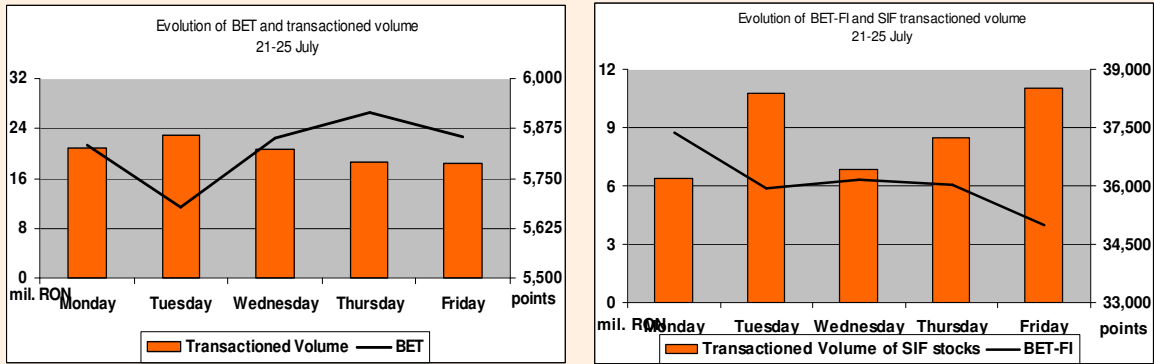




Bucharest Stock Exchange – Market Report

1. BUCHAREST STOCK MARKET EVOLUTION



During the transactioning week that just ended the Stock Market started to show signs of a stabilization. The BET index even registered a small increase, but the BET-FI index depreciated mostly dragged down by SIF Oltenia and Muntenia shares which lost 13.33% and 6.90% respectively. Overall, the BET Index gained 0.41%, while the BET-FI index fell by 6.37%. The transactioned volumes registered an 39.10% drop (this week's average is 20.25 million RON compared to 33.26 million last week).

On the DEAL market 3 deals took place with IMP, SNP and DAFR shares totalling 4.26 million RON, the largest deal being the one consisting of DAFR stocks worth 1.96 million RON.

The exchange rates had the following evolution, the euro gained 0.51% versus the RON from 3.5474 to 3.5656, while the dollar went up by 1.54% from 2.2335 to 2.2678.

2. MOST IMPORTANT STOCKS

Symbol	Liquidity* (mil. RON)	Prices (RON)		Variation	Top 5 price gains	
		18.07.08	25.07.08		Name	Variation
SNP	16.52	0.4160	0.4350	4.57%	Electroaparataj S.A.. (ELJ)	50.00%
SIF2	11.80	1.6300	1.6300	0.00%	Moldomobila S.A. (MOL)	22.22%
SIF5	9.69	2.2500	1.9500	-13.33%	Carbochim S.A. (VNC)	18.10%
SIF3	8.40	1.0000	0.9800	-2.00%	Mefin S.A. (MEF)	13.55%
SIF1	8.01	1.6200	1.5700	-3.09%	Electroceramica S.A. (ELC)	11.11%
AZO	7.52	0.8200	0.8200	0.00%	Top 5 price drops	
SIF4	7.41	1.1600	1.0800	-6.90%	Name	Variation
TLV	5.78	0.2880	0.2980	3.47%	Aurora S.A. (AUR)	-32.20%
BRD	4.37	18.5000	18.6000	0.54%	Dorobanțul S.A. (DOR)	-26.32%
SOCF	3.07	0.4000	0.4000	0.00%	Electroputere S.A. (EPT)	-18.27%
					SIF Oltenia S.A. (SIF5)	-13.33%
					Faur S.A. (FAU)	-12.57%

*weekly total of transactions

2. IMPORTANT LOCAL NEWS

- The listing of Romanian T-Bills on the Romanian Stock Exchange will probably take place on Monday, as the necessary approvals were received from the NBR and the CNVM, said Ovidiu Sergiu president of the Central Depository. The listing of T-Bills is expected by institutional investors, like pension funds or mutual funds which have, at the moment, too few fixed income instruments at their disposal.



- The Board of Directors of Transilvania Bank (TLV) are asking their shareholders' approval in order to buy 529 million shares for a price between 0.28 and 0.4 RON, in an attempt to stabilize the price of stocks on the Stock Exchange, which fell dramatically in the last 6 months. The bank can buy up to 5% of the shares. Also the management has proposed modifying the nominal value of the shares from 0.1 to 1 RON per share.
- The Bucharest Stock Exchange has lost over 57% when compared to the maximal values reached an over ago, higher drops are only registered in Vietnam and Bosnia-Herzegovina, where the market fell by 69%. An year ago, the stock market indexes were reaching historical high points, as a general euphoria was felt by investors and brokers alike.

3. IMPORTANT INTERNATIONAL NEWS

- Orders for U.S. durable goods unexpectedly rose in June, and sales of new homes were higher than forecast, easing concern that the economic slowdown will worsen. Bookings for goods made to last several years gained 0.8 percent and posted the first consecutive monthly rise since July 2007, the Commerce Department said today in Washington. New homes sold at an annualized pace of 530,000, exceeding the median forecast of 503,000 in a Bloomberg News survey. A private report showed consumer sentiment rose from a 28-year low. Economists had forecast that the slowdown would worsen by year-end. "At the end of the day, we are going to avoid a severe recession," said James O'Sullivan, a senior economist at UBS Securities LLC in Stamford, Connecticut. Wall-Street responded to these news, stocks ending higher on Friday.

4. CONTACT

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