



**STK Emergent**  
**Monthly NAV report**

**February 2017**

**Fund profile:** closed-end fund listed on the Bucharest Stock Exchange

**Fund objectives:** invested capital increase, a 25% return per year on the managed assets and a return higher than the BET market index (1.3 x return of the BET index), distributing dividends to investors of the profit made

**Number of units fund in circulation:** 609,753

**CNVM notice:** CSC08FIIR/120004 from 02/07/2008

**Depository:** BRD- GSG

**1. Fund assets**

|                                | January 2017      | February 2017     |
|--------------------------------|-------------------|-------------------|
| Unlisted shares                | 25,096,542        | 25,096,542        |
| Tradeable shares portfolio     | 45,205,240        | 44,630,448        |
| Shares                         | 15,782,566        | 21,773,469        |
| Cash                           | 29,112,278        | 22,506,586        |
| Collective undertakings titles | 469,000           | 508,998           |
| Other net assets               | -158,604          | -158,604          |
| Other liabilities              | 176,490           | 169,302           |
| Net assets                     | <b>70,125,292</b> | <b>69,557,688</b> |
| NAV per share                  | <b>115.01</b>     | <b>114.08</b>     |

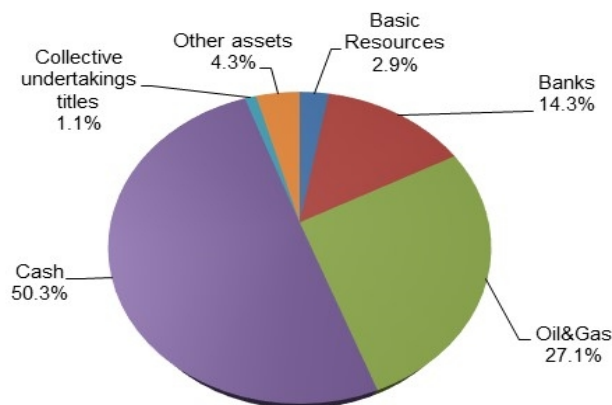
The trading portfolio of the fund comprising listed shares, cash, collective undertakings titles and other net assets, holds a share of 64.2% of the total net assets. At the end of February, listed shares represent 31.3% of the total net assets, while 36.1% of it is placed in unlisted shares.

Fund holdings are recorded using the reference price of the shares traded on the last day of the month, or the book value for unlisted companies.

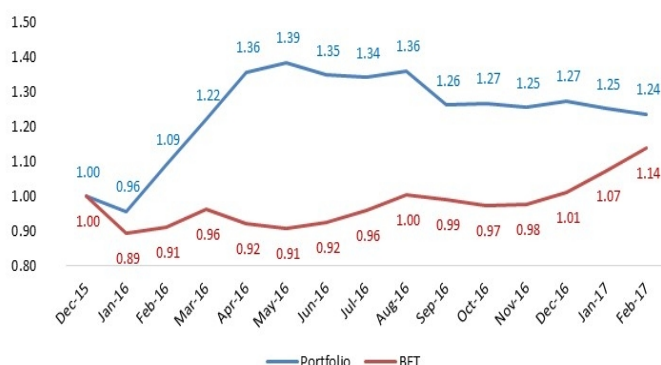
At the end of February, the trading portfolio of the fund is valued at about RON 44.6 million, *slightly down by 1.27%* from the value reported in the previous month. At the same time, the BET index of the Bucharest Stock Exchange recorded an increase of 6.0% compared to the value at the end of January and the BET-FI index rose by 1.6%.

**2. Stock portfolio**

**Tradeable portfolio holdings**



**Performance of tradeable portfolio and BET index**



In the last two months the Oil&Gas sector has underperformed the other sectors, as well as the crude oil prices, the latter registering a positive return of 2.3% last month. According to our estimations, the petroleum sector presents a favorable report between expected return and risk taken, which is why the Fund has increased exposure to oil producers, so it has come to represent about 27.1% of the trading portfolio of the Fund.

Past fund performance is no guarantee of future results!

Read the documents of incorporation before investing in this fund!



### 3. Changes in the NAV per share

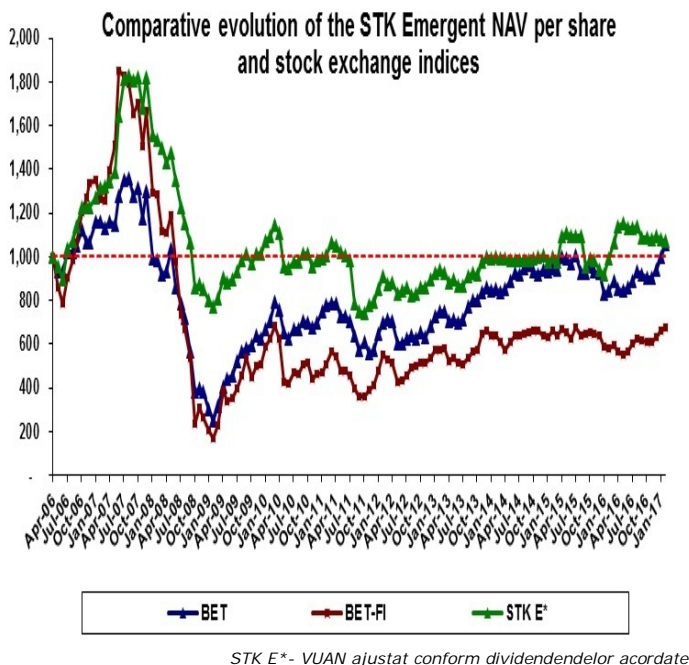
**The net asset value per share decreased by 0.81% the last month**

On February 28, 2017 the STK Emergent net asset value per share of RON 114.08 decreased by 0.81% compared to the net asset value per share at the end of the previous month.

The Bucharest Stock Exchange represented by the BET index rose by 6.0% in February on account of the preliminary financial results better than the previous year for most businesses. Among the components of the index, the most positive were TLV and TGN, with returns of 14.4% and 12.1%.

BET-FI index of the financial sector registered a modest increase compared to the BET index, of 1.6% in the same month. Of the SIFs, the highest growth was registered by SIF5 (2.5%), followed by SIF1 (1.9%), while SIF3 decreased by 1.4%.

*Comparative chart of STK Emergent and the Bucharest Stock Exchange Indices between start-up and February 2017:*



From launch to the end of February, the net asset value per share registered a *positive variation of 7.21%*, outperforming the indices of the Bucharest Stock Exchange (BET-FI index has shrunk by 31.32%, while BET index slowly increased by 6.81%).

### 4. Performance of the world stock exchanges in February

**February was characterized by increases in equity markets**

Stock markets worldwide were positively affected by the preliminary financial results of listed companies in February, since most entities have reported increasing profits in 2016 compared to the previous year. Thus, the developed capital markets from Europe have recorded in February an average return of 2.5%, leaders being the stock exchanges from Germany and Austria, with yields of 2.6%.

The optimism of the New York Stock Exchange was fueled by a series of positive macroeconomic data, so that the S&P500 Index generated a return of 3.7% in February.

A modest increase compared to the developed stock exchanges was recorded by the emerging financial markets, the average return in February was 1.6%. Poland and India are the only countries whose stock exchanges have made gains over those recorded by investors in mature markets, 6.5% and 3.9%. The investments in Russian and Hungarian stock exchanges have led to losses of 8.2% and 1.3%.

| Index         | Country        | 2015*  | 2016** | 2017YTD<br>*** | Feb -<br>17**** |
|---------------|----------------|--------|--------|----------------|-----------------|
| ATX           | Austria        | 11.0%  | 9.2%   | 4.9%           | 2.6%            |
| SOFIX         | Bulgaria       | -11.7% | 27.2%  | 4.2%           | 1.5%            |
| PX            | Czech Republic | 1.0%   | -3.6%  | 3.5%           | 2.3%            |
| SSEC          | China          | 9.4%   | -12.3% | 4.4%           | 2.6%            |
| CAC40         | France         | 8.5%   | 4.9%   | -0.1%          | 2.3%            |
| FTSE          | UK             | -4.9%  | 14.4%  | 1.7%           | 2.3%            |
| DAX           | Germany        | 9.6%   | 6.9%   | 3.1%           | 2.6%            |
| BSE<br>SENSEX | India          | -5.0%  | 1.9%   | 8.0%           | 3.9%            |
| WIG 20        | Poland         | -19.7% | 4.8%   | 12.5%          | 6.5%            |
| BET           | Romania        | -1.1%  | 1.2%   | 12.5%          | 6.0%            |
| BET-FI        | Romania        | 0.0%   | -1.9%  | 7.2%           | 1.6%            |
| SP 500        | USA            | -0.7%  | 9.5%   | 5.6%           | 3.7%            |
| BUX           | Hungary        | 43.8%  | 33.8%  | 0.2%           | -1.3%           |
| MICEX         | Russia         | 26.1%  | 26.8%  | -8.8%          | -8.2%           |
| PFTS          | Ukraine        | -37.8% | 10.2%  | 3.5%           | 1.6%            |
| ISE 100       | Turkey         | -16.3% | 8.9%   | 12.0%          | 1.4%            |

\*return between 12/31/2014-12/31/2015  
\*\* return between 12/31/2015-12/30/2016  
\*\*\*r return between 12/30/2016-02/28/2017  
\*\*\*\*last month return: 01/31/2017-02/28/2017