



STK Emergent Monthly NAV report

April 2018

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 realised profit

Number of units fund in circulation: 609,753

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

Depository: BRD- GSG

1. Fund assets

	March 2018	April 2018
Unlisted shares	28,119,767	28,119,767
Tradeable shares portfolio	38,003,225	42,487,256
Shares	24,975,574	31,121,929
Cash	12,536,396	10,919,072
Collective undertakings titles	635,000	590,000
Other net assets	-143,745	-143,745
Other liabilities	150,500	165,432
Net assets	65,972,492	70,441,591
NAV per share	108.20	115.52

The tradeable shares portfolio represents 60.3% of the total net assets at the end of April.

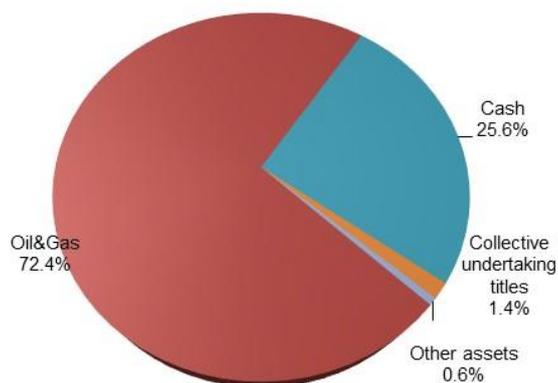
Fund holdings are recorded using the reference price of the shares traded on the last day of the month, or the book value for unlisted companies, adjusted for the fair value of these companies' assets.

At the end of April, about 72.4% of the trading portfolio is composed of shares belonging to oil & gas companies, while cash represents 25.6% of the total portfolio. *Other net assets* category includes the dividends payable by the Fund from previous years.

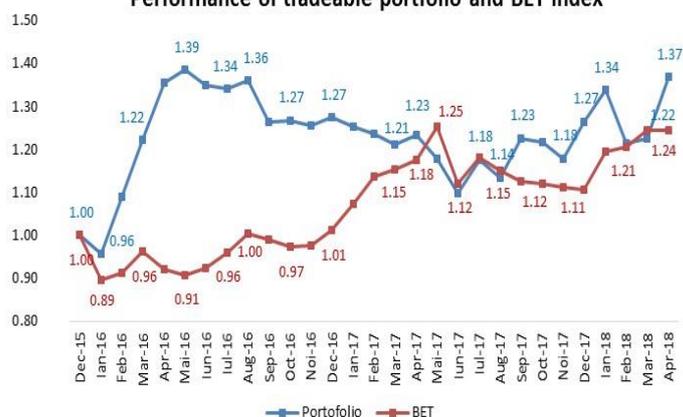
In April, the oil price reached a maximum of 69.53\$/barrel, rising by 5.6% above the March-end price. Strong oil demand and the supply restraint led by OPEC coupled with falling US crude inventories and geopolitical unrests in the Middle East continue to support the oil price. Easing concerns over the trade dispute between the US and China also contributed to rising oil prices in April.

2. Stock portfolio

Tradeable portfolio holdings



Performance of tradeable portfolio and BET index



According to OPEC analysis, global oil demand for 2018 is estimated to increase by 1.58% above the 2017 figure, which is a factor that may generate future increases in oil prices. The equilibrium price resulting from the modelling function in relation to oil supply and demand is 81\$/barrel, an increase of 1.3% over the previous valuation, representing an 18% upside against the end-April price.

At the end of April, the fund's trading portfolio is valued at about RON 42.5 million, up by 11.8% compared to the value reported at the end of March due to the growth of the oil companies' prices included in the portfolio.

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

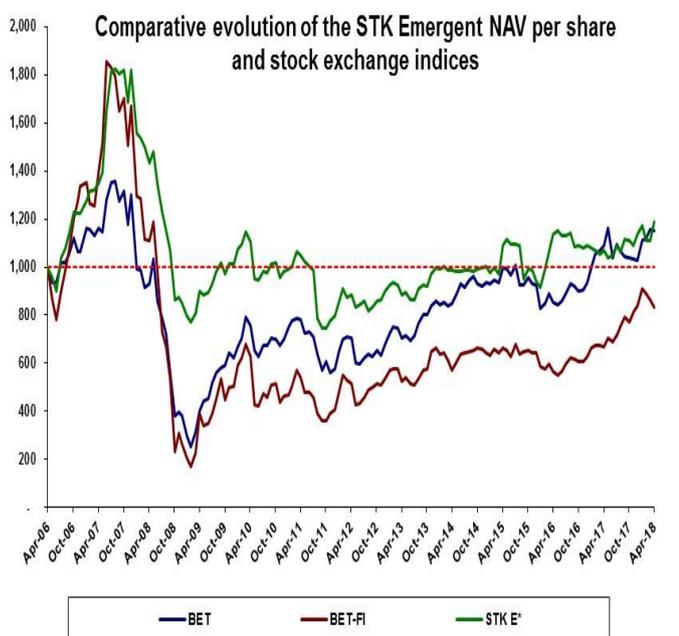
The net asset value per share increased by 6.77% last month

On April 30, 2018, the STK Emergent net asset value per share stands at RON 115.52, increasing by 6.77%, compared to the net asset value per share at the end of March.

The BET index of the Bucharest Stock Exchange closed at 8,713.14 points at the end of April, slightly lower than the level at the end of March (-0.01%). SNP and FP shares posted price increases of 7.70% and 1.93%, while the rest of the index constituents recorded negative returns ranging between 0.12% (SNN) and 10.09% (EL).

The BET-FI index of the financial sector declined by 3.35% the past month, with only FP showing a positive return of 1.93%. The other five financial investment companies continued their decline in April, marking declines between 1.32% (SIF3) and 8.95% (SIF2).

Comparative chart of STK Emergent and the Bucharest Stock Exchange Indices between start-up and April 2018:



STK E*- NAV per share adjusted for dividends

From launch to the end of April, the net asset value per share registered a positive variation of 19.04%, outperforming the BET-FI index which has shrunk by 15.13%, while BET index recorded a positive return of 16.77% in the same time frame.

4. Performance of the world stock exchanges in April

April was characterized by increases in equity markets

Following two months of decline, developed stock exchanges posted an average increase of 3.79% in April, given by the start of the financial reporting season for the first quarter of the year. Thus, the French index CAC 40 and the British index FTSE 100 rose by 6.8%, respectively by 6.4%, the German DAX index rose by 4.3% and the Austrian ATX index and the US S&P 500 recorded slight increases of 1.2% and respectively 0.3%.

The rise in the British FTSE 100 index was supported by the growth in oil price and industrial metal prices (some of the biggest companies on the index belonging to the oil&gas and mining sectors), along with a depreciation of the pound by 1.8% and Mergers & Acquisitions in the retail sector.

The emerging stock markets marked a slight increase of 0.37% on average, with stock exchanges from India, Poland and Hungary registering the highest returns of 6.6%, 3.7% and respectively 2.8%, while the exchanges from Turkey, China and the Czech Republic posted negative returns of 9.3%, 2.7% and respectively 0.7%.

Index	Country	2016*	2017**	YTD 2018***	Apr - 18****
ATX	Austria	9.2%	30.6%	1.4%	1.2%
SOFIX	Bulgaria	27.2%	15.5%	-2.9%	1.4%
PX	Czech Republic	-3.6%	17.0%	3.5%	-0.7%
SSEC	China	-12.3%	6.6%	-6.8%	-2.7%
CAC40	France	4.9%	9.3%	3.9%	6.8%
FTSE	UK	14.4%	7.6%	-2.3%	6.4%
DAX	Germany	6.9%	12.5%	-2.4%	4.3%
BSE SENSEX	India	1.9%	27.9%	3.2%	6.6%
WIG 20	Poland	4.8%	26.4%	-6.9%	3.7%
BET	Romania	1.2%	9.4%	12.4%	-0.01%
BET-FI	Romania	-1.9%	33.4%	-0.7%	-3.35%
SP 500	USA	9.5%	19.4%	-1.0%	0.3%
BUX	Hungary	33.8%	23.0%	-2.7%	2.8%
MICEX	Russia	26.8%	-5.5%	9.4%	1.6%
ISE 100	Turkey	8.9%	47.6%	-9.6%	-9.3%

*return between 12/31/2015-12/30/2016
** return between 12/30/2016-12/29/2017
*** return between 12/29/2017-04/30/2018
****last month return: 03/30/2018-04/30/2018