

I have been a shareholder of SIF Moldova for several years and I want to make a suggestion to the management of the financial company, concerning the profit in 2016.

Since in 2016, approximately 130 million came from the dividends collected from the companies in the portfolio, I think that this money should be distributed to shareholders in full.

Since SIF Moldova has a very large discount in comparison to asset value, I think that a massive buy-back program (such as those of FP, SIF Banat Crisana) is required to blend in with dividend assignment as cash.

Therefore I suggest the awarding of a dividend as cash (to represent a minimum 7 to 8% yield) + buyback of a minimum 5-6% shares within maximum 6 months from the date of GMS approval.

3 or 4 years ago, when own shares could not be bought-back without a 50% presence in GMS, there was a proposal to buy-back 10% of the shares, but no quorum was met. Now, when it is no longer necessary to have 50%, the proposal is no longer made. Something seems strange.

If you should look over the share graph for the last years, you will notice a disastrous evolution of the share price, although VUAN value has increased. For the shareholders (and I think that for you as well, since you represent their interests), the yields have been quite low, more so in the last couple of years when a very low dividend was distributed.

I would like to mention that these suggestions have been received with interest by other shareholders, more significant ones of SIF Moldova, as well as NN pensions and Allianz Pension Funds.

I am looking forward to receiving your reply.

Esteemed shareholder,

The coordination of SIF Moldova's strategy, presented and approved by the shareholders in the general meetings on 2014-2016 has been based on the long-term increase of the managed assets, at the same time with a practicable dividend policy, that has repaid invested capital at a level higher than the yields offered by monetary investments.

In the present mandate, the Board of Directors has succeeded not only to substantially increase the value of SIF Moldova but also distributed dividends to shareholders, with yields over 5%.

Between 2014 – 30.09.2016, the total value of distributed dividends, together with investments made have been of de 694,5 mil.lei, exceeding by far the total dividend amount received along with the profit from ceded financial investments of 551 mil.lei.

In the last 3 years, SIF2 share (included distributed dividends) offered the shareholders a cumulated yield of 28%. (Dy% de 5,1% in 2014, namely 6,4% in 2015 and 6% in 2016-reported to former GMS prices for dividend approval).

We thank you for your collaboration and insure you that your suggestions will be closely analyzed in the context of drafting the 2017 Activity Program.