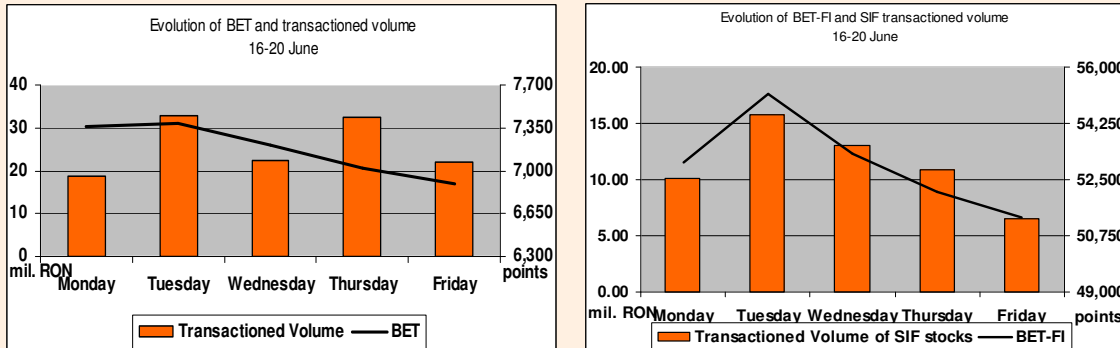




Bucharest Stock Exchange – Market Report

1. BUCHAREST STOCK MARKET EVOLUTION



The week that just ended presented investors with a drop in the stock market. The BET index fell by 6,36%, while the SIF (Financial Investment Companies) index fell by 3,21%. The transactioned volumes saw a 9,7% gain, (this week's average is 25,68 million RON versus 23,41 million last week). On the Deal Market a single transaction was made worth 1,32 million RON consisting of 59.370 BRD shares. The exchange rates had the following evolution: the euro strengthened versus the RON gaining 0,24% (from 3,6601 to 3,6688), while the dollar fell by 0,89% (from 2,3736 to 2,3525).

2. CELE MAI IMPORTANTE ACȚIUNI COTATE

Symbol	Liquidity* (mil. RON)	Prices (RON)		Variation	Top 5 price gains	
		16.06.08	20.06.08		Name	Variation
SIF3	15.73	1.6200	1.6100	-0.62%	Policolor S.A. (PCL)	27.46%
BRD	14.69	21.8000	20.0000	-8.26%	GHCL Upsom România S.A. (UPS)	21.74%
SNP	13.06	0.5150	0.4810	-6.60%	Romcarbon S.A. Buzău (ROCE)	13.66%
SIF2	11.17	2.1800	2.0900	-4.13%	Electoaparataj S.A. (ELJ)	12.68%
SIF5	10.94	2.8900	2.8000	-3.11%	Mecanica Ceahlău (MECF)	6.48%
SIF4	10.29	1.6700	1.6400	-1.80%	Top 5 price drops	
SIF1	10.22	2.3400	2.2300	-4.70%	Name	Variation
TLV	10.12	0.4490	0.4110	-8.46%	Aeroteh S.A.. (AER)	-26.02%
EBS	6.45	164.0000	156.0000	-4.88%	Foraj Sonde Ploiești (FSP)	-18.18%
PCL	4.67	3.3500	4.2700	27.46%	Șantiereul Naval Constanța (SNC)	-17.50%
					Amco S.A. (AMC)	-14.36%
					Oltchim S.A. Rm. Vâlcea (OLT)	-13.86%

*weekly total of transactions

2. IMPORTANT LOCAL NEWS

- The shareholders of Condmag S.A. (COMI) have approved the solicitation of a letter of warranty from Raiffeisen Bank worth 19.4 million RON in order to guarantee the advance payment from Romgaz based upon a contract for upgrading the gas compression station in Cristuru Secuiesc. The shareholders also approved the set up of a new lucrative facility in Mediaș and the sale of a commercial store located in the Orizont 3000 complex in Bucharest.
- Distrigaz Sud wishes to raise gas tariffs by 22% in the context of the worldwide price gains in the energy market, company representatives are complaining that the costs currently established by ANRE do not cover their expenses. Distrigaz announced that the price will be raised on the 1st of



July but that the gain will be less than 20%. This price gain will affect the industries which utilize natural gas as raw material.

- Policolor (PCL) stocks gained 27.46% on the Bucharest Stock Market last week, mostly due to the announcement that the RC2 and RIF investment funds will buy the 33% share package previously held by RAEF for 27.5 million RON, after taking over the package RC2 and RIF will hold 92.5 % of the company. If they owned 95% they could ask for the withdrawal of the minority shareholders and possibly unlist the company.

3. IMPORTANT INTERNATIONAL NEWS

- Stocks capped a difficult week with steep losses Friday amid escalating worries about the financial and automotive sectors and a rebound in oil prices. The major indexes fell by more than 1 1/2 percent on the day, and the Dow Jones industrial average gave up more than 200 points to end at its lowest level in three months. The multiple troubling news coming in from the financial sector had an important role in these drops, major banks are reporting personnel cuts (Washington Mutual Inc), debt markdowns (Citigroup Inc.), downgrades of regional banks (Merrill Lynch), also two of the hedge fund managers of Bear Sterns were charged with lying to investors.

4. CONTACT

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