



BURSA DE VALORI BUCUREȘTI



May 7, 2014, Bucharest

QUARTERLY REPORT

as of March 31, 2014

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Annexes

The Assets, liabilities and equity statement, the Profit and loss account and the Main financial indicators as of March 31, 2014 prepared according to the Accounting Rules in compliance with Directive IV of the European Economic Community applicable for authorized entities, supervised and monitored by Financial Supervisory Authority (FSA).

DISCLAIMER

This English language report is a convenience translation of the Romanian language "Quarterly Report as of March 31, 2014". The Romanian version of the report is the official document.

BVB MOVES FORWARD ON THE MODERNIZATION PATH

During the first three months of 2014, the Bucharest Stock Exchange (BVB) focused on the strategy for reshaping the local capital market, going from identifying the main issues standing in the way of development to specific measures and solutions which are part of the broader market strategy, all with the ultimate goal of enhancing market quality and liquidity.

The modernization process of BVB, started in 2013, continued in 2014 with the implementation of a new market making program, the extension of the trading program for shares, fund units and rights listed on the regular market, changes to the existing structure of BVB market indices, as well as with measures dedicated to existing and potential issuers of financial instruments, such as the new fee system for structured products issues and the elimination from BVB's Rulebook of some burdensome listing provisions, aiming at streamlining such processes.

At a larger scale, BVB, part of the Great Barriers Shift Group, brought its contribution to outlining the main eight Barriers deterring the local capital market from stepping up to the emerging market status. The group worked intensely also to pencil the much-needed measures and actions to improve market accessibility for both investors and issuers, of which, as said above and detailed in this report, some have already been implemented or are currently ongoing.

On the financial side¹, BVB ended the first quarter of the year with sales revenues² of RON 4.64 mn, advancing by 14.5% compared to the year-ago period, as trading activity improved. The trading value for shares, rights and units, including Deal trades and public offers, increased by 22% y-o-y to RON 2.34 bn.

BVB's operating profit stood at RON 1.20 mn, almost twice the year-ago level, on higher revenues. Operating expenses increased only marginally, driven mainly by costs with marketing and promotion activities aimed at attracting investors and issuers, while personnel expenses declined by almost 8% y-o-y. The operating margin was 26% compared to 16% in the year-ago period.

The financial profit of RON 0.45 mn was based mainly on interest earned and was lower in y-o-y terms because of adverse movements of foreign currencies against the RON (with a negative influence of RON 0.37 mn) and adjustments to BVB's investments in shares (determining a further decline by RON 0.19 mn).

The net profit for the first quarter reached RON 1.38 mn, translating into earnings per share of RON 0.18 and a net margin of 30%.

¹ The financial data have not been audited and represent the individual results of the 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.

² BVB's sales revenue consists mainly from the fees recorded on trading of all listed instruments, tariffs from listing of companies and instruments, and from data vending to various users.

FINANCIAL HIGHLIGHTS

Indicators		Q1			Change
		01.01.2014	01.01.2013		
		31.03.2014	31.03.2013		
Individual profit and loss account					
Net sales	RON mn	4.64	4.06	14%	
Operating profit	RON mn	1.20	0.66	81%	
Financial profit	RON mn	0.45	1.13	-60%	
Net profit	RON mn	1.38	1.53	-10%	
Earnings per share	RON	0.18	0.20	-10%	
Individual balance sheet (end of period)					
Shareholders' equity	RON mn	99.20	96.13	3%	
Total assets	RON mn	103.79	100.03	4%	
Ratios					
Operating margin	%	26%	16%	-	
Net margin	%	30%	38%	-	
Return on equity	%	1%	2%	-	
Market statistics (including DEAL trades and public offers)					
Turnover for shares, rights and units	RON mn	2,337	1,912	22.2%	
Turnover for bonds and government securities	RON mn	37	145	-74.4%	
Turnover for shares, rights, units, bonds and government securities	RON mn	2,374	2,057	15.4%	
Average daily turnover for shares, rights, units, bonds and government securities	RON mn	38.3	33.2	15.4%	
BVB stock statistics					
Opening price (closing price of the previous day)	RON	32.50	20.00	62.5%	
High (intraday price)	RON	32.39	22.50	44.0%	
Low (intraday price)	RON	24.70	20.00	23.5%	
Closing price (end of period)	RON	28.77	21.00	37.0%	
Trading value, including DEAL trades	RON mn	11.58	16.52	-29.9%	
Average daily turnover, including DEAL trades	RON mn	0.19	0.27	-29.9%	

COMPANY INFORMATION

Legal entity	SC BURSA DE VALORI BUCUREȘTI SA
Main activity	Administration of financial markets
CAEN code	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	ROBVBAACNOR0

The Bucharest Stock Exchange (BVB) was established based on the Decision of the National Securities Commission (NSC) no. 20/1995. BVB was created as a public non-profit institution and in 2005 it became a joint stock company. The shares of the Bucharest Stock Exchange were admitted on BVB's spot regulated market on June 8, 2010. The Company's main activity is the administration of financial markets. BVB is the largest market operator in Romania.

The Bucharest Stock Exchange operates several markets:

- a spot regulated market where financial instruments such as shares and rights (issued by international and Romanian entities), debt instruments (corporate, municipality and government bonds issued by Romanian entities and international corporate bonds), UCITs (shares and fund units), structured products, tradable UCITS (ETFs) are traded;
- a regulated derivatives market where futures contracts for shares, indices, commodities and exchange rates can be traded;
- an alternative trading system (ATS), where foreign stocks listed on other markets and securities issued by Romanian companies not qualified for the regulated market are traded;
- RASDAQ market where shares and rights issued by Romanian entities are traded, most of them coming from the mass privatization programme.

BVB's operating revenues are generated mainly from the trading of all the listed financial instruments, from fees charged to issuers for the admittance and maintenance to the trading system, as well as from data vending to various users.

BVB was included in several indices: FTSE Mondo Visione Exchanges Index, on November 9, 2010, BET Index, on March 21, 2011, Dow Jones Global Exchanges Index, on June 17, 2011, ROTX Index on September 19, 2011 and since July 3, 2012, BVB is also part of BET-BK.

MAIN EVENTS DURING THE FIRST QUARTER OF 2014

3 Jan – BVB's new **market making program**, part of the Three-Pillar Action Plan, came into force. The program is aimed at developing the market making activity and to enhance the liquidity and market quality. The program started with four brokerage companies acting as market makers (Wood & Company, Banca Comerciala Romana, Raiffeisen Centrobank AG and SSIF Broker), while IFB Finwest joined the program later in January.

On the same date, the **trading program** for shares, fund units and rights listed on the regulated spot market was extended until 18.00. The extension of the trading program is also part of BVB's Three-Pillar Action Plan, aimed at easing investors' access to BVB.

16 Jan – The 5-year **corporate bonds issued by Transelectrica SA**, worth of RON 200 mn, started trading at BVB's Debt securities – Corporate bonds tier. The public offer for the sale of the bonds took place at the end of 2013.

30 Jan – The **List of Fees for structured products** was updated, by lowering the admission and maintenance fees charged to issuers of such financial instruments. Thus BVB aims at stimulating the development of this market segment and enhance liquidity, by incentivizing issuers to bring more structured products to the market. The new fees are valid until the end of 2014.

5-6 Feb – BVB, Raiffeisen Bank and Fondul Proprietatea organized the first **Romania Investor Days** event in New York City, USA. The event was designed to offer qualified US-based investors a deeper understanding of investment opportunities in Romania, the Romanian capital market and its flagship companies. It attracted over 80 participants from 45 investment funds collectively representing over USD 900 bn in assets under management.

Participants attended presentations offered by the representatives of the Romanian Government, the National Bank of Romania, the Ministry of Economy, the Ministry of Public Finance, the Energy Department, the Financial Supervisory Authority and the Fiscal Council, as well as presentations made by Fondul Proprietatea, Raiffeisen Bank and BVB. The event also included 108 one-on-one meetings between investors and the top management of Romanian companies that are listed on BVB or are part of the Fund's portfolio.

12 Feb – BVB, under the patronage of the National Bank of Romania and in partnership with the Financial Supervision Authority organized the conference "**Creating an International Capital Markets in Romania. Eight Important Systemic Barriers, Key for Creating a Modern Capital Market.**" The event was aimed at presenting the steps of a substantial reform of regulations and practices which at present define the development pace of the capital market. Discussions focused on the report identifying the major obstacles which keep the Romanian capital market from becoming a modern structure for capital flows in the economy.

Keynote speeches were offered by Mr Mugur Isarescu, the Governor of the National Bank of Romania, Mr Victor Ponta, the Prime-minister of Romania, Mr Steven Maijor, President of European Securities and Markets Authority (ESMA), as well as by officials of the local capital market: Mr Daniel Daianu, FSA First-vicepresident, Mr. Mircea Ursache, FSA Vicepresident, Mr Lucian Anghel, President of BVB, and Mr Ludwik Sobolewski, BVB's CEO.

14 Feb – Ipopema Securities SA, one of the top brokerage companies in Poland, was included in the FSA Registry, in the section dedicated to financial services intermediaries. The company is currently undergoing the necessary preparations for being admitted as a Participant to the Bucharest Stock Exchange trading system.

11 Mar – BVB launched its **mobile application**, as a tool for investors interested in accessing up-to-date information, prices and news from BVB's markets. The application is available for smartphones, free of charge.

18 Mar – BVB's Board of Governors approved a series of **amendments to BVB's Rulebook – Market Operator**, aimed at improving the efficiency of the admission to trading of financial instruments on the BVB spot regulated market, by eliminating formalistic and bureaucratic listing provisions. The changes will be applied after their approval by the Financial Supervisory Authority.

The Board also approved a series of changes to existing **BVB indices**, as well as the launch of two new indices (BET Plus, a broad market index, and BET-TR, a total return index).

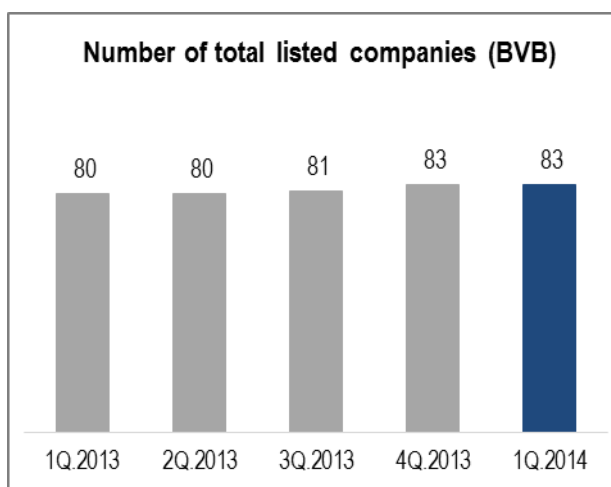
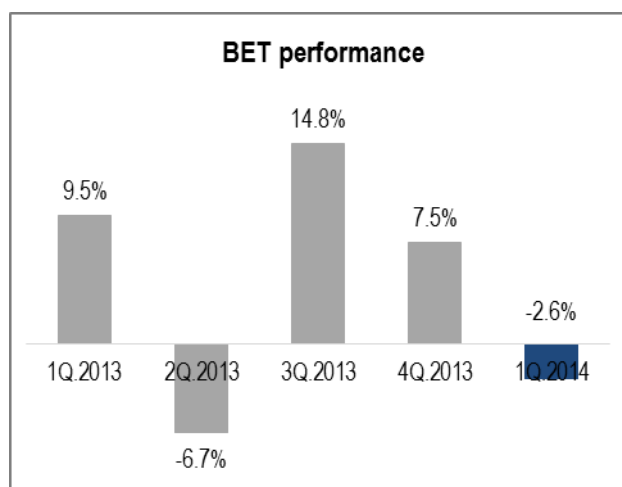
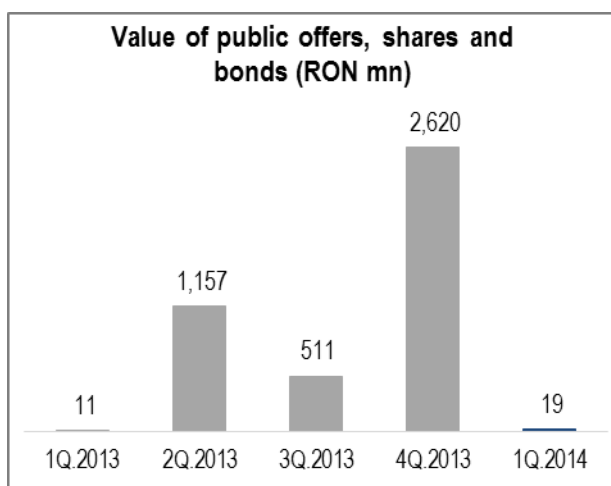
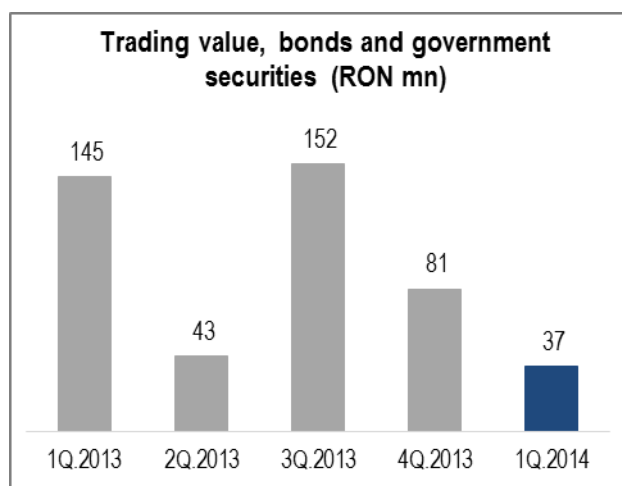
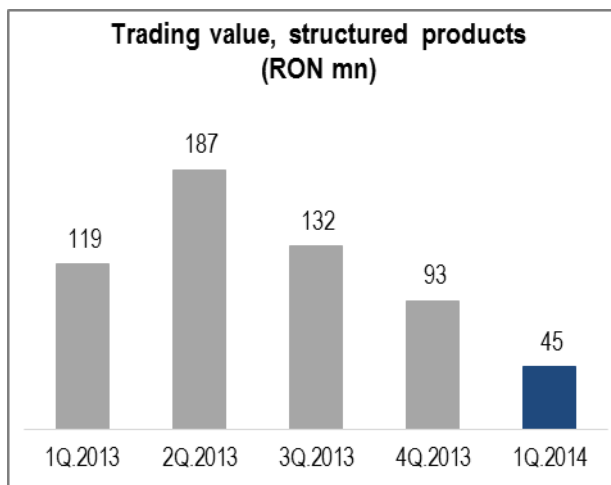
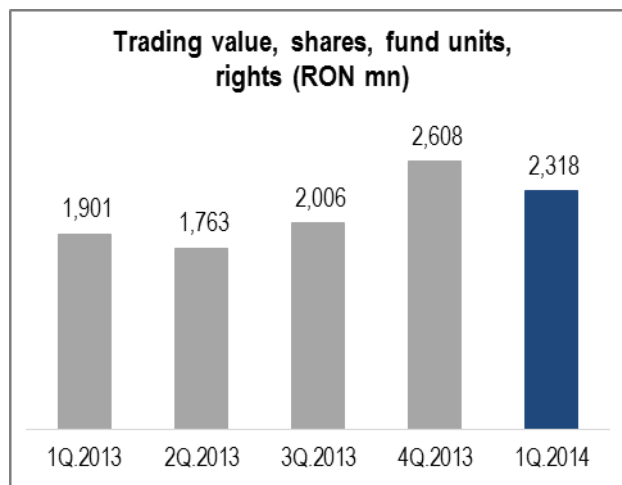
20 Mar – **Natura Quattuor Energia Holdings SA Bucuresti** started trading on BVB's regulated market, the Equities Segment, Tier 3 Shares. The company was previously traded on NASDAQ market.

24 Mar – The **official website for the capital market reform**, focused on eliminating the Eight Systemic Barriers standing against the development of the capital market in Romania, was launched. www.RoCapMarketModern.ro will include updates on the regulatory steps taken to eliminate the Eight Barriers of the capital market.

25 Mar – BVB and Wood & Company organized the **Romania Investor Day** event in Warsaw. The event was aimed at presenting investment opportunities of the Romanian capital market to foreign institutional investors, mainly to Polish investment and pension funds. Fondul Proprietatea, OMV Petrom, Romgaz, Transelectrica and Nuclearelectrica, to name just a few of the local blue-chips, offered insightful presentations during one-on-one meetings.

During the 1st quarter of the year, 7 new series of turbo certificates issued by Erste Bank and 3 new series of turbo certificates issued by SSIF Broker started trading on BVB's Structured Products segment. These instruments have indices, stocks and commodities as underlying assets.

BVB's OPERATING ACTIVITY³



³ Source: BVB. The traded value is presented based on a "single counted" basis, includes DEAL trades and excludes public offers

ANALYSIS OF FINANCIAL RESULTS

The financial results are prepared according to the Romanian Accounting Standards (RAS) and in compliance with the rules and regulations of the FSA. The financial results as at March 31, 2014 are not audited.

Activity results for the first quarter of 2014

The first quarter of the year started with significant corrections for international markets, despite the good economic prospects: the US economy advanced by an annualized 3.2% in 4Q 2013, while the Eurozone continued its recovery, in line with estimates and even with positive surprises. Emerging markets also suffered, the major influence coming from the reduced flow of easy money from the US, subdued growth outlook, higher financial risks and political tensions in some countries. These increasing uncertainties fueled portfolio outflows from emerging countries and some currencies depreciated sharply, prompting authorities to defend them by raising policy rates and intervening in foreign exchange markets.

These measures bore fruit in February and March, as emerging markets and currencies were stabilized. Stock indices recovered their January losses, thus MSCI World, S&P 500 and DJ Stoxx 600 ended the quarter with gains.

The Romanian economy on the other hand continued to show signs of improvement, with a reported 1.5% q-o-q real GDP growth rate in 4Q 2013, pointing towards an annualized 3.5% growth rate for 2013, the best pace since 2008. Inflation stabilized to historical lows, while the central bank continued its policy rate cuts down to 3.5%, leading to further declines in interest rates for deposits.

Given the investors' increasing concerns with regard to developing economies, the local market indices lost ground over the 1st quarter, with BET ending 2.6% lower.

In terms of liquidity, the stock market turnover excluding public offers increased by 22% y-o-y, while compared to the previous quarter an 11% decline was registered. The fixed-income instruments (bonds and government securities) registered declines in both q-o-q and y-o-y terms.

BVB's **trading revenues** reached RON 3.87 mn, by 14.2% higher compared to the year-ago period, driven by revenues generated by the stock regulated market. Compared to the previous quarter, when several deals animated the public offers segment, trading revenues are 60% lower.

The other categories of revenues, with the exception of IT services, also registered increases. Admission and maintenance fees charged to issuers increased by 23% y-o-y, as some of the smaller issuers were charged higher amounts following last year's trading price increases (blue chips have already reached the highest fees possible). The change of maintenance fees scheme applied to structured products also had a positive impact on revenues.

The 14% advance of data vending revenues occurred on the back of higher interest in local market information.

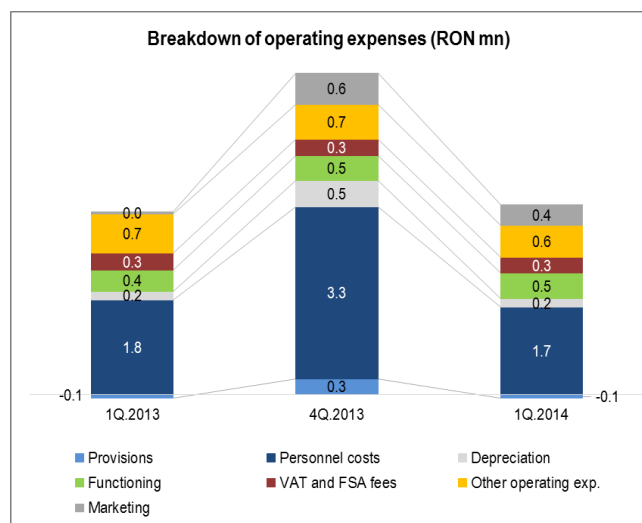
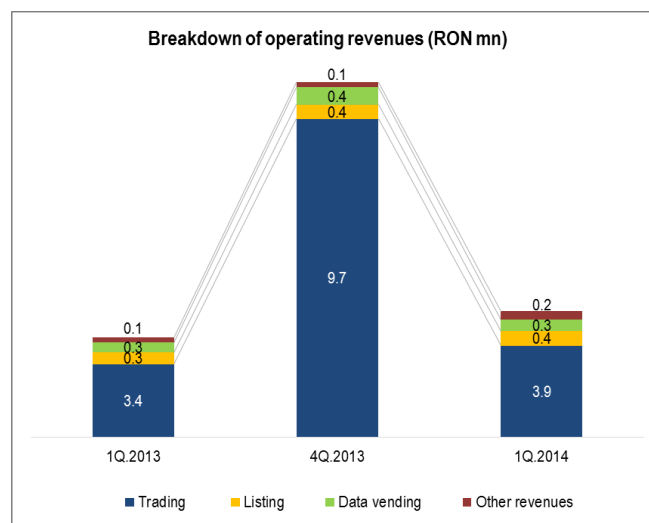
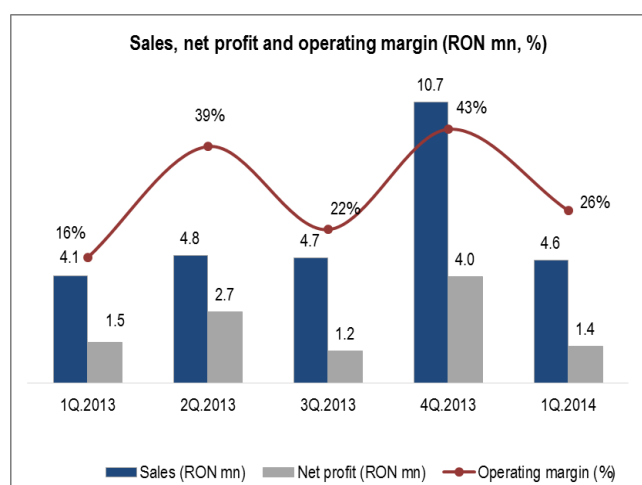
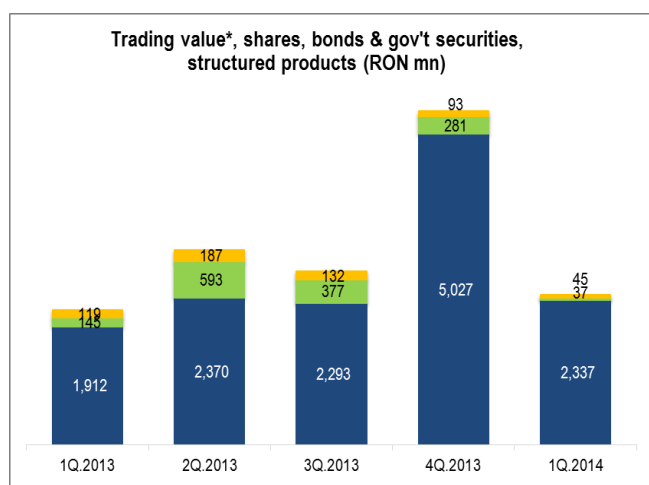
Profit and loss account (RON mn)	1Q 2014	4Q 2013	Change 1Q 2014 vs 4Q 2013	1Q 2013	Change 1Q 2014 vs 1Q 2013
Sales revenues	4.64	10.65	-56.4%	4.06	14.5%
Operating expenses, of which:	3.55	6.13	-42.1%	3.41	4.2%
- Personnel expenses	1.66	3.28	-49.3%	1.80	-7.8%
Operating profit	1.20	4.53	-73.5%	0.66	81.2%
Financial profit	0.45	0.29	57.0%	1.13	-59.9%
Pre-tax profit	1.66	4.82	-65.6%	1.79	-7.7%
Net profit	1.38	4.02	-65.7%	1.53	-9.8%
Earnings per share (RON)	0.18	0.52	-65.7%	0.20	-9.8%

Therefore, **operating revenues** for 1Q 2014 reached of RON 4.75 mn, 16.8% above the figure reported for 1Q 2013.

Operating expenses registered a 4.2% increase compared to the year-ago period to RON 3.55 mn, as the decline of the personnel expenses of 7.8% y-o-y partially compensated by the increases for other operating expenses, mainly marketing & promotion and related expenses.

In q-o-q terms, the operating expenses decline is much more significant (-42%), as 4Q 2013 costs had been affected by nonrecurring personnel expenses, one offs related to the registration of adjustments for doubtful clients and other provisions.

Taking all the above into consideration, the **operating profit** marked an 81% y-o-y increase to RON 1.20 mn, while the operating margin reached 26%.



* The trading value includes Deal trades and public offers

The **financial profit** reached RON 0.45 mn, declining 60% compared to 1Q 2013 on a negative influence from exchange rates (RON 0.37 mn) and adjustments related to financial instruments held (RON 0.19 mn). Compared to the previous quarter, the trend was reversed, with a 57% increase being registered, as at the end of the year 2013 additional depreciation adjustments were recorded for the investments held in related parties.

BVB ended the first quarter of the year with a **net profit** of RON 1.38 mn, translating into **net earnings per share** of RON 0.18.

Financial position as of March 31, 2014

Net assets

During the first quarter of the year, BVB's **total assets** registered an insignificant decline of 0.6% to RON 103.79 mn, of which: non-current assets of RON 61.78 mn and current assets of RON 41.80 mn.

The relatively small increase of **non-current assets** was determined partly by the annual renewal of software licenses, as well as by the amortization of long-term government securities and the registration of the related accrued interest.

Current assets declined by RON 0.90 mn, due to lower receivables and a decline in **cash and short term investments** which reached a total of RON 37.10 mn.

Assets (RON mn)	31.03.2014	01.01.2014	Equity & Liabilities (RON mn)	31.03.2014	01.01.2014
Non-current assets	61.78	61.52	Shareholders' equity	99.20	97.82
Current assets – total, of which:	41.80	42.70	Payables, all due in less than 1 year	3.62	5.54
- cash, bank accounts and other short term financial investments	37.10	37.45			
Prepaid expenses	0.21	0.18	Provisions	0.30	0.37
			Deferred revenues	0.67	0.66
Total assets	103.79	104.39	Total equity & liabilities	103.79	104.39

BVB's **debt** at the end of March 2014, all due in less than 1 year, amounted to RON 3.62 mn. The decline compared to the end of 2013 was determined mainly by the payment of taxes owed to the state budget (profit tax for the 2013 fiscal result) and of outstanding amounts which became due.

Deferred revenues remained fairly unchanged, at RON 0.67 mn, representing the annual maintenance fees charged to issuers, billed during the first 3 months of the year but not yet due.

Shareholders' equity increased by approx. RON 1.38 mn, due to the registration of the net profit for the first quarter of the year.

EXPECTATIONS FOR THE SECOND QUARTER OF 2014

For the second quarter, the Romanian Government has scheduled the IPO for Electrica SA, as part of its privatization stream via the stock exchange. The deal, expected to take place at the beginning of June, is estimated to raise EUR 400-500 mn according to the media, for a 51% stake in the company. The IPO will likely bring as a new feature the guarantee of a minimum subscription volume for retail investors, and the company's employees will also be allowed to subscribe shares within the retail tranche.

The success of the offer will benefit the entire market as fresh money may enter the market, with positive impact on the average daily trading value.

The modernization of the Bucharest Stock Exchange is set to continue, with new measures being already announced by the time of this report. The trading environment will benefit from new mechanisms and features, such as the *trading at last* market stage, changes to the trading program, new block sizes to improve investors' access to the market, intraday reporting, removal of the mandatory suspension from trading of issuers on shareholders' meetings days and an enhanced market making framework. All these changes are part of a package of measures which used altogether will serve the main objective of reviving liquidity.

ANNEXES

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Assets, liabilities and equity statement

All amounts are indicated in RON, unless otherwise stated

Indicator	Row	Balance as at	
		31.03.2014	01.01.2014
A. NON-CURRENT ASSETS			
Intangible assets			
3. Licenses, other intangible assets (acc. 205+208-2805-2808-2905-2908)	3	185,919	70,245
5. Advance payments and intangible non-current assets in progress (acc. 233+234-2933)	5	19,050	0
Total intangible assets (row 01 to 05)	6	204,969	70,245
Tangible assets			
1. Land and constructions (acc. 211+212-2811-2812-2911-2912)	7	3,344,100	3,344,100
2. Equipment and machinery (acc. 214-2814-2914)	8	736,873	808,041
3. Other equipment and furniture (acc. 214-2814-2914)	9	483,354	388,840
4. Advance payments and tangible assets in progress (acc. 231+232-2931)	10	0	0
Total tangible assets (row 07 la 10)	11	4,564,327	4,540,981
Financial assets			
1. Shares held in subsidiaries (acc. 261-2961)	12	26,231,326	26,231,326
5. Investments held as financial assets (acc. 262+264+265+266-2696-2962-2964)	16	1,327,940	1,358,109
6. Other receivables (acc. 2673+2674+2678+2679-2966-2969)	17	29,455,765	29,315,934
Total financial assets (rows 12 to 17)	18	57,015,031	56,905,369
TOTAL NON-CURRENT ASSETS (rows 06+11+18)	19	61,784,327	61,516,595
B. CURRENT ASSETS			
Inventories			
3. Advance payments for purchases of inventories (acc. 4091)	22	0	0
Total inventories (row 20 la 22)	23	0	0
Receivables			
1. Trade receivables (acc. 2675*+2676*+2678*+2679*-2966*-2969*+4092+411+413+418-491)	24	2,256,002	2,433,141
2. Receivables from affiliates (acc. 4511+4518-4951)	25	0	0
4. Other receivables (acc. 425+4282+431+437+4382+441+4424+4428+444+445+446+447+4482+4582+461+473-496+5187)	27	2,446,174	2,812,685
Total receivables (row 24 to 28)	29	4,702,176	5,245,826
Short term financial investments			
2. Other short term financial investments (acc. 5031+5032+505+5061+5062+5071+5072+5081+5082+...+5113+5114)	31	36,090,555	35,119,284
Total short term financial investments (rows 30 to 31)	32	36,090,555	35,119,284
IV. Cash and bank accounts (acc. 5112+5121+5122+5123+5124+5125+5311+5314+5321+5322+5323+...+542)	33	1,005,489	2,331,872
TOTAL CURRENT ASSETS (rows 23+29+32+33)	34	41,798,220	42,696,982
C. PREPAID EXPENSES (acc. 471)	35	206,128	175,058
D. PAYABLES WITHIN ONE YEAR			
3. Advance payments from clients (acc. 419)	38	103,320	107,570
4. Trade payables (acc. 401+404+408)	39	435,896	667,357

Indicator	Row	Balance as at	
		31.03.2014	01.01.2014
8. Other payables, including tax and social security payables (acc. 1623+1626+167+1687+2698+421+423+424+...+5197)	43	3,081,991	4,764,777
Total payables within one year (rows 36 to 43)	44	3,621,207	5,539,704
E. NET CURRENT ASSETS OR NET CURRENT LIABILITIES (rows 34+35-44-60.2)	45	37,717,185	36,670,241
F. TOTAL ASSETS LESS CURRENT LIABILITIES (rows 19+45-60.1)	46	99,501,512	98,186,836
G. PAYABLES WITHIN MORE THAN ONE YEAR			
8. Other payables, including tax and social security payables	54	0	0
Total payables within more than 1 year (row 47 to 54)	55	0	0
H. PROVISIONS			
1. Pension and other similar provisions (acc. 1515)	56	202,126	269,506
2. Other provisions (acc. 1511+1512+1513+1514+1518)	58	100,000	100,000
TOTAL PROVISIONS (rows 56+57+58)	59	302,126	369,506
I. DEFERRED REVENUE (row 60.1+60.2+60.3)	60	665,956	662,095
2. Deferred revenue	60.2	665,956	662,095
J. SHARE CAPITAL AND RESERVES			
Capital (rows 62+63), of which:	61	76,741,980	76,741,980
- paid-in subscribed capital (acc. 1012)	63	76,741,980	76,741,980
Share premium (acc. 104)	64	8	8
Revaluation reserves (acc. 105)			
- Credit balance	65	2,325,080	2,325,080
- Debit balance	66	0	0
Reserves (rows 68 to 73-74)	67	9,712,158	9,712,158
1. Legal reserves (acc. 1061)	68	5,800,353	5,800,353
2. Reserves for bonus shares received (acc. 1065*)	70	2,413,197	2,413,197
3. Reserves representing the surplus from reevaluation reserves (acc. 1067)	72	57,109	57,109
4. Other reserves (acc. 1068)	73	1,441,499	1,441,499
Retained earnings			
Profit – Credit balance	77	9,038,104	0
Loss – Debit balance	78	0	0
Result for the year			
Profit (acc. 121) – Credit balance	79	1,382,056	9,484,404
Loss (acc. 121) – Debit balance	80	0	0
Profit distribution (acc. 129)	81	0	446,300
TOTAL SHAREHOLDERS' EQUITY (row 61+64+65-66+67+75-76+77-78-79)	82	99,199,386	97,817,330

Profit and loss account

All amounts are indicated in RON, unless otherwise stated

Indicator	Row	1Q	
		01.01.2014	01.01.2013
		31.03.2014	31.03.2013
1. Sales revenues	1	4,642,991	4,056,189
4. Other operating revenues (acc. 7417+758)	7	108,491	13,143
Operating revenues – TOTAL (rows 01+04-05+06+07)	8	4,751,482	4,069,332
5. Material expenses and other third party expenses (rows 10 to 12)	9	78,318	80,146
Consumable materials expenses (acc. 602-7412)	10	21,654	28,440
Other material expenses (acc. 603+604)	11	16,853	8,756
Other third party expenses (water and energy) (acc. 605-7413)	12	39,811	42,950
6. Personnel expenses (rows 14+15)	13	1,661,794	1,802,207
- Base personnel salaries (acc. 641+642-7414)	14	1,322,325	1,377,647
- Social security contributions (acc. 645-7415)	15	339,469	424,560
7a. Adjustments of tangible and intangible assets (rows 17-18)	16	164,709	160,359
a.1) Expenses (acc. 6811+6813)	17	164,709	160,359
a. 2) Revenues (acc. 7813+7815)	18	0	0
7b. Adjustments of current assets (rows 20-21)	19	0	8,418
b.1) Expenses (acc. 654+6814)	20	0	8,418
b.2) Revenues (acc. 754+7814)	21	0	0
8. Other operating expenses (rows 23 to 25)	22	1,710,666	1,425,529
a) Third party expenses (acc. 611+612+613+614+ 621+622+623+624+625+626+627+628-7416)	23	1,409,966	1,105,086
b) Other taxes, duties and similar expenses (acc. 635)	24	300,699	319,946
c) Compensation expenses, donations and disposed assets (acc. 658)	25	1	497
d) Adjustments for provisions (rows 27-28)	26	-67,380	-71,272
d.1) Expenses (acc. 6812)	27	0	0
d.2) Revenues (acc. 7812)	28	67,380	71,272
Operating expenses – TOTAL (row 09+13+16+19+22+26)	29	3,548,107	3,405,387
Operating result			
- Profit (rows 08-29)	30	1,203,375	663,945
- Loss (rows 29-08)	31	0	0
Financial revenues			
9. Revenues from investments in associates (acc. 7613)	32	0	0
10. Revenues from other financial investments (acc. 7611+7612)	34	2,643	3,187
- of which revenues from affiliates (acc. 7611)	35	0	0
11. Interest rate revenues (acc. 766)	36	704,823	816,715
12. Other financial revenues (acc. 7616+7617+762+763+764+765+767+768)	38	263,290	765,970
Financial revenues – TOTAL (rows 32+34+36+38)	39	970,756	1,585,872
12. Adjustments of financial assets and of financial investments classified as current assets (row 41-42)	40	106,843	-82,020

Indicator	Row	1Q	
		01.01.2014	01.01.2013
		31.03.2014	31.03.2013
Expenses (acc. 686)	41	133,783	11,157
Revenues (acc. 786)	42	26,940	93,177
13. Other financial expenses (acc. 663+664+665+667+668)	45	409,841	535,972
Financial expenses - TOTAL (row 40+43+45)	46	516,684	453,952
Financial result			
- Profit (row 39-46)	47	454,072	1,131,920
- Loss (row 46-39)	48	0	0
14. Current result			
- Profit (row 08+39-29-46)	49	1,657,447	1,795,865
- Loss (row 29+46-08-39)	50	0	0
Total revenues (row 08+39+51)	55	5,722,238	5,655,204
Total expenses (row 29+46+52)	56	4,064,791	3,859,339
Pre-tax result			
- Profit (row 55-56)	57	1,657,447	1,795,865
- Loss (row 56-55)	58	0	0
18. Income tax expenses	59	275,391	263,250
Result for the year			
- Profit (row 57-59-60)	61	1,382,056	1,532,615
- Loss (row 58+59+60) or (row 59+60-57)	62	0	0

LUDWIK LESZEK SOBOLEWSKI
General Manager

Main financial indicators as of March 31, 2014

	Indicator	Calculation formula	Value
Liquidity indicators	Current ratio	Current assets / Current liabilities	11.54 times
	Acid test ratio	(Current assets - Inventories) / Current liabilities	11.54 times
	Debt-to-equity ratio	(Borrowed capital / Equity)*100	BVB has no borrowings
Activity indicators	Accounts receivable turnover	(Average receivables balance / turnover)*90 days	45.0 days
	Accounts payable turnover	(Average supplier balance / turnover)*90 days	10.7 days
	Non-current asset turnover	Net sales / Non-current assets	0.08 times
	Asset turnover	Net sales / Total assets	0.04 times
	Financial leverage	Total liabilities / Shareholders' equity	0.04 times
Profitability indicators	Operating margin	Operating profit / Net sales*100	25.9%
	EBITDA margin	EBITDA / Net sales*100	29.5%
	Net margin	Net profit / Net sales*100	29.8%
	Return on equity (ROE)	Net profit / Shareholder's equity*100	1.4%
	Return on assets (ROA)	Net profit / Total assets*100	1.3%
Market indicators	Earnings per share	Net profit / No. of shares	RON 0.18
	Market capitalization	Market price * No. of shares	RON 220,786,676
	Book value per share	Shareholder's equity / No. of shares	RON 12.93/share

LUDWIK LESZEK SOBOLEWSKI
General Manager

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BVB live and recorded earnings conference calls can be found at the following link <http://bvb.ro/investors/>

The next financial report will be released on August 7th, 2014.