741,791)	575,839	191,532
Decrease/(increase) in liabilities and other similar accounts	1,716,932	1,201,250	469,328
Income tax expense paid	(266,370)	(1,167,208)	(709,315)
Cash flows from operating activities	2,485,044	843,818	2,545,267
INVESTMENT ACTIVITIES			
Proceeds from selling tangible and intangible assets	-	-	-
Payments to acquire tangible and intangible assets	(69,184)	(360,386)	(72,625)
Payments to acquire financial assets	(784,120)	(257,224)	-
Net proceeds/ (payments) from investment activities	2,341,475	(62,997,521)	(63,902,932)
Interest rates received	1,406,651	4,850,357	2,534,708
Dividends received	11,842	1,422,684	18,945
Cash flows from investing activities	2,906,664	(57,342,090)	(61,421,904)
FINANCING ACTIVITIES			
Dividends paid (including tax on dividends)	(5,393,307)	(7,791,340)	(5,498,016)
Cash flow from financing activities	(5,393,307)	(7,791,340)	(5,498,016)
Net increase/(decrease) in cash and cash equivalents	(1,599)	(64,289,612)	(64,374,653)
Cash and cash equivalents as at beginning of period, January 1	311,558	64,601,170	64,601,170
Cash and cash equivalents as at end of period, January 1 / June 30	309,959	311,558	226,517

Notes to the financial statements as of June 30, 2011

1. NON CURRENT ASSETS

Assets Items	Gross amounts				Value adjustments and depreciations				Net accounting value On January 1, 2011	Net accounting value On 30,06,11
	Balance on January 1, 2011	Increases	Decreases	Balance on June 30 2011	Balance on January 1 2011	Depreciation during the year	Decreases or balances brought forward	Balance on June 30 2011		
	1	2	3	4=1+2-3	5	6	7	8=5+6-7	9=1-5	10=4-8
Other intangible assets	3,536,262	4,676		3,540,938	3,524,821	10,619		3,535,440	11,441	5,498
Total intangible assets	3,536,262	4,676		3,540,938	3,524,821	10,619		3,535,440	11,441	5,498
Land	1,019,020			1,019,020	611,412	407,608		1,019,020	407,608	0
Technical installations and machines	5,922,913	51,261		5,974,174	5,481,637	175,693		5,657,330	441,276	316,844
Other installations, machines and furniture	903,144	13,247		916,391	801,821	11,540		813,361	101,323	103,030
Total tangible assets	7,845,077	64,508		7,909,585	6,894,870	594,841		7,489,711	950,207	419,874
Financial assets	24,822,126	784,120		25,606,246	412,072	106,860	129,036	389,896	24,410,054	25,216,349
Non-current assets - total	36,203,465	853,304		37,056,771	10,831,763	712,320	129,036	11,415,047	25,371,702	25,641,724

a) Tangible and intangible assets

The tangible and intangible assets acknowledged in the financial statements as of June 30, 2011 meet the requirements stipulated by the Accounting regulations complying with Directive IV of the European Economic Communities applicable for authorized entities, as regulated and monitored by the National Securities Commission.

Assets are acknowledged according to the requirements of the general framework for the drawing up and presentation of financial statements if:

- It is possible to generate future economic benefits;
- The cost of the asset is higher than the limit stipulated by the lawful regulations;
- It is used during a period longer than 1 year and it is used for the delivery of services.

The evaluation base used for accounting records is the historic cost minus the cumulated adjustments, The items removed from tangible assets are acknowledged at the accounting value of the same on the operation date.

Bucharest Stock Exchange (BVB) registered in the first half of 2011 investments in non-current assets amounting to RON 69,184 according to the investment plan approved by the General Assembly of Shareholders.

During the report period no removal of items from non-current assets was recorded.

b) Financial assets

The financial assets at the beginning of the year amounting to RON 24,410,054 increased during the year by RON 784,120, as a result of the increased contribution in cash to two of the group companies, the total value on June 30, 2011 amounting to RON 25,216,349, as follows:

Indicator (RON)	Balance on January 1, 2011	Increases	Decreases	Balance on June, 30 2011
Total, out of which:	24,410,054			25,216,349
SC Depozitarul Central SA	19,462,405	781,330		20,243,735
SC Casa de Compensare Bucuresti SA	3,651,494			3,651,494
SC Fondul de Compensare a Investitorilor SA	210,040	2,790		212,830
Fundatia Institutul de Guvernanta Corporativa a BVB (BVB Corporate Governance Institute Foundation)	50,000			50,000
i) Total financial assets in subsidiaries	23,373,939	784,120	0	24,158,059
Casa Romana de Compensatie Sibiu (Romanian Compensation House, Sibiu)	209,250			209,250
Shares held in international entities – value before depreciation adjustments	1,238,936			1,238,936
Adjustments for the depreciation of the shares held in international entities	-412,072	-106,860	129,036	-389,896
ii) Total financial assets in entities outside the group	1,036,115	-106,860	129,036	1,058,290

The shares held by BVB in a series of international entities amount on June 30, 2011 to RON 1,238,936 representing investments made in order to obtain financial revenues, without any intervention in the management of the entities in which the securities are held. The investments in shares of international entities are the same as at the beginning of the year, as follows:

Indicator (RON)	Accounting value on January 1, 2011	Entries	Exits	Accounting value on June 30, 2011	Fair value on June 30, 2011
New York Stock Exchange	234,117	-	-	234,117	113,461
London Stock Exchange	253,564	-	-	253,564	172,189
Australian Stock Exchange	54,186	-	-	54,186	45,524
Deutsche Borse	180,180	-	-	180,180	139,776
NASDAQ OMX Group	178,693	-	-	178,693	166,105
CME Group	71,128	-	-	71,128	42,356
Bolsas y Mercados Espanoles	216,252	-	-	216,252	122,536
Intercontinental Exchange	50,816	-	-	50,816	47,093
Total	1,238,936	-	-	1,238,936	849,040

c) Amortizations and adjustments of the tangible and financial assets

The amortization duration and methods were established according to the provisions of Government Decision no. 2139/2004 approving the Catalogue on the classification and normal operation period of fixed assets and according to the accounting policies adopted by BVB. The amortization is acknowledged in the profit and loss account; the method used being the linear amortization method.

On June 30, 2011 the land adjustment is supplemented by RON 407,608 (January 1, 2011: RON 611,412), the adjustment value being equal to the accounting value of the land (RON 1,019,020).

The financial assets are indicated in the balance sheet at the entry value less the cumulated adjustments for value loss. During the first half of 2011, as the market value was established to have increased as compared to December 31, 2010 for certain shares held by BVB in international institutions, there were record reductions in some adjustments for the value loss through revenues recognition thus increasing their value so that on June 30, 2011 such shares amount to a total value of RON 389,896 (December 31, 2010: RON 412,072), the fair value of the financial assets held being RON 849,040 (December 31, 2010: Ron 831,627). The movement of the adjustments for the depreciation of the financial assets during the first half of 2011 is presented below:

Indicator (RON)	First half of 2011
Balance on January 1, 2011	412,072
Increase of the adjustment for the depreciation of financial assets	106,859
Adjustment for the depreciation of financial assets brought forward	129,035
Balance on June 30, 2011	389,896

2. PROVISIONS FOR RISKS AND EXPENSES

No provisions for risks and expenses were established in the first half of 2011.

3. PROFIT ALLOCATION

Not applicable.

4. ANALYSIS OF OPERATING PROFIT/LOSS

During the first half of 2011, Bucharest Stock Exchange had a net turnover of RON 10,895,547, which represents an increase by 28,4% as compared to the same period of 2010 (H1,2010: RON 8,487,578), The turnover increase was due to the increase of the value traded as a result of listing the shares of Fondul Proprietatea, the revenues from the tariffs charged for the admission to and maintenance to trading system, from the fees charged for the transactions with structured products, from data vending and other.

Indicator	First half 2011	First half 2010
Net turnover, out of which:	10,895,547	8,487,578
Revenues from current activity	10,895,547	8,487,578
Other operating revenues	2,303	108,495
Material expenses	145,421	93,971
Third party expenses for energy and water	45,121	58,415
Personnel expenses	3,169,681	3,367,784
Adjustment of the tangible and intangible assets value	333,721	396,246
Adjustment of current assets	631	0
Other operating expenses	2,941,524	2,283,777
Provision adjustments	0	0
OPERATING RESULT profit/ (loss)	4,261,751	2,395,880

The recorded expenses were incurred for the current activity and consisted in material expenses - RON 145,421 (June 30, 2010: RON 93,971), energy and water expenses – RON 45,121 (June 30, 2010: RON 58,415), personnel expenses, including contributions to the social security budget – RON 3,169,681 (June 30, 2010: RON 3,367,784), other expenses for third party services – RON 2,941,524 (June 30, 2010: 2,283,777), as well as adjustments of the tangible and intangible assets and of the current assets – RON 334,352 (June 30, 2010: RON 396,246).

Other expenses incurred by third parties amounting to RON 2,941,524 during the first 6 months (June 30, 2010: RON 2,283,777) include mainly rent expenses – RON 440,607, collaborator expenses – RON 265,224, expenses for taxes and duties – RON 359,488, publicity and advertising expenses – RON 348,713, repair and maintenance expenses – RON 273,715, expenses for international fees and contributions – RON 153,647 etc.

The operating result on June 30, 2011 is the profit amounting to RON 4,261,751, which represents a 78% increase as compared to the operating result recorded in the similar period of the previous year, amounting to RON 2,935,880.

5. RECEIVABLES AND PAYABLES STATEMENT

a) Receivables

Initial acknowledgement

The receivables are acknowledged according to the provisions of the Accounting regulations in compliance with Directive IV of EEC applicable for authorized entities, as regulated and monitored by the National Securities Commission, at their cost value.

Subsequent evaluation

Receivables are evaluated at their cost value less any value adjustments. The receivables (and payables) in foreign currency on June 30, 2011 are evaluated at the exchange rate applicable at the end of June (RON/USD 2.2959 and RON/EUR 4.2341), the difference of exchange rate being acknowledged according to the Accounting regulations in compliance with Directive IV of EEC applicable for authorized entities, as regulated and monitored by the National Securities Commission and registered under revenues or expenses, as the case may be.

Receivables Statement on June 30, 2011:

Receivables	Balance on June 30, 2011 Gross value	Due date	
		Under 1 year	Over 1 year
Trade receivables i)	2,249,498	2,249,498	-
Other receivables ii)	9,757,784	9,278,443	-
Depreciation adjustments	-164,773	-164,773	-
Total receivables	11,842,509	11,842,509	
Prepaid expenses	590,037	590,037	-
Total	12,432,546	12,432,546	-

On June 30, 2011 BVB had receivables amounting to RON 12,432,546, which represents an increase by RON 10,823,195 as compared to the beginning of the year (January 1, 2011: RON 1,609,351), mainly due to the recording of the right on the dividends due on account of its status as shareholder of SC Depozitarul Central SA, according to the General Assembly of Shareholders of 27.05.2011.

i) Trade receivables

The percentage of trade receivables out of the total receivables is 18.1% and amounts to RON 2,249,498. They are mainly represented by receivables associated to the services provided by BVB. The trade receivables are receivables from the brokerage companies to which the services delivered in June 2011 were invoiced, as well as the receivables for the services invoiced to the companies listed on the stock exchange and to other clients: fees for maintenance to trading, fees charged for the use of an additional terminal, on-line data vending, fees charged for the Index license, fees charged for data dissemination and others. BVB adjusted the value of the doubtful receivables by RON 164,773 (January 1, 2011: RON 164,142).

ii) Other receivables

Other receivables amounting to RON 9,757,784 represent mainly the receivables associated to the right to collect the dividends due from SC Depozitarul Central SA (RON 8,200,000), the receivables associated to the provisions of Rule 7/2006, as subsequently amended, on the NSC quote over the buying transactions traded on Bucharest Stock Exchange (RON 1,065,414) and the receivables for the interest rates due for the state securities and deposits established, whose maturity is after June 30, 2011 (RON 479,341).

III) Prepaid expenses

The prepaid expenses amounting to RON 590,037 (January 1, 2011: RON 108,363) represent mainly the adjustment for the depreciation of the disputed land (RON 407,608), which monthly is recorded under pro rata quota on expenses, equipment insurance, equipment maintenance, insurance premiums for the administrators' insurance, to be liquidated at the end of the invoice period.

Short term financial investments

The short term financial investments during the first half of 2011 represent bank placements in RON and foreign currency and the securities under repurchase agreements (January 1, 2011: RON 32,997,521) which generated revenues from interest rates registered in the analyzed period and amounting to RON 1.9 million, which contributed to the increase of BVB's cash and cash equivalents. The short term financial investment statement on June 30, 2011 and on January 1, 2011 is presented below:

Indicator (RON)	January 1, 2011	June 30, 2011
Investments in short term deposits	49,764,423	50,630,098
Securities under repurchase agreements	13,233,098	10,025,948
Total short term financial investments	62,997,521	60,656,046

The securities under repurchase agreements on January 1, 2011 are presented in detail below:

ISIN	Nominal value per security	Foreign currency	Acquisition date	Acquisition return	Maturity	Number of securities owned	Value on January 1, 2011 (RON)
RO1015DBN010	10,000	RON	22.12.2010	7,50%	21.01.2011	336	3,339,465
RO1011CTN002	10,000	RON	30.12.2010	7,50%	31.01.2011	791	7,856,315
RO1011CTE012	50,000	EUR	11.08.2010	4,00%	29.07.2011	10	2,037,318
Total securities under repurchase agreements on January 1, 2011							13,233,098

The securities under repurchase agreements on June 30, 2011 are presented in detail below:

ISIN	Nominal value per security	Foreign currency	Acquisition date	Acquisition return	Maturity	Number of securities owned	Value on June, 30 2011 (RON)
RO1015DBN010	9,636	RON	2.06.2011	7,26%	4.07.2011	829	7,988,582
RO1011CTE012	50,000	EUR	11.08.2010	4,00%	29.07.2011	10	2,037,366
Total securities under repurchase agreements on June 30, 2011							10,025,948

Cash and bank accounts

The cash and cash equivalents in bank accounts on June 30, 2011 amount to RON 309,959 (January 1, 2011: RON 311,558).

b) Payables

Initial acknowledgement

Payables are acknowledged according to the provisions of the Accounting regulations in compliance with Directive IV of EEC applicable for authorized entities, as regulated and monitored by the National Securities Commission, at their cost value.

Payables statement on June 30, 2011:

Indicator (RON)	Due date			
	Balance on June 30, 2011	Under 1 year	1-5 years	Over 5 years
Trade payables i)	118,318	118,318	-	-
Other payables, including tax payables and other payables to the social security budget ii)	3,288,047	3,288,047	-	-
Total payables	3,406,365	3,406,365	-	-
Unearned revenues iii)	498,804	498,804	-	-
Total	3,905,169	3,905,169	-	-

BVB's payables on June 30, 2011 amount to RON 3,905,169, which represents an increase by 86% of the payables recorded on January 1, 2011 (RON 2,096,361) and consist of: trade payables – RON 118,318 (January 1, 2011: RON 449,386), other payables including tax payables to be paid under one year – RON 3,288,386 (January 1, 2011: RON 1,028,864) and unearned revenues representing the amounts non-chargeable on June 30, 2011 – RON 498,804 (January 1, 2011: RON 618,811).

i) Trade payables

Trade payables amounting to RON 118,318 (January 1, 2011: RON 449,386) represent mainly obligations to internal suppliers, some due in less than 30 days, paid at the beginning of July 2011.

ii) Other payables

The tax payables to be paid in under 1 year amounting to RON 3,288,047 (January 1, 2011: RON 1,028,864) represent:

- Obligations due to personnel, state budget and the social security budget – RON 1,729,864;
- Obligations due to shareholders – dividends not received from previous years – RON 231,004;
- Other obligations - RON 1,327,179 representing mainly the obligation to the NSC quota of 0.08% to be received from brokerage companies.

III) Unearned revenues

The unearned revenues amounting to RON 498,804 on June 30, 2011 (January 1, 2011: RON 618,811) represent non-chargeable amounts corresponding to the tariffs applied for the maintenance of the listed issuers in the transaction system.

6. ACCOUNTING POLICIES, PRINCIPLES AND METHODS

6.1. Background information

The statements on the financial report of June 30, 2011 were drawn up according to the general account plan established by the Accounting rules complying with Directive IV of EEC applicable to authorized entities, as regulated and monitored by the National Securities Commission (Directive IV of EEC), as approved by Order of the chairman of the National Securities Commission no. 13/2011, as well as according to the following:

- Accountancy Law no. 82/1991, as republished, as subsequently amended and completed;
- Instruction no. 5/2006 on the half-year accounting report system of the entities regulated and monitored by the National Securities Commission, as subsequently amended and completed;
- Other statutory acts on the financial and accounting activity.

Other lawful regulations specific to the performed activity include:

- Law no. 297/2004 on the capital market;
- Law no. 21/1990 on trade companies, as republished, as subsequently amended and completed;
- Law no. 26/2010 amending and completing Government Emergency Ordinance no. 75/1999 on financial audit activities, republished, as published in the Official Journal of Romania under no. 145/2010.

The statements on the financial report of June 30, 2011 refer to BVB's individual financial reports. The half year financial statements are drawn up based on the trial balance resulted after applying the specifications included in the Accounting rules applicable to entities, as regulated and monitored by the National Securities Commission. These individual financial statements were not drawn up to reflect the Company financial position, operation results and cash flows according to the International Financial Reporting Standards.

6.2. Principles underlying the drawing up of the individual financial statements

The half-year financial reports were drawn up based on the historic costs according to the provisions of Rule no. 4/2011 approved by Order of the NSC Chairman no. 13/2011 on Accounting Rules according to Directive IV of the European Economic Communities applicable to authorized entities, as regulated and monitored by NSC. The presented financial reports are drawn up in compliance with the accounting principles according to accrual-based accounting. Thus, the effects of transaction and of other events are acknowledged upon occurrence, registered in the accounting records and reported in the associated periods. The accounting principles underlying the drawn up financial reports are presented below:

- The going concern principle – implies that the company will continue under normal circumstance its operation in a foreseeable future or significant downsize;
- The consistency of preparation principle – implies the application of the same rules for the transaction evaluation and entry in the accounting records, thus ensuring the possibility to compare in time the financial information;
- The prudence principle – all value adjustments due to any depreciation of the asset value, as well as all

foreseeable obligations and potential losses arising during the reporting period or during the closed year or during a previous year are recorded;

- The matching principle– implies that all revenues and expenses associated to the financial year are recorded, irrespective of the date of the collection or payment of such revenues and expenses;
- The separate evaluation of assets and liabilities principle – implies the separate evaluation of the asset and liability items;
- The intangibility principle – the opening balance sheet of each financial year matches the closing balance sheet of the previous financial year;
- The Non-compensation Principle – the value of the asset items is not set off against the value of the liability items, that is the revenues are not set off against expenses, except for the cases in which the setting off of assets against liabilities is permitted by Order of NSC no. 13/2011;
- **The economic over legal prevalence principle**– the information indicated in the financial statements reflects the economic reality of the events and transactions made and not only their legal status;
- The principle of significance threshold – any item of significant value is separately presented in the financial statements.

6.3. Accounting policies

a. Use of estimations

The drawing up of the financial statements according to the Accounting regulations in compliance with Directive IV of EEC requires the management to make estimations and use premises which affect the reported values of the assets and liabilities, the presentation of the assets, the contingent payables on the date of such financial statements and the expenses reported for the period in case.

b. Going concern

The financial statements are drawn up based on the going concern principle which implies that the company will continue its activity in the foreseeable future.

c. Transaction conversion in foreign currency

The functional currency in which the half yearly statements are presented is RON; the transactions in foreign currency are recorded at the exchange rates valid on the transaction date. Any profits and losses resulted out of the transaction settling and the conversion of the monetary assets and liabilities expressed in foreign currency are acknowledged in the profit and loss account of the year in progress. The balance of the assets and liabilities in foreign currency are converted in RON at the exchange rate communicated by NBR, valid at the end of the report period, as follows:

- 31.12.2010: RON/USD 3.205 and RON/EUR 4.2848;
- 30.06.2011: RON/USD 2.9259 and RON/EUR 4.2341.

d. Tangible assets

Initial acknowledgement and evaluation

Tangible assets are initially acknowledged at the acquisition price which represents the buying price or the value established through the acquisition contract. The asset items are entered in the accounting records at the acquisition cost or at the fair value for other entries than those based on acquisition, if case may be.

Evaluation on the report date

Tangible assets are presented at the acquisition cost less the accumulated amortization and value adjustments. The value subjected to amortization is determined after deducting the residual value; if the residual value is insignificant, it shall not be taken into account for amortization purposes. Tangible assets are depreciated during their estimated useful life cycle from the moment they are commissioned so that their cost should be reduced by the expiration of the life cycle taken into account, as follows: for technical installations and machines 3- 20 years, for other installations, machines and furniture 2 - 15 years. The quotas and useful life cycles of tangible assets were established according to the classification and normal operation cycles of fixed assets approved by Government Decision no. 2139/2004. Plots of land are not subjected to amortization as their life cycle is indefinite.

Subsequent expenses

The expenses for the repair or maintenance of the fixed assets made in order to reestablish or maintain the value of these assets are acknowledged in the profit and loss account on the date they are made, while the expenses incurred in order to improve the technical performance are capitalized and depreciated during the remaining amortization period of the respective fixed asset. The profits and losses generated by the assignment of tangible assets are determined by reporting them to their accounting value and they are taken into account when determining the operating profit. The non-current asset accounting is kept according to categories and to each object on record.

e. Intangible assets

The intangible assets include software and licenses for the use of software.

Initial evaluation

Intangible assets are initially acknowledged at the acquisition price which represents the buying price or the value established through the acquisition contract.

Amortization

Amortization is recorded in the profit and loss account based on the linear method during the estimated duration of the useful life cycle of the intangible asset in case. Intangible assets are depreciated from the date the asset in case is ready for use. The useful life cycle for software and licenses is between 1 and 5 years.

Evaluation on the report date

Intangible assets are acknowledged on the report date at their cost value less the amortization and accumulated value adjustments,

Subsequent expenses

Subsequent expenses for intangible assets are capitalized only when future economic advantages are expected for the asset in case. All other expenses are recorded under the profit and loss account when made.

f. Adjustments for asset loss of value

The accounting value of the company assets is reviewed every time the balance sheet is drawn up in order to determine the existence of any depreciation indicators. In case such depreciation indicators are established, the recoverable value of the company assets is estimated. A depreciation adjustment is

recorded in case the accounting value of the asset exceeds the recoverable value of the same. The depreciation adjustment is acknowledged in the profit and loss account. The depreciation adjustment can be brought forward in case of a change of the conditions existing when the recoverable value was established. A depreciation adjustment can be brought forward on condition that the net asset value should not exceed its net historic accounting value, taking into account the amortization and without considering the previous depreciation adjustment.

g. Financial instruments

The financial instruments to be recorded include the following:

- Cash and cash equivalents;
- Financial assets (shares held in subsidiaries and other investments held as financial assets);
- Short term investments, including securities under repurchase agreements;
- Trade receivables and payables;
- Long and short term payables.

Acknowledgement

The company acknowledges the financial assets on the date they were transferred (settlement date). The financial assets are initially evaluated at the acquisition cost. Operations under repurchase agreements involve bank placements, guaranteed by state securities. Securities under repurchase agreement have a fixed due date and are recorded as short term financial investments initially at the acquisition price.

Evaluation

After the initial acknowledgement, the fixed payment financial assets are evaluated using the method based on the daily acknowledgement of the interest rate associated to the period starting from the placement date. Long term securities are evaluated at their historic cost less any possible adjustment for loss of value. Trade receivables are recorded at their estimated realizable value. Uncertain clients are evaluated by analyzing all existing balances at the end of the period. In case bad payer clients are identified, value adjustments are recorded in the year of their identification as such. Upon entering short term investments in the company records, including securities under repurchase agreements, they are evaluated at their acquisition cost plus the accumulated return on the balance sheet date, less any principal and interest received. The depreciation against expenses of the investments held as current assets at the end of the period is reflected in the loss of value adjustments.

Reverse acknowledgement

Financial assets are unacknowledged when the Company loses the control of the contractual rights for the asset in case. The Company loses such control if it executes the rights on the benefits specified in the contract, if the rights in case expire or the company waives the same. Financial debts are unacknowledged when the obligation specified in the contract was fulfilled, canceled or expired. The reverse acknowledgement of sold financial assets is effected on the settlement date or on the date of the property transfer. The profit or loss made on the reverse acknowledgement date is calculated based on the historic cost of the financial asset and it is registered in the profit and loss account. The company uses the weighted average cost method to determine the cost of the financial assets.

h. Cash and cash equivalents

In order to draw up the cash flow statement, the cash and cash equivalents include the existing cash in bank accounts and in the cashier's office. The interest received or paid is classified as cash flow from the investment activity.

i. Supplies

The supplies are estimated at the cost value or the net realizable value, whichever is lower. The supply accountancy is kept only at their value.

j. Provisions for risks and expenses

The provisions for risks and expenses are acknowledged when the company has a legal or implied obligation resulted out of past events, when for the settlement of the obligation it is necessary to exit resources that include economic benefits and when a credible estimation can be made for the value of the obligation in case.

k. Dividends to be distributed

The dividends declared before the balance sheet date are recorded as obligations on such date. The dividends proposed or declared after the balance sheet date are not recorded as obligations, but they are included in the notes to the financial statements.

l. Taxes

In the first half of 2011, the Company paid a 16% profit tax, which was also applicable in 2010. The calculation of the tax profit is based on the accounting result, corrected by any deductible and non-deductible items to which the tax percentages in force on the date the profit tax is calculated are applied.

m. Revenues acknowledgement

The revenues accountancy is kept according to the types of revenues; they are acknowledged according to the principle of accrual-based accounting.

Revenues from current activity

Revenues from current activity include revenues from the commissions charged for the transactions with shares and fixed revenue instruments, the tariffs charged for the entry and maintenance in the transaction system, revenues from the selling of stock exchange information and other revenues. These are acknowledged according to the matching principle, taking into account the period in which the services were provided by the company.

Revenues from dividends

These are acknowledged in the current financial year, after the date of the Decision of the General Assembly of Shareholders of the companies in which equity investments were made regarding the dividend distribution.

Revenues from interest rates, commissions and similar sources

These are acknowledged according to the matching principle, taking into account the interest rate due according to the contract terms during the year in case, to the extent it is certain that such interest rate will be actually received on the due date. Revenues from securities under repurchase agreements are acknowledged based on the return of the placements calculated on the date of their establishment.

n. Expense accounting

The expense accounting is kept according to the types of expenses, their nature or destination. Operating expenses are recorded on the date of their occurrence. The costs incurred for the interest rates associated to possible loans are recorded on the date of their occurrence under the expense account.

7. CONTRIBUTIONS AND FINANCING SOURCES

The value of the share capital on June 30, 2011 did not change as compared to the beginning of the year and it amounts to RON 76,741,980, consisting of 7,674,198 shares with a nominal value of RON 10/share.

The shareholders' structure on June 30, 2011 is presented below:

	Number of shares	% of the share capital
Legal entities, out of which:	6,884,329	89,70
- Romanian	5,927,410	77,24
- International	956,919	12,47
Natural persons, out of which:	789,869	10,29
- Romanian	771,736	10,06
- International	18,133	0,24
Total	7,674,198	100

According to the provisions of art. 129, paragraph 1, of Law no. 297/2004 on the capital market, no shareholder of a market operator can hold directly or indirectly more than 5% of the total number of voting rights. Also, according to the Articles of incorporation, the subscription, acquiring and holding of Company shares shall comply with the condition that no shareholder can hold directly or indirectly more than 5% of the total number of voting rights. On June 30, 2011 no BVB shareholder was a significant shareholder and BVB did not hold its own shares.

8. INFORMATION ON EMPLOYEES, ADMINISTRATORS AND DIRECTORS

Indicator	Labor force June 30, 2010	Labor force June 30, 2011	Evolution
Total personnel members, out of which:	62	58	-4
Higher education personnel	58	54	-4
Secondary education personnel	4	4	0

The number of employees on June 30, 2011 changed as compared to the similar period of the previous year, being downsized by 9 as a result of the cessation of a number of individual labor contracts (personnel leaving the company or fired) and increased by 5 (3 new employees hired and 2 employees reintegrated), so that the number of employees amounted to 58. Out of the total of 58 on June 30, 2011, 3 persons had their individual labor contract suspended according to the lawful provisions and 1 was on secondment for business purposes.

The Company management was ensured by the Board of Governors validated by NSC, which consists of the following members:

- Mr. Stere Constantin Farmache CEO
- Mr. Mircea Botta Vice-president
- Mr. Ciprian Zah Vice-president
- Mr. Siminel Andrei Secretary general
- Mr. Daniel Țepeș Member up to March 25, 2011
- Mr. Grzegorz Konieczny Provisional member from March 25, 2011 and from May 10, 2011, elected member validated by NSC

- Mr. Cosmin Gheorghiu member
- Mr. Lucian Isac member
- Mr. Ionel Uleia member
- Mr. Octavian Molnar member

The executive management was ensured by:

- Mr. Valentin Marcel Ionescu Managing Director – first leader
- Mr. Alin Barbu Deputy Managing Director – second leader
- Mrs. Anca Dumitru Deputy Managing Director
- Mr. Marcel Tănăsescu Economic Manager
- Mr. Calin Macedon Manager
- Mrs. Ileana Botez Manager

During the report period the following expenses were recorded:

- | | |
|-------------------------------------------------------------------------------------------|---------------|
| • Expenses for salaries, allowances and insurance, out of which: | RON 3,434,906 |
| • Expenses for the salaries of the management personnel | RON 659,848 |
| • Expenses for the employees' salaries | RON 1,748,679 |
| • Social security expenses | RON 701,109 |
| • Lunch voucher expenses | RON 60,046 |
| • Expenses for the allowances of the Board of Governors and the Special Committee members | RON 265,224 |

The Company has no contractual obligations on the administrators' behalf and did not grant any prepaid amounts or credits to its managers or administrators. Also, the company has no future obligations such as guarantees granted on administrators' behalf, BVB pays monthly its contribution to the pension fund, health fund, unemployment fund, on account of its employees, according to the percentages stipulated by the legislation in force. During the report period the Company made no contributions on behalf of its employees to the optional pension schemes and no expenses for the voluntary health insurance premiums; it only made contributions to the national pension/health program, according to the legislation in force.

9. FINANCIAL AND ECONOMIC INDICATORS

	Indicator	Calculation formula	Value
Liquidity indicator	Current ratio	Current assets/Current liabilities	21.56 times
	Acid test ratio	(Current assets- Inventories)/ Current liabilities	21.55 times
	Debt-to-equity ratio	(Borrowed capital/ Equity)*100	BVB has no borrowings at the quarter end
Activity indicators	Accounts receivables turnover	(Average receivables balance/ turnover)*182 days	34.90 days
	Accounts payables turnover	(Average supplier balance/ turnover)*182 days	3.39 days
	Non-current asset turnover	Net turnover/Non-current assets	0.42 times
	Asset turnover	Net turnover/Total assets	0.11 times
	Financial leverage	Total liabilities/Equity	0.04 times
Profitability indicators	EBIT margin	EBIT / Net turnover*100	39.1%
	EBITDA margin	EBITDA/ turnover *100	42.2%
	Net profit margin	Net profit/ Turnover *100	114.70 %
	Return on equity (ROE)	Net result / Equity *100	13.14 %
	Return on assets (ROA)	Net result / Total assets *100	12.62 %
Market Indicators	Earnings per share (EPS)	Net result /Number of shares	RON 1.63
	Market capitalization	Market price * Number of shares	Ron 287,015,005
	Book value per share	Equity/Number of shares	RON 12.40/ share

10. OTHER INFORMATION

A. Information on the Company

On June 21, 1995 Bucharest Stock Exchange was established as a public autonomous institution by Decision D20, on the grounds of Law no. 52/1994. Until it became a joint stock company, BVB was operated according to the provisions of Law no. 52/1994 and of GEO no. 28/2002, as a public institution with non-patrimonial purpose, financed from its own sources. On July 15, 2005 by court decision no. 12270/SC/2005 delivered on file no. 531497/SC/2005, the application for the reorganization of BVB by change of its legal status into a joint stock company with no patrimonial liquidation and without the cessation of the activity performed by the former public institution was admitted. BVB's patrimony became according to art. 285, paragraph 1 of Law no. 297/2004 the patrimony of SC Bursa de Valori Bucuresti SA (Bucharest Stock Exchange). On August 31, 2005 (reference date), SC Bursa de Valori Bucuresti SA merged by absorption with SC Bursa Electronica Rasdaq SA the latter conveying its universal right on its own patrimony to the absorbing company. On May 18, 2010 NSC Decision no. 632 approves the BVB prospectus for the listing on the main market. The official headquarters of SC Bursa de Valori Bucuresti SA is located in Bucharest, no. 34-36, Carol I Blvd., floors 13-14, district 2, Romania, SC Bursa de Valori Bucuresti SA has no subsidiaries. Its main activity field complies with CAEN code 6611 – "Administration of financial markets".

B. Information on the relations of this institution with subsidiaries, associated companies or other companies in which strategic equity investment are held

On June 30, 2011 SC Bursa de Valori Bucuresti SA has equity investments in the share capital of other companies as shown below:

- Equity investments in the share capital of SC Depozitarul Central SA (DC), Bucharest, no. 34-36 Carol I Blvd., district 2, floors 3, 8 and 9, amounting to RON 20,243,735, which represent 69.0420% of the share capital of DC;
- Equity investments in the share capital of SC Casa de Compensare Bucuresti SA (CCB), no. 34-36, Carol I Blvd., 12th floor, district 2, Bucharest, amounting to RON 3,651,494 (52.5080% of the share capital of CCB);
- Contribution to the initial patrimony of the Institutul de Guvernanta Corporativa al BVB Foundation, no. 34-36, Carol I Blvd., 12th floor, district 2, Bucharest, amounting to RON 50.000 (100%);
- Equity investments in the share capital of SC Fondul de Compensare a Investitorilor SA, Bucharest, no. 34-36, Carol I Blvd., district 2, Bucharest, amounting to RON 212,830 (61.81%);
- Equity investments in the share capital of SC Casa Romana de Compensatie Sibiu SA amounting to RON 209,250 (1.94%).

Transactions with subsidiaries:

Indicator (RON)	June 30, 2010	June 30, 2011
Operating revenues	251,160	160,034
Revenues from dividends		8,200,000
Acquisitions of goods and services		299,762
Payables on balance (debts) on June 30		50,588
Receivables on balance (receivables) on June 30	202	8,200,042

The operating revenues received from the entities in which BVB has equity investments are based on administration and maintenance IT services for the equipment used for the fulfillment of the company's object of activity and revenues from the dividends distributed by SC Depozitarul Central SA as well as revenues from the share quota of transactions with derivatives for SC Casa de Compensare Bucuresti SA.

The expenses for subsidiaries consist in the compensation, settlement and guaranteeing of the transactions traded with derivatives, administration of the risks associated to the operations on the derivate market, services provided by SC Casa de Compensare Bucuresti SA.

C. Method used for indicating in the national currency the assets and liabilities items, as well as the revenues and expenses initially recorded in a foreign currency

The company records its patrimonial items, revenues and expenses on June 30, 2011, according to the Accounting rules complying with Directive IV of EEC, as follows:

- The monetary items expressed in foreign currency were reported based on the closing exchange rate of the report period;
- The non-monetary items were recorded at their historic cost and those expressed in foreign currency were reported based on the exchange rate applicable on the transaction date.

D. Information on profit tax

The first half of 2011 was closed with a gross profit of RON 13,402,096, all from the current activity, the profit tax amounting to RON 904,113 to be paid within the due periods. The reconciliation of the accounting and fiscal result for the first half of 2011 as compared to the first half of 2010 is presented below:

Indicator (RON)	June 30, 2010	June 30, 2011
Accounting profit reflected in the financial statements, according to the regulations in force	5,231,693	13,402,096
Non-taxable revenues	18,945	8,330,236
Non-deductible expenses according to the lawful provisions (less the profit tax expenses)	134,610	578,848
Taxable profit	5,347,358	5,650,708
Calculated profit tax (16%)	855,800	904,113
Profit tax due for the first half of the year	855,577	904,113

The non-taxable revenues are mainly represented by the revenues from the dividends received as main shareholder of SC Depozitarul Central SA and by the revenues received from the cancelation of the adjustment for the value loss of the securities held in listed international entities. The non-deductible expenses are represented by the expenses for the adjustment made for the depreciation of the disputed land, the expenses for the contributions to the international bodies to which BVB is affiliated, expenses made for the adjustment of the financial assets held in international entities etc.

E. Turnover

The net turnover on June 30, 2011 was RON 10,895,547 (June 30, 2010: RON 8,487,578), from the provisions of services which are part of BVB's current activity, after deducting the taxes directly associated to the turnover, according to the Accounting regulation in compliance with Directive IV of EEC.

F. Auditors' fees

During the first half of the year no expenses were recorded for the fees of the financial auditors.

G. Commitments made and received – not applicable.

H. Company reserves on June 30, 2011

The company reserves amounting to RON 5,909,498 consist of:

- Lawful reserves, amounting to RON 4,411,410 established according to the lawful provisions in percentage of 5% of the Company's accounting profit, up to 1/5 of the subscribed and paid share capital;
- Reserves representing a surplus made from reevaluation reserves amounting to RON 57,109 by including the reevaluation reserves upon the cassation of the reevaluated assets;
- Other reserves established according to the lawful provisions in the amount of RON 1,440,979.

I. Disputes

On June 30, 2011, Bucharest Stock Exchange was involved in the following disputes:

- The dispute represented by File no, 5940/01/03/2003 of Bucharest Court of appeal – Section I - Criminal Issues, in which BVB is a civil party. In this dispute the courts are to deliver a sentence with reference to the land owned by BVB in Maresal Averescu Blvd., which was acquired in 2000. For the disputed plot of land, the Company established an adjustment for depreciation amounting to RON 1,019,020 (June 30, 2010: RON 611,412)- see note 1;
- In the following disputes BVB intends to recover the receivables due by outstanding debtors for the payment of the obligations associated to the services provided. The gross value of the BVB receivables due by these debtors (issuers, participants, other clients) was fully covered by provisions – see note 5;
- Other disputes in which BVB is involved as the plaintiff but in which no financial resources are expected to be generated in the future (File: 11980/2/2010 whose object is the Partial annulment application of GD no. 831/04.08.2010 on the approval of the privatization strategy by public offer of SNGN Romgaz SA Medias and File no. 25402/3/2008 whose object is the request of a natural person for an analysis of the opportunity of NSC Decision no. 369/2006).

J. RISK MANAGEMENT

Risks associated to the economic environment. Although significant progress has been made lately in the stabilization of the macroeconomic indicators, the international and regional context remains uncertain and can affect the economic and financial environment in which BVB pursues its activity. The materialization of the possible risks associated to the economic environment can result in the reduction of the trading activity on the markets administrated by BVB, and in turn in the reduction of BVB's revenues. The Company management can not foresee all effects of the crisis which will have an impact on the Romanian financial sector or their potential impact on these financial statements. The Company management believes that it has adopted all measures required for the company sustainability and development in the current market conditions.

Liquidity risk. The Company policy on liquidities is to maintain sufficient liquid resources in order to fulfill its obligations as they become due. The liquidity risk can intervene in case the company cannot fulfill its current obligations due to the lack of liquidities. Taking into account the fact that a significant weight of the company assets consists of high level of liquidity placements, liquidity associated risks are low. The Company monitors the evolution of the liquidity level in order to be able to fulfill its obligations on the date they become due. The assets and liabilities are analyzed based on the period remaining up to the contractual due date (note 5, Receivables and payables report).

Credit risk. The credit risk represents an accounting loss which can be acknowledged in case the contracting parties fail to fulfill their obligations. The company is exposed to the credit risk arising out of the possible failure of its contracting partners to fulfill their payment obligations. However, the company management does not foresee significant losses.

Tax associated risks. From January 1, 2007 as a result of Romania's accession to the European Union, the Company had to comply with the EU regulations and consequently it prepared for the application of the changes brought by the European legislation. The Company implemented the changes, but the manner of implementation remains open for fiscal audit for a 5 year period. The text interpretation and the practical implementation of the procedures stipulated by the new tax regulations in force could vary and there is the risk that in certain situations the tax authorities should adopt a different position than that of the Company. Moreover, the Romanian Government has a number of agencies authorized to perform the audit (inspection) of the companies operating on the Romanian territory. These inspections are similar to the tax audits performed in other countries and they can cover not only tax aspects, but also other lawful and statutory aspects of interest to these agencies. It is possible that the Company should be subjected to tax inspections as new tax regulations are issued.

K. EVENTS SUBSEQUENT TO THE BALANCE SHEET DATE

We would like to specify that no other events subsequent to the report date, whose omission might affect the capacity of the users to make evaluations and to take correct decisions, occurred. These reports were not subjected to a financial audit.

Chairman,

Stere Farmache



Managing Director,

Valentin Ionescu



Financial Director,

For: Maria Niculae

According to Decision no.702/28.07.2011



STATEMENT

This statement concerns the extent to which the financial report of SC Bursa de Valori Bucuresti SA drawn up on June 30, 2011, contains an accurate presentation from all relevant points of view of the financial position of SC Bursa de Valori Bucuresti SA on June 30, 2011 and of the results of its operations concluded on this date according to the requirements of the Romanian accountancy standards, namely Accountancy Law no. 82/1991, as republished and Rule no 4/2011 on the Accounting Regulations in compliance with Directive IV of the European Economic Communities applicable for authorized entities, as regulated and monitored by the National Securities Commission, approved by Order of the National Securities Commission no. 13/2011.

We undertake responsibility for the accurate presentation of the financial reports according to the above mentioned lawful regulations. We confirm with full knowledge of the facts that the half-year financial and accounting report was drawn up according to the Accounting Regulations in compliance with Directive IV of the European Economic Communities, the accountancy policies used observing the same and providing an accurate and true to reality image of the assets, obligations, financial position, profit and loss account and that the report of the Board of Governors includes an accurate analysis of the company development and performance, as well as a description of the main risks and uncertainties specific to the activity carried out.

Chairman,

Stere Farmache



Managing Director,

Valentin Ionescu



Financial Director,

For: Maria Niculae

According to Decision no.702/28.07.2011



Contact

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The next financial report will be presented on November 10, 2011.