



STK Emergent Monthly NAV report

November 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

	October 2017	November 2017
Unlisted shares	28,119,767	28,119,767
Tradeable shares portfolio	37,795,372	36,600,147
Shares	29,746,725	26,338,368
Cash	7,600,971	9,768,281
Collective undertakings titles	594,000	600,000
Other net assets	-146,325	-106,503
Other liabilities	158,373	149,760
Net assets	65,756,766	64,570,154
NAV per share	107.84	105.90

At the end of November, the listed shares represented 40.8% of the total net assets.

The category *Other net assets* includes the difference between the dividends and other rights receivable and dividends to be distributed by the Fund from the previous years.

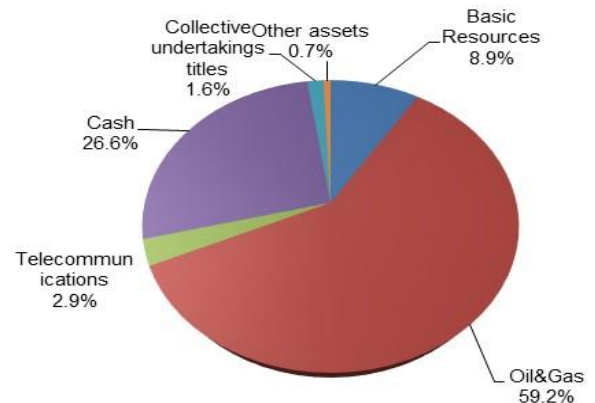
Fund holdings are recorded using the reference price of the shares traded on the last day of the month, or the book value for unlisted companies, adjusted for the fair value of these companies' assets.

About 59.2% of the trading portfolio is placed in titles belonging to oil & gas companies, while cash represents 26.6% of the total portfolio.

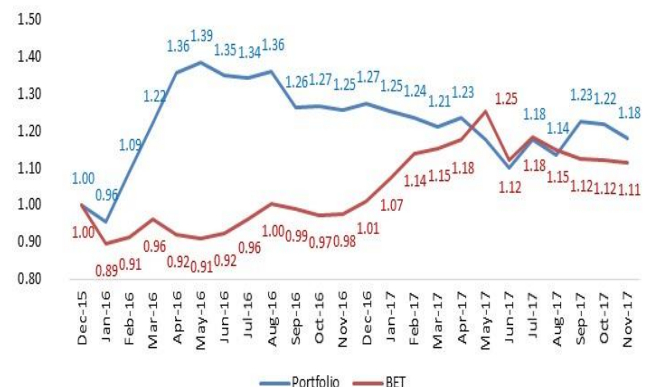
The quarterly data on global oil supply and demand indicates a supply gap of around 1.3 million barrels per day. Similar situations have occurred only 2 times since 2000, in Q1 2007 and Q3 2011, moments followed by oil price increases by 113% and 35%, respectively.

2. Stock portfolio

Tradeable portfolio holdings



Performance of tradeable portfolio and BET index



The 1.5% increase in the world oil consumption in the last quarter is a factor that may generate a rise in oil prices over the next period, and according to its modelling function in relation to supply and demand results an equilibrium price of 81\$/barrel, an increase of 1.3% over the previous valuation, representing a 41% upside against the end-November price.

At the end of November, the trading portfolio of the fund is valued at about RON 36.60 million, down by 3.16% compared to the value reported in the previous month. At the same time, the BET index of the Bucharest Stock Exchange recorded a decrease of 0.59% compared to the value at the end of October and the BET-FI index increased by 5.40%.

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

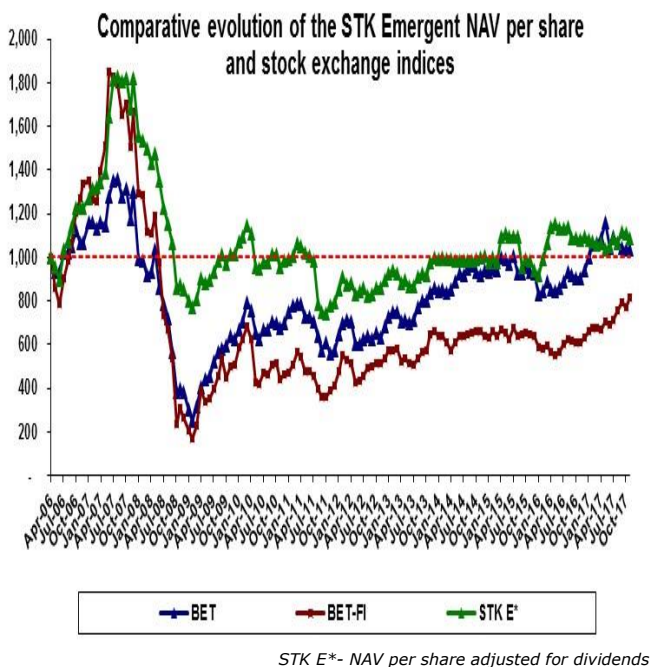
The net asset value per share decreased by 1.80% last month

On November 29, 2017 the STK Emergent net asset value per share of RON 105.90 decreased by 1.80% compared to the net asset value per share at the end of the previous month.

The Bucharest Stock Exchange represented by the BET index shrunk by 0.59% in November. Among the components, the major corrections were achieved by EL, M and DIGI (9.13%, 6.08% and 5.15%), while shares like BRD and SNN raised by 4.02% and 3.90%.

The BET-FI index of the financial sector increased by 5.40% during the last month. Of the SIFs, the highest returns were achieved by SIF2 and SIF4 (12.96% and 12.27%) and the last performer was SIF3 (0.82%).

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



From launch to the end of November, the net asset value per share registered a positive variation of 9.12%, outperforming the indices of the Bucharest Stock Exchange (BET-FI index has shrunk by 17.07%, while BET index increased by 4.48%).

4. Performance of the world stock exchanges in November

November was characterized by decreases in equity markets

After 2 months of outperforming, the European developed stock exchanges had a weaker evolution than emerging markets in November, decreasing by an average monthly rate of 2.0%. The largest corrections were recorded by the French and UK stock exchanges, 2.4% and 2.2%. The decision of the Central Bank of England to raise the monetary policy interest rate from 0.25% to 0.50% at the beginning of the month, in line with analysts' expectations, marked the beginning of the FTSE 100 index correction.

Increasing the investors' confidence in a possible tax cut in the US generated a 2.8% advance in the S&P 500 index in November.

During the same month, the emerging markets shrank by 1.4% on average. The lowest returns were recorded by the Turkish and Polish stock exchanges (-5.6% and -4.6%, respectively), while the capital markets from Russia and Ukraine brought investors gains of 1.8% and 1.0%

Index	Country	2015*	2016**	2017YTD ***	Nov- 17****
ATX	Austria	11.0%	9.2%	27.7%	-1.8%
SOFIX	Bulgaria	-11.7%	27.2%	13.4%	-1.0%
PX	Czech Republic	1.0%	-3.6%	14.9%	-0.6%
SSEC	China	9.4%	-12.3%	6.9%	-2.2%
CAC40	France	8.5%	4.9%	10.5%	-2.4%
FTSE	UK	-4.9%	14.4%	2.6%	-2.2%
DAX	Germany	9.6%	6.9%	13.4%	-1.6%
BSE SENSEX	India	-5.0%	1.9%	24.5%	-0.2%
WIG 20	Poland	-19.7%	4.8%	23.7%	-4.6%
BET	Romania	-1.1%	1.2%	10.0%	-0.6%
BET-FI	Romania	0.0%	-1.9%	29.5%	5.4%
SP 500	USA	-0.7%	9.5%	18.3%	2.8%
BUX	Hungary	43.8%	33.8%	20.8%	-2.4%
MICEX	Russia	26.1%	26.8%	-5.9%	1.8%
PFTS	Ukraine	-37.8%	10.2%	14.8%	1.0%
ISE 100	Turkey	-16.3%	8.9%	33.1%	-5.6%

*return between 12/31/2014-12/31/2015
** return between 12/31/2015-12/30/2016
***r return between 12/30/2016-11/29/2017
****last month return: 10/31/2017-11/29/2017