



MOLDOVA S.A.

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FIC MOLDOVA S.A.

**FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2007**

**DRAFTED IN COMPLIANCE WITH
ACCOUNTING LAW NO. 82 / 1991 – REPUBLISHED,
NATIONAL SECURITIES COMMISSION ORDER NO. 75 / 2005**

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FIC MOLDOVA
BALANCE SHEET
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

	Row	Balance	
		January 1, 2007	December 31, 2007
A	B	1	2
A. NON-CURRENT ASSETS			
I. INTANGIBLE ASSETS			
1. Constitution expenses (acc. 201 - 2801)	01	-	-
2. Development expenses (acc. 203 - 2803 - 2903)	02	-	-
3. Grants, patents, licenses, trademarks, similar rights and values and other intangible assets (acc. 205 + 208 - 2805 - 2808 - 2905 - 2908)	03	128.439	63.097
4. Goodwill fund (acc. 2071 - 2807 - 2907)	04	-	-
5. Advances and pending intangible assets (acc. 233 + 234 - 2933)	05	-	-
TOTAL: (row 01 to 05)	06	128.439	63.097
II. TANGIBLE ASSETS			
1 Land and buildings (acc. 211 + 212 - 2811 - 2812 - 2911 - 2912)	07	8.501.896	18.602.307
2. Equipment (acc. 213 - 2813 - 2913)	08	311.586	781.757
3. Furniture and fixture (acc. 214 - 2814 - 2914)	09	120.699	127.992
4. Advances and pending tangible assets (acc. 231 + 232 - 2931)	10	-	-
TOTAL: (row 07 to 10)	11	8.934.181	19.512.056
III FINANCIAL ASSETS			
1. Shares held in affiliated entities (t. 261 - 2961)	12	-	-
2. Loans granted to affiliated entities (acc. 2671 + 2672 -2965)	13	-	-
3. Securities in the form of investments (acc. 263 - 2963)	14	-	-
4. Loans granted to entities in which the company is an investor (acc. 2675 + 2676 - 2967)	15	-	-
5. Securities and other financial instruments as assets (acc. 262 + 264 + 265+ 266 - 2696 - 2962 - 2964)	16	321.282.334	397.415.727
6. Other claims (acc. 2673 + 2674 + 2678 + 2679 - 2966 -2969)	17	102.350	244.081
TOTAL: (row 12 to 17)	18	321.384.684	397.659.808
TOTAL NON-CURRENT ASSETS (row 06 + 11 + 18)	19	330.447.304	417.234.961

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BALANCE SHEET
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

	Row	Balance	
		January 1, 2007	December 31, 2007
A	B	1	2
B. CURRENT ASSETS			
I. INVENTORY			
1. Consumables (acc. 302 + 303 +/- 308 + 351 -392 -395)	20	19.193	22.331
2. Work in progress (acc. 332 - 394)	21	-	-
3. Advances for inventory purchase (acc. 4091)	22	13.365	1.553
TOTAL: (row 20 to 22)	23	32.558	23.884
II. RECEIVABLES (Amounts to be received in more than one year have to be presented separately for each item.)			
1. Notes receivable (acc. 2675* + 2676*+2678*+2679* – 2966* – 2969* + 4092 + 411 + 413 + 418 – 491)	24	58.612.587	35.455.334
2. Receivables from companies in the group (acc. 4511 + 4518 - 4951)	25	-	-
3. Receivables from participation interest (acc. 4521 + 4528 - 4952)	26	-	-
4. Other Receivables (acc. 425 + 4282 + 431 + 437 + 4382 + 441 + 4424 + 4428 + 444 + 445 + 446 + 447 + 4482 + 4582 + 461 + 473 - 496 + 5187)	27	2.042.496	4.701.597
5. . Receivables from subscribed and unpaid capital (acc. 456 - 4953)	28	-	-
TOTAL: (row 24 to 28)	29	60.655.083	40.156.931
III. SHORT TERM FINANCIAL INVESTMENT			
1. Shares held in affiliated entities (acc. 501 - 591)	30	-	-
3. Other short term financial investments (acc. 5031 + 5032 + 505 + 5061 + 5062 + 5071 + 5072 + 5081 + 5082 + 5088 + 5089 - 593 - 595 - 596 - 597 - 598 + 5113 + 5114)	31	5.020.619	1.070.514
TOTAL: (row 30 to 31)	32	5.020.619	1.070.514
IV. CASH AND BANK ACCOUNTS (acc. 5112 + 5121 + 5122 + 5123 + 5124 + + 5125 + 5311 + 5314 + 5321 + 5322 + 5323 + 5328 + 5411 + 5412 + 542)	33	3.250.105	2.760.539
TOTAL CURRENT ASSETS (row 23 + 29 + 32 + 33)	34	68.958.365	44.011.868
C. PREPAID EXPENSES (acc. 471)	35	116.815	72.039

FIC MOLDOVA
BALANCE SHEET
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

	Row	Balance	
		January 1, 2007	December 31, 2007
A	B	1	2
D. CURRENT LIABILITIES			
1. Loans from bonds issues (acc. 1614 + 1615 + 1617 + 1618 + 1681 - 169)	36	-	-
2. Notes payable (acc. 1621 + 1622 + 1624 + 1625 + 1627 + 1682 + 5191 + 5192 + 5198)	37	-	-
3. Precollected revenue (acc. 419)	38	-	-
4. Accounts payable (acc. 401 + 404 + 408)	39	400.879	455.655
5. Commercial papers payable (acc. 403 + 405)	40	5.083.848	-
6. Liabilities to companies in the group (acc. 1661 + 1685 + 2691 + 4511 + 4518)	41	-	-
7. Liabilities involving participation interest (acc. 1662 + 1686 + 2692 + 2693 + 4521 + 4528)	42	-	-
8. Other liabilities, including taxes payable and social security liabilities (acc. 1623 + 1626 + 167 + 1687 + 2698 + 421 + 423 + 424 + 426 + 427 + 4281 + 431 + 437 + 4381 + 441 + 4423 + 4428 + 444 + 446 + 447 + 4481 + 4551 + 4558 + 456 + 457 + 4581 + 462 + 473 + 509 + 5186 + 5193 + 5194 + 5195 + 5196 + 5197)	43	23.975.448	23.331.654
TOTAL: (row 36 to 43)	44	29.460.175	23.787.309
E. CURRENT ASSETS LESS NET CURRENT LIABILITIES (row 34 + 35 - 44 - 60.2)	45	39.604.447	20.285.356
F. TOTAL ASSETS LESS CURRENT LIABILITIES (row 19 + 45 - 60.1)	46	370.051.751	437.520.317
G. NON-CURRENT LIABILITIES			
1. Loans from bonds issues (acc. 1614 + 1615 + 1617 + 1618 + 1681 - 169)	47	-	-
2. Long term loans (acc. 1621 + 1622 + 1624 + 1625 + 1627 + 1682 + 5191 + 5192 + 5198)	48	-	-
3. Precollected revenue (acc. 419)	49	-	-
4. Trade debt (acc. 401 + 404 + 408)	50	-	-
5. Commercial papers payable (acc. 403 + 405)	51	-	-
6. Liabilities to institutions or companies in the group (acc. 1661 + 1685 + 2691 + 4511 + 4518)	52	-	-

FIC MOLDOVA
BALANCE SHEET
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

	Row	Balance	
		January 1, 2007	December 31, 2007
A	B	1	2
7. Liabilities involving participation interest (acc. 1662 + 1686 + 2692 + 2693 +4521+4528)	53	-	-
8. Other liabilities, including tax debt and social security debt (acc. 1623 + 1626 + 167 + 1687 + 2698 + 421 + 423 + 424 + 426 + 427 + 4281 + 431 + 437 + 4381 + 441 + 4423 + 4428 + 444 + 446 + 447 + 4481 + 4551 + 4558 + 456 + 457 + 4581 + 462 + 473 + 509 + 5186 + 5193 + 5194 + 5195 + 5196 + 5197)	54	-	-
TOTAL: (row 47 to 54)	55	-	-
H. PROVISIONS			
1. Provisions for pensions and similar obligations (acc.1515)	56	-	-
2. Provisions for taxes (acc. 1516)	57	41.437.613	36.355.161
3. Other provisions (acc.1511+1512+1513+1514+1518)	58	20.272.909	12.612.155
TOTAL PROVISIONS: (row 56 +57 + 58)	59	61.710.522	48.967.316
I. PRECOLLECTED REVENUE (row60.1+60.2) of which:	60	10.558	11.242
1. Subsidies for investments (acc. 131)	60.1	-	-
2. Precollected revenue (acc. 472)	60.2	10.558	11.242
J. EQUITY AND RESERVES			
I. EQUITY (row 62 to 63) of which:	61	51.908.959	51.908.959
1. Subscribed and unpaid capital (acc. 1011)	62	-	-
2. Subscribed and paid capital (acc. 1012)	63	51.908.959	51.908.959
II. SHARE PREMIUM (acc. 104)	64	-	-
III. REVALUATION RESERVES (acc. 105)			
Balance C	65	6.229.774	15.541.203
Balance D	66	-	-
IV. RESERVES (row 68 to 73 -74)	67	259.293.957	255.638.137
1. Legal reserves (acc. 1061)	68	10.325.933	10.381.792
2. Statutory or contractual reserves (acc. 1063)	69	-	-
3. reserves constituted from free shares/notes (acc. 1065*)	70	94.158.350	101.685.269
4. reserves from fair value evaluation (acc.1066)	71	-	-

FIC MOLDOVA
BALANCE SHEET
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

	Nr. rd.	Balance	
		January 1, 2007	December 31, 2007
A	B	1	2
5. reserves representing surplus from revaluation reserves (acc.1067)	72	1.991.956	1.997.417
6. other reserves (acc.1068)	73	152.817.718	141.573.659
7. treasury shares (acc.109)	74	-	-
V. REPORTED RESULT (acc. 117)			
Balance C	75	-	-
Balance D	76	56.407.027	52.726
VI. RESULT OF FISCAL YEAR (acc. 121)			
Balance C	77	48.341.224	65.573.287
Balance D	78	-	-
Profit appropriation (acc. 129)	79	1.025.658	55.859
TOTAL EQUITY (row 61 + 64 + 65 - 66 + 67 + 75 - 76 + 77 - 78 - 79)	80	308.341.229	388.553.001

President
Sorin Mihail Turtoescu

Financial Manager
Liana Marin

FIC MOLDOVA
INCOME STATEMENT
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

Item	Row	December 31, 2006	December 31, 2007
A	B	1	2
A. REVENUE FROM OPERATIONS			
TOTAL (row 02 to 11)	01	151.022.844	122.303.569
1. Revenue from financial assets (acc. 761)	02	32.828.453	36.187.198
2. Revenue from short term financial investments (acc. 762)	03	-	-
3. Revenue from receivables as assets (acc. 763)	04	-	-
4. Revenue from ceded financial investments (acc. 758* + 764)	05	47.700.647	55.518.113
5. Revenue from services performed (acc.704)	06	-	-
• Revenue from provisions, reactivated claims and various receivables (acc. 754 + 781 + 786)	07	59.793.650	20.680.303
6. Revenue from exchange rate changes (acc. 765)	08	2.440.757	4.598.080
7. Revenue from interest (acc.766)	09	6.012.774	3.790.782
8. Revenue from non-current assets production (acc. 721 + 722)	10	-	-
9. Other revenue from operations (acc.768 + 706 + 708 + 767)	11	2.246.563	1.529.093
B. EXPENSES WITH OPERATIONS			
TOTAL (row 13 to 20)	12	97.698.428	51.980.996
1. Losses related to claims resulting from investments (acc. 663)	13	-	-
2. Expenses related to ceded financial investments (acc. 658* + 664)	14	12.516.902	19.558.152
13. Expenses with exchange rate differences (acc. 665)	15	5.408.711	3.957.942
14. Expenses related to interest (acc. 666)	16	-	-
15. Expenses with commissions and fees (acc. 622)	17	1.881.634	2.426.194
16. Expenses with banking and similar services (acc. 627)	18	37.558	35.998
17. Depreciations, provisions, losses from claims and various receivables (acc. 654 + 681 + 686)	19	53.727.518	12.535.122

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INCOME STATEMENT
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

Item	Row	December 31, 2006	December 31, 2007
A	B	1	2
3. Other expenses with operations (row 21 + 22 + 23 + 26 + 27)	20	24.126.105	13.467.588
a. Expenses with materials (acc. 602 + 603 + 604)	21	511.140	489.818
b. Expenses with electricity and water (acc. 605)	22	195.948	214.229
c. Expenses with staff, of which: (row 24 + 25)	23	8.917.451	11.687.045
c1. Salaries (acc. 621 + 641 + 642)	24	7.218.804	9.771.861
c2. Expenses related to insurance and social security (acc. 645)	25	1.698.647	1.915.184
d. Expenses related to external services (acc. 611 + 612 + 613 + 614 + 623 + 624 + 625 + 626 + 628 + 658** + 667 + 668)	26	14.292.133	905.279
e. Expenses with other taxes and similar payments (acc. 635)	27	209.433	171.217
C. OPERATIONAL RESULT			
-profit (row 01-12)	28	53.324.416	70.322.573
-loss (row 12-01)	29	-	-
D. GAINS (acc.771)	30	-	-
E. LOSSES (acc.671)	31	-	-
F. RESULT			
-profit (row 30-31)	32	-	-
-loss (row31-30)	33	-	-
1. TOTAL REVENUE (row 01 + 30)	34	151.022.844	122.303.569
1. TOTAL EXPENSE (row 12 + 31)	35	97.698.428	51.980.996
G. GROSS MARGIN			
- profit (row 34 - 35)	36	53.324.416	70.322.573
- loss (row 35 - 34)	37	-	-
21. PROFIT TAX			
- tax expense (acc. 691)	38	4.983.192	4.749.286
22. Other tax expense (acc. 698)	39	-	-

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INCOME STATEMENT
AS OF DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

Item	Row	December 31, 2006	December 31, 2007
A	B	1	2
H. NET INCOME			
- profit (row 36 - 38 - 39)	40	48.341.224	65.573.287
- loss (row 37 + 38 + 39) or (row 38 + 39 -36)	41	-	-

President
Sorin Mihail Turtoescu

Financial Manager
Liana Marin

FIC MOLDOVA
INFORMATIVE DATA – DECEMBER 31, 2007

I. DATA REGARDING THE NET INCOME	Row	NO. OF UNITS	AMOUNTS
Units recording profit	01	1	65.573.287
Units recording loss	02	0	0

II. DATA CONCERNING OVERDUE PAYMENTS	Row	TOTAL (col.2+3)	OF WHICH:	
			FOR CURRENT ACTIVITY	FOR INVESTMENT ACTIVITY
		1	2	3
Overdue payments - total(row 04 + 08 + 14 to 18 + 22). of which :	03	20.224.011	20.224.011	-
Suppliers - total(row 05 to 07). of which :	04	-	-	-
- over 30 days	05	-	-	-
- over 90 days	06	-	-	-
- over 1 year	07	-	-	-
Payments due to social security - total (row 09 to 13), of which :	08	-	-	-
- contributions to state social security by employers, employees and others	09	-	-	-
- contributions to health insurance funds	10	-	-	-
- contributions to additional pensions	11	-	-	-
- contributions to unemployment fund	12	-	-	-
- other social security liabilities	13	-	-	-
Overdue liabilities to special funds and other funds	14	-	-	-
Liabilities to other creditors	15	20.224.011	20.224.011	-
Overdue taxes to state budget	16	-	-	-
Overdue taxes to local budgets	17	-	-	-
Overdue bank loans - total (row 19 to 21), of which:	18	-	-	-
- due in 30 days	19	-	-	-
- due in 90 days	20	-	-	-
- due in 1 year	21	-	-	-
Overdue interest	22	-	-	-

III. AVERAGE NO. OF EMPLOYEES	Row	January 1, 2007	December 31, 2007	
Average no. of employees	23	110	95	

FIC MOLDOVA
INFORMATIVE DATA – DECEMBER 31, 2007

IV. PAYMENT OF INTEREST AND DUES	Row	AMOUNTS
Gross revenue from interest paid by Romanian juridical pers. to non-resident natural pers. from EU member states, of which:	24	-
- taxes due to state budget	25	-
Gross revenue from interest paid by Romanian juridical pers. to associated non-resident juridical pers. from EU member states, of which:	26	-
- taxes due to state budget	27	-
Revenue from dues paid by Romanian juridical pers. to associated non-resident pers. from EU member states, of which:	28	-
- taxes due to state budget	29	-

V. LIABILITIES DEFERRED ACCORDING TO PROVISIONS OF .ART.3(4) OF GOVT. EMERGENCY ORDNANCE 37/2004 REGARDING MEASURES TO DECREASE OVERDUE DEBTS, REPORTED IN EXTRA BALANCE SHEET ACCOUNTS	Row	AMOUNTS
Deferred liabilities towards budgets	30	-
Deferred trade liabilities	31	-

VI. FOOD STAMPS	Row	AMOUNTS
Cost of food stamps given to employees	32	128.326

 President
 Sorin Mihail Turtoescu

 Financial Manager
 Liana Marin

FIC MOLDOVA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

Owners' Equity Item	Balance on Jan 1, 2007	Increases		Decreases		Balance on December 31, 2007	
		Total, of which	By transfer	Total, of which	By transfer		
Subscribed capital	51.908.959	-	-	-	-	51.908.959	
Revaluation reserves	6.229.774	11.102.766	-	1.791.337	5.045	15.541.203	
Legal reserves	10.325.933	55.859	55.859	-	-	10.381.792	
Reserves representing surplus from revaluation reserves	1.991.956	6.422	5.045	961	-	1.997.417	
Other reserves	152.817.718	66.202.030	27.321.736	77.446.089	69.095.176	141.573.659	
Reserves from securities obtained free of charge	94.158.350	11.275.569	-	3.748.650	-	101.685.269	
Reported result representing unappropriated profit or uncovered loss	Balance C	12.642.955	47.315.566	47.315.566	59.958.521	27.255.877	-
	Balance D	1.129	52.726	-	1.129	1.129	52.726
Reported result from compliance with accounting regulations of European Economic Communities 4th Directive	Balance C	-	-	-	-	-	-
	Balance D	69.048.853	66.988	66.988	69.115.841	69.095.176	-
Result of fiscal year	Balance C	48.341.224	65.573.287	-	48.341.224	48.341.224	65.573.287
	Balance D	-	-	-	-	-	-
Profit appropriation	Balance D	1.025.658	55.859	55.859	1.025.658	1.025.658	55.859
Total Owners' Equity	308.341.229	201.355.926	74.575.359	121.144.154	74.575.359	388.553.001	

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FIC MOLDOVA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

Information on the statement of changes in equity:

Owners' equity was influenced in the 2007 fiscal year by :

1. Increases of 201.355.926 RON, consisting of:

• reserves from non-current assets revaluation	11.102.766
• legal reserves from the 2007 profit appropriation	55.859
• other reserves	66.202.030
• registration of GMS 2007 Decision regarding transfer to reserves of unappropriated profit from previous fiscal years	27.255.877
• registration of GMS 2007 Decision regarding transfer to reserves of reported result arising from accounting errors	(1.129)
• registration of GMS 2007 Decision regarding reserves from expiration of dividends	5.025.277
• cancellation of negative adjustments recorded in equity accounts corresponding to securities transferred by sale / writing off	33.862.375
• covering from reserves the influences recorded as a consequence of the modification of accounting policies (CEE 4th Directive)	30.840
• regularization of deferred profit tax	28.790
• reserves representing surplus from revaluation reserves	6.422
• net profit realized in the Jan 1, - Dec 31, 2007	65.573.287
• reserves arising from securities received free of charge	11.275.569
• updating of deferred profit tax for free securities sold	176.404
• cancellation of negative adjustments for securities sold	363.708
• reserves from securities received free of charge	10.735.457
• registration of unappropriated profit from the 2006 fiscal year	47.315.566
• registration of GMS 2007 decision to transfer to reserves the influences resulted from the modification of accounting policies (EEC 4 th Directive)	(66.988)
• recognition of expenses related to the previous fiscal years	(52.726)
• 2007 profit appropriation, for the legal reserve	(55.859)

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

2. Decreases of 121.144.154 RON, consisting of:

• revaluation reserves	1.791.337
• revaluation reserves transferred to reserves representing surplus from transfer of non-current assets	5.045
• deferred profit tax corresponding to revaluation differences	1.786.292
• updating of deferred income tax resulted from transfer of reevaluated non-current assets	961
• other reserves	77.446.089
• covering from reserves the influences recorded as a consequence of the modification of accounting policies (the EEC 4th Directive)	69.095.176
• negative adjustment on Dec 31, 2007 for the securities in Balance in the primary portfolio	4.289.046
• updating of deferred tax corresponding to the primary portfolio	(8.261.512)
• write-off from the Commercial Registry of companies in the primary portfolio	12.323.379
• updating of reserves arising from securities received free of charge	3.748.650
• sale of free shares turned into revenue of the period	2.138.547
• correction of deferred tax corresponding to securities received free of charge	1.610.103
• reported result appropriation	59.958.521
of which:	
• for reserves according to the GMS 2007 Decision	27.255.877
• 2006 dividends	32.702.644
• recording the GMS 2007 Decision to transfer to reserves the reported result arising from accounting errors	(1.129)
• cancellation of reported result	(69.115.841)
• cancellation of negative influences arising from the modification of accounting policies (the EEC 4th Directive by transfer) in reserve accounts, according to the GMS 2007 approval	(69.095.176)
• cancellation of negative adjustment for shares sold in the Apr 1, 2007 period	(20.665)
• accounting operations for the conclusion of 2006 profit	48.341.224
• 2006 profit appropriation, for the legal reserve	(1.025.658)

President
Sorin Mihail Turtoescu

Financial Manager
Liana Marin

FIC MOLDOVA
CASH FLOW STATEMENT
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

DIRECT METHOD

ITEM / PERIOD	2006	2007
1. Cash at beginning of period (a+b)	104.017.729	61.344.928
a. Current accounts	55.529	3.245.271
b. Financial investments - DEPOSITS	103.962.200	58.099.657
A. Operations (2-3)	(56.203.136)	(22.627.020)
2. Cash inflows	2.941.894	4.145.065
- rent + utilities	1.718.959	1.446.935
- various debtors, restitution of advances	38.883	735.800
- inflows from sale of merchandise	141.680	140.994
- amounts pending discount	3.067	21.800
- amounts pending resolution	1.306	1
-restitution of taxes	-	255
-suppliers	1.423	3.757
- other inflows	291.524	1.568.815
-receipt of material pledges	263.883	53.965
- exchange rate variations	1.170	172.743
- litigation compensations	480.000	-
3.Cash outflows	59.145.030	26.772.085
-Expenses with employees + collaborators / material pledges	8.879.981	11.356.584
-suppliers	3.017.510	3.620.861
-profit tax	2.340.542	5.991.069
-local taxes	145.235	120.206
- VAT	178.557	209.196
-discount advances	187.150	198.380
-banking commissions	37.203	35.533
-wares supply	134.829	145.867
- restitution of pledges	145.677	81.104
- amounts pending discount	3.067	21.800
- amounts pending resolution	1.391	-
- payments to SARA	41.596.446	4.781.106
- other payments	2.445.271	47.458
- exchange rate variations	9.569	117.621
- sponsorships	22.603	45.300
B.Investment activity(4-5)	40.665.422	27.314.977
4. Cash inflow	88.760.568	96.287.710
-deposit interest	4.518.585	3.400.399
- checking account interest	172.495	511.721
- government securities interest	109.942	90.799
- bonds interest + coupon	1.083.609	410.263
- receipt from sale of non-current assets	-	1.050
- receipt from sale of shares	13.604.638	10.465.972
- receipt from BSE transactions	34.661.064	44.694.296
- dividends from portfolio companies	34.610.235	36.713.210
5.Cash outflow	48.095.146	68.972.733
-acquisitions of fixed assets	54.287	71.035
- acquisitions of securities	19.654.685	19.149.316
- acquisitions of securities through BSE	28.386.173	49.752.382

FIC MOLDOVA
CASH FLOW STATEMENT
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

ITEM / PERIOD	2006	2007
C. Financing activity (6-7)	(27.135.078)	(27.756.727)
6. Cash inflow	2.367.741	2.312.260
- return of dividends	2.367.741	2.312.260
7. Cash outflow	29.502.819	30.068.987
- shareholder dividends	24.433.710	25.497.956
- dividend tax	5.069.109	4.571.031
TOTAL CASH FLOW (A+B+C)	(42.672.792)	(23.068.770)
CASH AT END OF PERIOD	61.344.937	38.276.158
a. cash office - RON	3.150	4.099
b. banks – RON	3.242.122	2.755.784
c. banks - foreign currency	9	8
d. deposits	58.099.657	35.289.949
e. deposit pledges	-	226.318

President
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Financial Manager
Liana Marin

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

1. NON-CURRENT ASSETS

GROSS VALUE

<u>Intangible non-current assets</u>	January 1, 2007	Increase	Decrease	December 31, 2007
	1	2	3	4=1+2-3
Intangible non-current assets	271.074	7.609	-	278.683
Pending intangible non-current assets	24.521	-	-	24.521
Total	295.595	7.609		303.204
<u>Tangible non-current assets</u>				
Land	256.916	3.729.304	-	3.986.220
Buildings	8.865.807	5.840.966	38.303	14.668.470
Equipment	941.259	348.871	39.623	1.250.507
Vehicles	571.744	109.084	-	680.828
Other non-current assets	260.133	11.619	3.786	267.966
Total	10.895.859	10.039.844	81.712	20.853.991
<u>Financial non-current assets</u>				
Securities as investments	413.393.022	82.800.499	35.081.743	461.111.778
Other receivables	102.350	235.819	94.088	244.081
Total	413.495.372	83.036.318	35.175.831	461.355.859
<u>TOTAL NON-CURRENT ASSETS</u>	424.686.826	93.083.771	35.257.543	482.513.054

The tangible non-current assets – the land and buildings group - were revaluated on December 31, 2007, by setting and recording fair values, by an independent evaluator.

VALUE ADJUSTMENTS (DEPRECIATION AND AMORTIZATION OR DEVALUATION ADJUSTMENTS)

<u>Intangible non-current assets</u>	January 1, 2007	Depreciation in fiscal year	Discounts or updates	December 31, 2007
	5	6	7	8=5+6-7
Intangible non-current assets	142.635	72.951	0	215.586
Pending intangible non-current assets	24.521	0	0	24.521
Total	167.156	72.951	-	240.107
<u>Tangible non-current assets</u>				
Land	24.432	7900	7.900	24.432

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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(all amounts are in RON, unless otherwise specified)

Buildings	596.395	256.648	825.092	27.951
Equipment	860.527	183.608	156.078	888.057
Vehicles	340.890	101.411	180.780	261.521
Other non-current assets	139.434	35.674	35.134	139.974
TOTAL	1.961.678	585.241	1.204.984	1.341.935

<u>Financial non-current assets</u>	January 1, 2007	Depreciation adjustments in fiscal year	Discounts or updates	December 31, 2007
Securities held as investments	92.110.688	6.600.182	35.014.819	63.696.051
Total	92.110.688	6.600.182	35.014.819	63.696.051
TOTAL NON-CURRENT ASSETS	94.239.522	7.258.374	36.219.803	65.278.093

NET ACCOUNTING VALUE OF NON-CURRENT ASSETS AS OF December 31, 2007

	Gross value	Depreciation	Devaluation adjustments	Net accounting value
Intangible non-current assets	303.204	215.586	24.521	63.097
Tangible non-current assets	20.853.991	1.290.210	51.725	19.512.056
Financial assets	461.355.859	-	63.696.051	397.659.808
Total	482.513.054	1.505.796	63.772.297	417.234.961

STATUS OF NON-CURRENT ASSETS

Increases in non-current assets worth 93.083.771 RON, derive from:

Intangible non-current assets

• acquisitions of intangible assets	7.609
Total	7.609

Tangible non-current assets

• acquisitions of tangible assets	63.426
• increase in inventory value as a consequence of performance improvement	5.038
• updating of tangible assets (land)	(4.289)

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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• tangible assets revaluation differences	9.975.669
Total	10.039.844

Financial non-current assets

• acquisitions of securities	82.800.499
• acquisitions of materials and pledges	235.819
Total	83.036.318

Decreases in non-current assets worth 35.257.543 RON, derive from:

Tangible non-current assets

• sales of tangible assets	25.289
• write-offs of tangible assets	7.128
• revaluation differences in tangible assets	49.295
Total	81.712

Financial non-current assets

• transfer of securities from the portfolio	35.081.743
• recovery of pledges	94.088
Total	35.175.831

Depreciation calculated and reflected corresponding to groups of non-current assets amounting to 7.258.374 RON consists of:

Intangible non-current assets

• depreciation	72.951
Total	72.951

Tangible non-current assets

• adjustment	573.959
• value adjustments	11.282
Total	585.241

Financial non-current assets

• value adjustments	6.600.182
Total	6.600.182

Discounts or updates of depreciations and adjustments for depreciation of 36.219.803 RON consist of:

Tangible non-current assets

• depreciation of tangible assets sold and removed from records	25.289
• depreciation related to written off tangible assets	7.128

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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(all amounts are in RON, unless otherwise specified)

- | | |
|--|-----------|
| • provision updates for tangible and intangible non-current assets | 7.900 |
| • depreciation related to revaluated tangible non-current assets | 1.164.667 |

Total	1.204.984
Financial non-current assets	

- | | |
|--|------------|
| • cancellation of value adjustments, corresponding to securities | 35.014.819 |
|--|------------|

Total	35.014.819
--------------	-------------------

STATUS OF NON-CURRENT ASSETS AT NET VALUE

- | | |
|----------------------------------|-------------|
| • Net value of intangible assets | 63.097 |
| • Net value of tangible assets | 19.512.056 |
| • Net value of financial assets | 397.659.808 |

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FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

2. PROVISIONS

Name of provision	Balance on January 1, 2007	Transfers		Balance on December 31 2007
		Incoming	outgoing	
	1	2	3	4=1+2-3
Provisions for taxes	41.437.613	(4.876.843)	205.609	36.355.161
Other provisions	20.272.909	5.418.478	13.079.232	12.612.155
Adjustments for receivable devaluation (note 5.a)	964.210	50	211.315	752.945
Adjustments for bad debts (note 5.a)	38.041.635	3.827.723	6.508.393	35.360.965
Adjustments for materials devaluation	588	523	588	523
Adjustments for tangible non-current assets depreciation (note 1)	72.862	11.283	7.900	76.245
Adjustments for shares devaluation	111.211	(6.406)	104.805	-
Adjustments for financial non-current assets devaluation (note 11)	92.110.688	6.600.181	35.014.819	63.696.050
TOTAL	193.011.716	10.974.989	55.132.661	148.854.044

• Adjustments for receivable devaluation on December 31, 2007	752.945
•litigations for unpaid dividends	124.028
•bad debts	889
•various	628.028
• Adjustments for receivables depreciation on December 31, 2007	35.360.965
•provisions for debtors from money orders	35.216.351
•unreceived dividends with irrevocable decisions	118.835
•various rents with irrevocable decisions	25.779
• Other provisions from:	12.612.155
•provisions for debts associated with promissory notes	7.784.404
•benefit participation	4.827.751
• of which: - directors	1.056.015
- employees	3.520.052
- company contribution to FNUASS	251.684

Devaluation adjustments and provisions amounting to **10.974.989 RON**, influenced expense and owner's equity accounts thus:

	Expenses	Owner's Equity
• provisions for taxes	-	(4.876.843)
• other provisions	5.418.478	-
• adjustments for clients devaluation	50	-
• adjustments for debtors devaluation	3.827.723	-
• adjustments for materials devaluation	523	-
• adjustments for amortization of tangible non-current assets	11.283	-
• adjustments for devaluation of financial non-current assets	2.288.159	4.305.616
TOTAL	11.546.216	(571.227)

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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The cancellation of adjustments for devaluation and of provisions amounting to 55.132.661 RON, influenced revenue and owner's equity accounts thus:

	<u>Revenue</u>	<u>Owner's Equity</u>
• provisions for taxes	-	205.609
• other provisions	13.079.232	-
• adjustments for clients devaluation	211.315	-
• adjustments for debtors devaluation	6.508.393	-
• adjustments for materials devaluation	588	-
• adjustments for amortization of tangible non-current assets	7.900	-
• adjustments for shares devaluation	104.805	-
• adjustments for devaluation of financial non-current assets	768.070	34.246.749
TOTAL	<u>20.680.303</u>	<u>34.452.358</u>

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FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
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3. PROFIT APPROPRIATION

DESTINATION	<u>Row</u>	<u>2006</u>	<u>2007</u>
A. NET PROFIT TO APPROPRIATE (row 02 to 08)	01	48.341.224	65.573.287
1. For constitution of legal reserves	02	1.025.658	55.859
2. For statutory or contractual reserves	03	-	-
3. Reserves constituted as own sources of financing	04	-	-
4. Other reserves or appropriations provided by law	05	-	-
5. For coverage of accounting loss from previous years	06	1.129	52.726
6. For dividends	07	32.702.644	-
7. Other appropriations	08	-	-
B. UNAPPROPRIATED PROFIT	09	14.611.793	65.464.702

The Company leadership proposes the appropriation of the **65.464.702 RON** profit to the „other reserves” item, as a source for the increase of the registered capital by 519.089.588 shares (51.908.959 RON).

In case the increase of the registered capital is not approved by the Extraordinary General Meeting of Shareholders, the Company leadership proposes the appropriation of the 65.464.702 RON profit to the following destinations:

- Dividends 25.954.480
- Other reserves 39.510.222

The recording of the profit appropriation is done based on the approval of the General Meeting of Shareholders.

According to the Decision of the General Meeting of Shareholders of April 28, 2007, the profit of the 2006 fiscal year recorded the following appropriation:

NET PROFIT TO APPROPRIATE	48.341.224
• coverage of accounting loss from previous years	1.129
• legal reserves	1.025.658
• dividends	32.702.644
• unappropriated profit	14.611.793

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FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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4. ANALYSIS OF OPERATIONS RESULT

INDICATORS	Row	December 31, 2006	December 31, 2007
Revenue from financial assets (acc. 761)	01	32.828.453	36.187.198
Revenue from short term investments (acc. 762)	02	-	-
Revenue from financial instruments (acc. 763)	03	-	-
Revenue from ceded financial investments (acc. 758*+764)	04	47.700.647	55.518.113
Revenue from services performed (acc. 704)	05	-	-
Revenue from reactivated claims and various receivables (acc. 754)	06	-	-
Revenue from provisions (acc. 781+786)	07	59.793.650	20.680.303
Revenue from exchange rate differences (acc. 765)	08	2.440.757	4.598.080
Revenue from interest (acc. 766)	09	6.012.774	3.790.782
Revenue from non-current assets production, tangible, intangible (acc.721+722)	10	-	-
Other revenue from operations (row 12 to 18)	11	2.246.563	1.529.093
- from research and studies (acc. 705)	12	-	-
- from dues and rent (acc. 706)	13	956.085	1.122.789
- from other various activities (acc. 708)	14	71.716	74.078
- from subsidies (acc. 741)	15	-	-
- from other revenue (acc. 758**)	16	1.185.126	205.643
- from discounts (acc. 767)	17	908	540
- from other financial revenue (acc. 768)	18	32.728	126.043
Revenue from operations (row 01 to 11)	19	151.022.844	122.303.569
Expenses related to ceded financial investments (acc.658 + 664)	21	12.516.902	19.558.152
Expenses with exchange rate changes (acc.665)	22	5.408.711	3.957.942
Expenses with interest (acc.666)	23	-	-
Expenses with commissions and fees (acc.622)	24	1.881.634	2.426.194
Expenses with banking and similar services (acc.627)	25	37.558	35.998
Losses from receivables and various debtors (acc.654)	26	36.047	404.016
Expenses with provisions and depreciation (acc.681+686)	27	53.691.471	12.131.106
Other expenses with operations (row 29+30+31+34+47)	28	24.126.105	13.467.588
- with materials (acc.602+603+604)	29	511.140	489.818
- with electricity and water (acc.605)	30	195.948	214.229
- with staff (row 32+33)	31	8.917.451	11.687.045
- salaries (ct.621+641+642)	32	7.218.804	9.771.861

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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INDICATORS	Row	December 31, 2006	December 31, 2007
- insurance and social security (acc.645)	33	1.698.647	1.915.184
- external services (row 35 to 46)	34	14.292.133	905.279
- maintenance and repair (acc. 611)	35	83.627	122.444
- dues and rent (acc. 612)	36	13.600	18.070
- insurance premiums (acc. 613)	37	38.683	35.182
- studies and research (acc. 614)	38	-	-
- protocol, advertising (acc. 623)	49	89.579	93.213
- transport of goods and personnel (acc. 624)	40	-	118
- travel, transfers (acc. 625)	41	67.681	73.895
- post and telecommunications (acc.626)	42	217.076	216.025
- other services by third parties (acc.628)	43	214.099	220.815
- other expenses (acc.658)	44	54.062	79.311
- expenses involving discounts (acc.667)	45	-	-
- other financial expenses (acc.668)	46	13.513.726	46.206
- expenses with taxes and similar disbursements (acc.635)	47	209.433	171.217
Expenses with operations (row 21 to 28)	48	97.698.428	51.980.996
RESULT FROM OPERATIONS (row 19-48)	49	53.324.416	70.322.573

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FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
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5. STATUS OF RECEIVABLES AND PAYABLES

a). Status of receivables

RECEIVABLES	Row	Balance on	Balance on	Maturity		Over 5 yrs.
		January 1, 2007	December 31, 2007	Under 1 yr.	1 to 5 yrs.	
		1=2+3+4	1=2+3+4	2	3	4
Gross accounts receivable	01	59.576.797	36.208.279	36.208.279	-	-
Adjustments for accounts receivable devaluation	02	(964.210)	(752.945)	(752.945)	-	-
Net account receivables	03	58.612.587	35.455.334	35.455.334	-	-
Other receivables, net, of which:	04	2.042.496	4.701.597	4.701.597	-	-
• Receivables from transactions with shares	05	203.926	102.983	102.983	-	-
• Receivables from promissory notes	06	37.124.057	35.216.351	35.216.351	-	-
• Adjustments for receivables depreciation from endorsed promissory notes	07	(37.124.057)	(35.216.351)	(35.216.351)	-	-
• Uncashed dividends	08	42.815	23.617	23.617	-	-
• Receivables from irrevocable court decisions	09	874.762	200.674	200.674	-	-
• Adjustments for dividends devaluation	10	(42.815)	(23.303)	(23.303)	-	-
• Adjustments for depreciation of receivables from court decisions	11	(874.762)	(121.310)	(121.310)	-	-
Receivables for registered capital increase	12	1.814.892	3.699.567	3.699.567	-	-
• Other receivables	13	23.678	61.029	61.029	-	-
• Receivables from shares buy back	14	-	758.340	758.340	-	-
TOTAL	15	60.655.083	40.156.931	40.156.931	-	-

Gross accounts receivable include short term bank deposit amounting to 35.289.949 RON (note 12) (2006: 58.099.657 RON).

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

b) Status of payables

LIABILITIES	Row	Balance on	Balance on	Under 1 yr.	Maturity	Over 5 yrs.
		January 1, 2007	December 31, 2007		1 to 5 yrs.	
		1=2+3+4	1=2+3+4	2	3	4
Accounts payable	01	400.879	455.655	455.655	-	-
Commercial papers payable	02	5.083.848	-	-	-	-
Other payables	03	23.975.448	23.331.654	23.331.654	-	-
TOTAL, of which:	04	29.460.175	23.787.309	23.787.309	-	-
• Suppliers	05	400.879	455.655	455.655	-	-
• SARA for promissory notes	06	5.083.848	-	-	-	-
• Payables towards government and special accounts	07	3.107.092	2.315.929	2.315.929	-	-
• Dividends payable	08	20.284.424	1.888.936	1.888.936	-	-
• Various payables	09	82.733	52.419	52.419	-	-
• Other payables with staff and social security	10	274.616	340.924	340.924	-	-
• Material pledges	11	226.583	226.964	226.964	-	-
• Disbursements due for non-current financial assets	12	-	598.400	598.400	-	-

For the specified payables no guarantees or mortgages were submitted. FIC Moldova has no outstanding loans.

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FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

6. ACCOUNTING PRINCIPLES, POLICIES AND METHODS

A. Accounting principles

Evaluation of items in the 2007 financial statements is done according to the following accounting principles:

The going concern principle – the company will continue normal operations in the foreseeable future without being unable to continue or forced to significantly restrain its activity.

The consistent methods principle – the application of the same rules, methods, norms regarding the evaluation and registration in accounting of assets, ensuring comparability of accounting information.

The prudence principle – all value adjustments due to asset depreciation were taken into account, as well as all the foreseeable liabilities and potential losses during the current fiscal year or during a previous fiscal year.

The independent accounting period principle – the revenue and expenses of the fiscal year were recorded regardless of the date of collection or payment.

The independent evaluation of asset and liability items – in order to establish the total value corresponding to balance sheet item the value of each individual asset or liability item was determined separately.

The noncompensation principle – asset values were not compensated with liabilities, respectively revenue with expenses.

The intangibility principle – the opening balance for each fiscal year corresponds to the closing balance for the previous fiscal year.

The prevalence of economic over legal principle – the information presented in the financial statements reflects the economic reality of events and transactions, not only their legal form.

The materiality principle – any item that has a significant value is presented individually in financial statements.

B. Significant accounting policies

a) The bases of financial statement drafting

The financial statements were drafted and presented in compliance to Accounting Law no. 82 / 1991 – republished, Accounting Regulations harmonized with European Economic Community 4th Directive applicable to institutions regulated and supervised by the National Securities Commission („NSC” / „CNVM”), approved by NSC President Order no. 75 / Dec 16, 2005.

Financial statements are drawn up and presented in RON.

Status financial statements were drawn up based on the going concern principle.

Accounting policies were consistently applied by FIC throughout the fiscal year.

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

b) Functional and presentation currency

The functional currency of financial statements is the RON. All amounts are expressed in RON.

c) Bases of consolidation

The Company drafts a separate set of Consolidated Financial Statements, in compliance with International Financial Reporting Standards.

d) Foreign currency transactions

Operations stated in foreign currency are recorded in RON, at the official exchange rate on the date of disbursement. Monetary assets and liabilities expressed in foreign currency as of the balance sheet date are converted in RON at the exchange rate on that date.

The exchange rates of the main foreign currencies at the conclusion of the fiscal year were:

Currency	December 31, 2006		December 31, 2007	
• Dolar (USD)	1 : LEU	2,5676	1 : LEU	2,4564
• Euro (EUR)	1 : LEU	3,3817	1 : LEU	3,6102

e) Going concern

The present financial statements were drafted based on the going concern principle that states that FIC Moldova will continue normal operations in the foreseeable future. In order to evaluate the applicability of this presumption, management is analyzing the predictions regarding future cash receipts.

Based on these analyses, management believes that FIC Moldova will be able to continue operations in the foreseeable future and consequently the application of the going concern principle in the drafting of financial statements is justified.

f) Financial instruments

I. Classification

Financial instruments held for trading are instruments produced or acquired mainly in order to generate short term profit.

Financial assets created by FIC are loans and receivables created by supplying money to a debtor, other than those initiated in order to sell immediately or shortly. On December 31, 2007, financial assets created by FIC consist of bank deposits.

Investments held to maturity are those financial assets with fixed or determinable payments and fixed due date that FIC firmly intends and is able to keep until maturity.

Financial instruments available for sale, defined as those assets not representing loans and receivables produced by FIC, financial assets held for trading or investments held until maturity. As of December 31, 2007, FIC categorized here all investments, municipal bonds and receivables from third parties not classified in the categories above.

FIC MOLDOVA
NOTES AND ACCOUNTING POLICIES FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2007
(all amounts are in RON, unless otherwise specified)

II. Recognition

FIC recognizes financial assets on the date on which they are transferred to FIC (discount date). Increases or decreases recorded on financial assets originating in the modification of participations acquired by registered capital increases / decreases by issuers are recognized in FIC owners' equity.

iii. Evaluation

Financial instruments are initially evaluated at cost.

As of the balance sheet date, securities are recognized at their acquisition cost less accumulated adjustments for devaluation. In order to calculate adjustments the following were taken into consideration:

- The market value in the last 90 trading days of 2007, for those securities for which a credible market was easily identified;
- A value determined with the aid of generally accepted models and evaluation techniques (Regulation no. 15 / 2004, issued by NSC) for which no credible market could be easily identified.

IV. Derecognition

A financial asset is derecognized when the Company loses the contractual rights control regarding the respective asset. FIC Moldova loses this control when it realizes the rights over the benefits specified in the contract, the rights expire, or SIF Moldova gives up the respective rights.

Financial debts are derecognized when the liability specified in the contract is discharged, was cancelled or expired.

Derecognition of sold financial assets is done on the settling date.

Gain or loss realized at the moment of derecognition moment is calculated in relation to the financial asset historic cost and recorded in the income statement.

FIC Moldova uses the weighted average cost method to determine the financial assets cost.

g) Assets depreciation

The assets accounting value is reviewed at every end of period in order to determine whether there are losses from depreciation. The financial assets are analyzed on the day of every balance sheet, to see whether there is any objective indication showing that an asset can be depreciated. If any such indication exists, the Company must estimate the recoverable value of the asset.

The value depreciation is recognized if the accounting value of an asset, or of the cash generating unit to which it belongs, is higher than the recoverable value.

Value depreciations are recognized in the income statement, according to the relevant legal provisions and in owner's equity accounts, for securities in the primary portfolio inherited from the former FPP (for which a reserve fund exists).

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h) Interest revenues and expenses

Interest revenues and expenses are recognized in compliance with the engagement accounting principles.

i) Profit tax

The profit tax related to the reporting period consists of the current tax.

The current tax is the tax to be paid for the reporting period's profit, determined on the basis of the percentage applied on the balance sheet day and of all the adjustments related to the previous periods.

j) Tangible and intangible assets

Tangible assets are recorded in the accounting documents at their historic cost, less the accrued depreciation. Later, tangible assets were revalued, according to the legal regulations issued to this purpose, taking into account the inflation rate, the usefulness of the goods, their condition and the market price.

The latest revaluation was done on December 31, 2007, by an authorized independent evaluator. This revaluation was done for all "land and buildings" group.

Depreciation is calculated by the linear method during the life time estimated for each item from the non – current assets category, as follows:

<u>Asset</u>	<u>Years</u>
Buildings	40
Equipment	2 -12
Vehicles	4 - 8
Other non-current assets	4- 12

Land is not subject to depreciation.

The purchase cost contains: the purchase price, non – recoverable taxes, transport expenses and other accessory expenses necessary for setting in operation or for entering under administration.

Maintenance and repair of the assets are recorded as expenses when they occur, and the improvements made are capitalized. Improvements are capitalized if they expand the asset life time or if they significantly increase their capacity to generate economic benefits.

Non – current assets in process are not subject to depreciation until they start being used.

Intangible assets are recorded at their cost, less the accrued amortization.

The intangible assets amortization is recorded in the income statement on the basis of the linear method during the estimated useful operation period thereof. The estimated utility life for intangible assets is of no more than 3 years.

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k) Reserves from tangible assets revaluation

The increase or decrease arising from a revaluation of tangible assets was reflected thus:

- If the book value of an asset is increased after a revaluation, this increase is recorded directly in the shareholders' equity accounts credit, under the title of "Differences from revaluation"; the increase found through revaluation is recognized as a revenue to the extent to which it compensates a decrease from the revaluation of the same asset, previously recognized as an expense.
- If the book value of an asset is diminished after a revaluation, this decrease is recognized as an expense; the decrease resulting from the revaluation is deducted from any corresponding surplus from revaluation, to the extent in which the decrease does not exceed the value previously recorded as a revaluation surplus for the same asset.

l) Other receivables

Other receivables are recorded at nominal value less the provision for depreciation thereof.

m) Pensions and other post – retirement benefits

SIF Moldova effects payments on behalf of its employees to the state pension, health insurance and unemployment systems. All of the Company's employees are members of the Romanian pension system. SIF Moldova is not engaged in any other pension system and, consequently, does not assume any other commitments of the kind. The Company is not engaged in any post-retirement benefits system and has no obligation to provide services subsequent to its former or present employees' retirement.

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7. SHARES AND BONDS

The registered capital is formed of 519.089.588 ordinary shares, dematerialized, of 0.10 RON in nominal value each, according to the Filling Certificate no.5520 / Jul 26, 1999.

The ordinary shares' owners are entitled to receive annual dividends and have voting rights in the General Meeting of Shareholders, thus:

- 1 share corresponds to one vote;
- ownership is limited to 1% of the registered capital, namely 519.090 shares.

Shareholding structure as of Dec 31, 2007

	Natural Persons			Juridical Persons			Total		
	Shareh.	Shares	% RC	Shareh.	Shares	% RC	Shareh.	Shares	% RC
1.Residents	6.229.638	275.757.790	53,123%	474	64.801.689	12,484%	6.230.112	340.559.479	65,607%
2. Non - Residents	1.261	5.679.720	1,094%	157	172.850.389	33,299%	1.418	178.530.109	34,393%
TOTAL (1+2)	6.230.899	281.437.510	54,218%	631	237.652.078	45,782%	6.231.530	519.089.588	100,000%

Shareholding structure as of Dec 31, 2006

	Natural Persons			Juridical Persons			Total		
	Shareh.	Shares	% RC	Shareh.	Shares	% RC	Shareh.	Shares	% RC
1.Residents	7.569.873	330.145.664	63,601%	396	72.149.426	13,899%	7.570.269	402.295.090	77,500%
2. Non - Residents	480	6.152.525	1,185%	100	110.641.973	21,315%	580	116.794.498	22,500%
TOTAL (1+2)	7.570.353	336.298.189	64,786%	496	182.791.399	35,214%	7.570.849	519.089.588	100,000%

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8. INFORMATION REGARDING EMPLOYEES, MANAGERS AND DIRECTORS

- 1) **Average number as of December 31, 2007 : 95 (December 31, 2006: 110) permanently employed, 3 management contracts and 12 collaborators (December 31, 2006: 11)**

Of which:	Employees	Contract de management	Collaborators
Directors	-		4
Directors (Board members)- according to Law 31 / 1990 republished	-	3	-
With college education	70		-
With lower forms of education	25		-
Other collaborators	-		8

- 2) **Salaries and indemnities paid or to be paid up to December 31, 2007, amounting to 9.584.038 RON**

(December 31, 2006: 4.841.827 RON)

Of which:	Salaries
• Management contract	920.119
• Board of Directors	618.045
• Employees	8.008.443
• Other collaborators	37.431
TOTAL	9.584.038

In the January 1, - September 30, 2007 period, employees were granted: food stamps amounting to **128.326 RON**, **specialization courses** amounting to **59.497 RON**, and **participation in the benefit plans for the 2006 fiscal year**, amounting to **3.361.241 RON**, in compliance with the collective work contract.

- 3) **Social security expenses up to the date of December 31, 2007: 1.915.184 RON (December 31, 2006: 1.698.647 RON)**

Managers' salaries are subject to approval by the Board of Directors, by the management contract. The managers' salaries and indemnities represent 16,05 % of the total salary expenditure of SIF Moldova. The operational staff's salaries are negotiated by categories of qualification, based on the Collective Work Contract, concluded between the employees' representatives and the Board of Directors.

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9. CALCULATION AND ANALYSIS OF MAIN INDICATORS

- **Liquidity indicators – ratios**

- **Current ratio** = current assets / current liabilities

December 31, 2005	=	130.448.869/40.937.004	=	3,19
December 31, 2006	=	68.958.365/29.460.175	=	2,34
December 31, 2007	=	44.011.868/23.787.309	=	1,85

- **Quick ratio** = (current assets - inventory) / current debts

December 31, 2005	=	(130.448.869-18.040)/40.937.004	=	3,19
December 31, 2006	=	(68.958.365 – 32.558)/29.460.175	=	2,34
December 31, 2007	=	(44.011.868 – 23.884)/23.787.309	=	1,85

- **Activity indicators – ratios**

- **Non-current assets turnover** = turnover / non-current assets

December 31, 2005	=	90.559.196/267.523.884	=	0,34
December 31, 2006	=	151.022.844/330.447.304	=	0,46
December 31, 2007	=	122.303.569/417.234.961	=	0,29

- **Total assets turnover** = turnover / total assets

December 31, 2005	=	90.559.196/398.021.407	=	0,23
December 31, 2006	=	151.022.844/399.522.484	=	0,38
December 31, 2007	=	122.303.569/461.307.626	=	0,27

- **Receivables turnover** = Average receivables / turnover x 365

December 31, 2006	=	$\frac{(124.732.878+60.655.083)/2}{151.022.844}$	x 365 =	224 days
December 31, 2007	=	$\frac{(60.655.083+40.156.931)/2}{122.303.569}$	x 365 =	150 days

- **Profitability indicators**

- **Profitability of working capital**

= profit before interest and profit tax / working capital

December 31, 2005	=	53.516.942/273.598.487	=	19,56 %
December 31, 2006	=	53.324.416/308.341.229	=	17,29 %
December 31, 2007	=	70.322.573/388.553.001	=	18,10 %

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- **Earnings per basic share**

= net profit attributable to common stock / no. of common stock

December 31, 2005	=	48.585.106/519.089.588	=	0,0936 RON per share
December 31, 2006	=	48.341.224/519.089.588	=	0.0931 RON per share
December 31, 2007	=	65.573.287/519.089.588	=	0,1263 RON per share

The current liquidity indicator (current assets indicator), respectively the immediate liquidity indicator (the acid test indicator) express the ratio between current assets and current liabilities, respectively in current assets less inventories.

The profitability of the working capital represents the profit obtained by FIC per unit of resources invested, both by FIC and its creditors. The earnings per share represent the net profit generated by FIC attributable to common shares.

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10. OTHER INFORMATION

a) General information about the Company:

The Financial Investment Company MOLDOVA S.A. (SIF Moldova), was incorporated on January 1 1997, through the reorganization of the Private Ownership Fund II Moldova (Fondul Proprietatii Private II Moldova), in compliance with the provisions of Law 133 / 1996, as a self-managing financial investment company.

The Company is registered with:

- The Chamber of Commerce, Industry and Agriculture Bacau – fiscal registration code RO 2816642, fiscal attribute R;
- The National Securities Commission (CNVM) – Decision no. 1902 / 30.08.1999 of permanent authorization.
- Securities Register Office – Registration certificate no. 418 / 07.09.1999

The head office address is: strada Pictor Aman nr.94 C, Bacau, Romania.

The Company operates through its head office in Bacau and its 10 representative offices in Romania.

FIC Moldova shares are listed at the Bucharest Stock Exchange (BVB), 1st tier, with the code SIF2, since November 1, 1999.

Share and shareholders' evidence is held, under the relevant legal terms, by S.C. Central Depository SA Bucuresti.

The asset depository services are provided by "Banca Romana de Dezvoltare" - B.R.D. – Societe Generale S.A. Bucuresti – a company authorized by The National Securities Commission (CNVM).

FIC Moldova's activity consists of:

- the management of the portfolio of shares held in commercial companies for which SIF Moldova's own shares were issued corresponding to the ownership certificates and to the nominative coupons utilized in the privatization process;
- the administration of the Company's own securities portfolio and investing in securities, in compliance with the regulations in force.

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b) Reconciliation of accounting result with fiscal result as of December 31, 2007:

	<u>Before tax</u>	<u>Tax</u>	<u>After tax</u>
1. Total revenue - accounting	122.303.569	-	-
2. Total revenue – fiscal	122.337.950	-	-
3. Temporary differences (2-1)	34.381	-	-
4. Tax free revenue	56.854.055	-	-
5. Taxable revenue (2 – 4). of which:	65.483.894	-	-
6. Total expense - accounting	51.980.996	-	-
7. Total expense - fiscal	51.967.781	-	-
8. Temporary differences (7-6)	(13.215)	-	-
9. Non deductible expenses	16.314.091	-	-
10. Fiscally deductible expenses (7-9). of which:	35.402.006	-	-
11. Expenses deductible with legal reserve	55.859	-	-
12. Total deductible expenses (10 + 11)	35.457.865	-	-
13. Taxable profit (5-12)	30.026.029	-	-
14. Current profit tax (13*16%)	-	4.804.165	-
15. Deduction for sponsorships	-	54.879	-
16. Profit tax due (14-15)	-	4.749.286	-
17. Net profit (1-6-16)	-	-	65.573.287

c) Information regarding the relations with subsidiaries, associated companies, or other companies in which strategic share packages are owned

The Company's management has not identified relations with affiliated parties.

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d) Commitments granted and received recorded outside the balance sheet

	<u>January 1, 2007</u>	<u>December 31, 2007</u>
• commitments granted under the form of endorsement (granted by the Private Ownership Fund II "Moldova")	(16.911.668)	(7.784.404)
• commitments received	-	1.516.068
• penalties for bad debtors	758.580	499.205
• other extra balance accounts	589.551	272.322
• inventory items	<u>411.163</u>	<u>427.525</u>
TOTAL	<u>(15.152.374)</u>	<u>(5.069.284)</u>

Provisions of 7.784.404 RON, equivalent of 2.440.140 USD; 495.940,44 EUR (at the exchange rate communicated by the Romanian National Bank for December 31, 2007) were constituted for the commitments granted under the form of endorsement by the former Private Ownership Fund II "Moldova".

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11. STATUS OF THE FINANCIAL INVESTMENTS PORTFOLIO

a) Financial Assets

Participations in:	Cost value	Positive adjustment	Negative adjustment	Market value on December 31, 2007
Companies traded at the Bucharest Stock Exchange - BVB	208.176.703	1.210.240.972	178.919	1.418.238.756
Companies traded at BVB BER	31.619.475	42.950.303	2.225.042	72.344.736
Companies traded at BVB BER – extra stock market	51.153.044	62.626.755	3.715.228	110.064.571
Total participations in listed and traded companies	290.949.222	1.315.818.030	6.119.189	1.600.648.063
Companies not listed, traded through the electronic system of BVB	11.701.653	597.167	547.561	11.751.259
Closed companies	138.488.937	143.258.664	48.026.936	233.720.665
Companies listed and not traded	119.605	-	118.354	1.251
Companies listed and not traded during the last 90 days	16.552.085	7.067.319	6.993.398	16.626.006
Total participations in not listed or not traded companies	166.862.280	150.923.150	55.686.249	262.099.181
TOTAL PORTFOLIO	457.811.502	1.466.741.180	61.805.438	1.862.747.244
Participations in OPCVM and / or AOPC	3.370.167	1.462.111	250	4.832.028
Total investments portfolio – gross value	461.181.669	1.468.203.291	61.805.688	1.867.579.272
Provisions for securities amortization	63.696.051	-	-	-
Total investments portfolio – net value	397.485.618	-	-	-

*) **The market value was calculated thus;**

- **for listed shares** - the price on the last day of trading of 2007
- **for unlisted shares** – the price according to the model in Regulation 15 / 2004

***) **Compared to the net value of securities in the portfolio in row 16 of the balance sheet, there is a 69.891 RON difference, representing shares sold and pending discount.**

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***) The difference between 63.696.051 RON and 61.805.688 RON, amounting to 1.890.363 RON, represents the adjustment for depreciation for listed companies undergoing liquidation (RAFO, NECTAR and LACTIS).

SIF Moldova's portfolio companies can be classified by the percentage owned in the issuers' registered capital, as follows (not including OPCVM / AOPC):

Percentage held	Number of companies	Market value as of December 31, 2007
Under 10%	122	1.536.851.237
Between 10% and 20%	51	184.503.631
Between 20% and 50%	82	45.855.892
Over 50%	10	95.536.484
TOTAL	265	1.862.747.244

We mention that among holdings under 10% are holdings in S.C. IMPACT București, S.C.ROMPETROL RAFINARE Constanta, BANCA COMERCIALA CARPATICA and VRANCART ADJUD, categorized as short term financial investments.

b) Short term financial investments

	Cost value	Positive difference	Negative difference	Market value as of December 31, 2007
Bonds	1.046.931	-	-	
Other financial instruments	23.583	-	-	-
Total short term financial investments - gross	1.070.514	-	-	-
Total short term financial investments - net	1.070.514	-	-	-

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12. STATUS OF BANK DEPOSITS

a) Bank deposits

As of December 31, 2007, the company had investments in the monetary market in the form of bank deposits, as follows:

Bank Name	Acc. Symb	Deposit amount		Interest amount		Weight in total	Date of	
		Term < 60 days	Term > 60 days	%	Value at due date		Constitution	Maturity
B.R.D. Bacau	RON	979.949		6,00	979,95	2,78	28.12.2007	03.01.2008
B.R.D. Bacau	RON	3.000.000		7,50	10.000,00	8,50	18.12.2007	03.01.2008
Transilvania Bacău	RON	2.000.000		7,90	13.605,56	5,67	17.12.2007	17.01.2008
Transilvania Bacău	RON	2.000.000		7,90	13.605,56	5,67	17.12.2007	17.01.2008
Transilvania Bacău	RON	2.000.000		7,90	13.605,56	5,67	17.12.2007	17.01.2008
Transilvania Bacău	RON	2.000.000		7,90	13.605,56	5,67	17.12.2007	17.01.2008
Bancpost Bacau	RON	1.000.000		7,90	6.802,78	2,83	17.12.2007	17.01.2008
Bancpost Bacau	RON	1.000.000		7,90	6.802,78	2,83	17.12.2007	17.01.2008
Bancpost Bacau	RON	1.310.000		7,90	8.911,64	3,71	17.12.2007	17.01.2008
BC Carpatica Ag.Bacau	RON	2.000.000		8,00	14.027,40	5,67	27.12.2007	28.01.2008
BC Carpatica Ag.Bacau	RON	2.000.000		8,00	14.027,40	5,67	27.12.2007	28.01.2008
BC Carpatica Ag.Bacau	RON	1.000.000		8,00	7.013,70	2,83	27.12.2007	28.01.2008
R.I.B. Bacau	RON	2.000.000		8,05	13.673,97	5,67	17.12.2007	17.01.2008
R.I.B. Bacau	RON	2.000.000		8,05	13.673,97	5,67	17.12.2007	17.01.2008
R.I.B. Bacau	RON	2.000.000		8,05	13.673,97	5,67	17.12.2007	17.01.2008
R.I.B. Bacau	RON	2.000.000		8,05	13.673,97	5,67	17.12.2007	17.01.2008
R.I.B. Bacau	RON	2.000.000		8,05	13.673,97	5,67	17.12.2007	17.01.2008
R.I.B. Bacau	RON	1.000.000		8,05	6.836,99	2,83	17.12.2007	17.01.2008
R.I.B. Bacau	RON	1.000.000		8,05	6.836,99	2,83	17.12.2007	17.01.2008
R.I.B. Bacau	RON	1.000.000		8,05	6.836,99	2,83	17.12.2007	17.01.2008
R.I.B. Bacau	RON	1.000.000		8,05	6.836,99	2,83	17.12.2007	17.01.2008
R.I.B. Bacau	RON	1.000.000		8,05	6.836,99	2,83	17.12.2007	17.01.2008
TOTAL	X	35.289.949		X	225.542,69	100,00	X	X

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The company's exposure as of December 31, 2007, towards banks is as follows:

Bank	Value of deposit -RON	Percentage of total %
• B.R.D. BACAU	3.979.949	11,28
• BANCA TRANSILVANIA BACAU	8.000.000	22,67
• BANCPOST BACAU	3.310.000	9,38
• BC CARPATICA AG.BACAU	5.000.000	14,17
• R.I.B. BACAU	15.000.000	42,50
TOTAL	35.289.949	100,00

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18. GROSS REVENUE STRUCTURE

Indicators	<u>Account</u>	<u>December 31,</u>	<u>December</u>
	<u>nt</u>	<u>2006</u>	<u>31, 2007</u>
1 Revenue from financial investments (dividends due to SIF Moldova)	761	32.828.453	36.187.198
2 Revenue from short term financial investments	762	-	-
3 Revenue from financial instruments	763	-	-
4 Revenue from ceded financial investments	764	47.700.647	55.518.113
6 Revenue from exchange rate differences	765	2.440.757	4.598.080
7 Revenue from interest	766	6.012.774	3.790.782
10 Revenue from provisions	781	2.388.115	3.396.631
	786	57.405.535	17.283.672
11 Other revenue			
- from dues and rents	706	956.085	1.122.789
- from other various activities	708	71.716	74.078
- from other sources	758	1.185.126	205.643
- from discounts obtained	767	908	540
- from other financial revenue	768	32.728	126.043
15 TOTAL REVENUE		151.022.844	122.303.569

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19. STRUCTURE OF EXPENSES

Indicators	ACCOUN T	Dec 31, 2006	Dec 31, 2007
Expenses related to ceded financial investments	664. 658	12.516.902	19.558.152
Expenses related to commissions and fees	622	1.881.634	2.426.194
Expenses related to exchange rate diff.	665	5.408.711	3.957.942
Expenses related to interest	666	-	-
Expenses with banking services and equivalent	627	37.558	35.998
Losses related to receivables and various debtors	654	36.047	404.016
Expenses with provisions and depreciations	681	4.091.808	5.424.446
	686	49.599.663	6.706.660
Expenses related to external services			
-maintenance and repair	611	83.627	122.444
-dues and rents	612	13.600	18.070
-insurance payments	613	38.683	35.182
-protocol, advertisement and promotion	623	89.579	93.213
-transport of goods and persons	624	-	118
-travel and transfer expenses	625	67.681	73.895
-post and telecommunication	626	217.076	216.025
-other services performed by third parties	628	214.099	220.815
-other expenses	658	54.062	79.311
-expenses related to offered discounts	667	-	-
-other financial expenses	668	13.513.726	46.206
Expenses with inflation adjustments	688	-	-
Expenses with other taxes and equivalent payments	635	209.433	171.217
Other expenses			
- expenses with consumables	602	489.904	429.078
- expenses with materials of inventory kind	603	20.882	60.406
- expenses with materials not in stock	604	354	334
- expenses with energy and water	605	195.948	214.229
- expenses with collaborators	621	213.996	1.377.556
- salaries	641	6.928.911	8.265.979
- expenses with food stamps	642	75.897	128.326
- insurance and social expenses	645	1.698.647	1.915.184
Expenses related to calamities and extraordinary events	671	-	-
Profit tax	691	4.983.192	4.749.286
Other expenses with taxes, not reflected by the items above	698	-	-
TOTAL EXPENSES		102.681.620	56.730.282

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Expenses with commissions and fees	2.426.194
• Expenses with external auditors' fees	117.299
• Expenses with depository company commissions	244.582
• Expenses with NSC commissions	1.667.585
• Expenses with SSIF commissions for shares traded	173.186
• Expenses with shareholder registry services	132.649
• Expenses with B.S.E.	24.990
• Expenses with juridical assistance	53.525
• Other expenses with commissions	12.378

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20. RISK MANAGEMENT

By nature of its activities, SIF Moldova is exposed to various risks, among which there are the exchange rate risk, the risk related to the economic environment, the interest rate risk, the credit risk, the liquidity risk and the tax related risk. The Company's management aims at reducing the potentially adverse effects, associated to these risk factors, on the financial performance of FIC Moldova.

a) Exchange rate risk

Most of the Company's financial assets and liabilities are expressed in the domestic currency, therefore the exchange rate fluctuations do not affect operations significantly. Exposure to the exchange rate fluctuations is mainly caused by the debts and receivables generated by the promissory notes denominated in US dollars and Euros.

b) Economic environment risk

The Romanian economy continues to present specific emerging economy features and there is a significant degree of uncertainty regarding the future political, economic and social environment development. The Company's management is making efforts to foresee the nature of changes that can occur in the Romanian economic environment and their effect on the financial situation and on the Company's operational and treasury results.

Among the characteristics of the Romanian economy is a currency not entirely convertible outside its borders, a low degree of liquidity of the capital market and wide ranges of variation in the national currency exchange rates.

FIC MOLDOVA does not have a formal policy for covering the economic environment risk.

c) Interest rate risk

Most of the Company's financial assets and liabilities do not bear interest, therefore the market interest rate fluctuations do not significantly affect SIF Moldova's operations. The surplus of cash or other equivalent available is invested in short term investment securities with maturities of up to 1 or 6 months.

d) Credit risk

FIC Moldova is exposed to the credit risk related to financial instruments, generated by the possible failure of a third party to pay its liabilities to the Company.

FIC Moldova has no formal policy to cover the credit risk.

e) Liquidity risk

SIF Moldova's financial instruments may include investments in shares which are not traded on an organized market, and subsequently may have a low liquidity. Therefore, the Company can encounter difficulties if it decides to liquidate rapidly investments in such instruments at a value close to the one determined based on the calculation model for financial companies' net asset value, provided in Regulation no. 15 / 2004, issued by the National Securities Commission (CNVM).

FIC Moldova has no formal policy to cover the liquidity risk.

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f) Tax related risk

The Romanian fiscal system is subject to various interpretations and permanent changes, which may be retroactive. In certain situations, the fiscal authorities may adopt a position which differs from FIC Moldova's position and may calculate certain fiscal raises.

Fiscal legislation in Romania, as well as the fiscal measures enforcement, change frequently and are subject to interpretations, sometimes different, of various authorities. The Government of Romania subordinates a number of agencies authorized to control both Romanian and foreign entities operating in Romania. These controls are to a high extent similar to those effected in many other countries, but they may extend over legal or regulation areas in which the Romanian authorities may be interested. Furthermore, these authorities seem to be less submitted to strict regulations, and the companies under control seem to be less protected than usual in other countries.

Statements regarding taxes can be subjected to control and review over a period of five years, in general, after their submission. In compliance with the legal regulations in force in Romania, periods subject to control may be later additionally controlled.

The Company's management considers that it recorded correct values in the accounts related to taxes and other debts to the state, although there is a risk that the authorities have a different view on these issues. The latest check of The Public Finance Ministry covered the period until September 30, 2004. Therefore, SIF Moldova's debts from that date till the 30th of December, 2007, may be subject to a later check.

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21. CONTINGENT OBLIGATIONS AND LIABILITIES

As of December 31, 2007, FIC was involved in 67 court cases as a defendant and in 203 cases as a plaintiff.

Against SARA Bucharest, FIC has lawsuits on record involving direct bill actions in 14 cases, of which eight are in court and six were solved in favour of FIC Moldova and correspond to an amount of 2.440.140 USD and 495.940,44 EUR.

FIC management, on the basis of information received from company lawyers, estimates that it is probable to incur losses from these litigations and as a consequence recorded a provision to this purpose of 7.784.404 RON, the equivalent of 2.440.140 USD and 495.940,44 EUR.

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22. EVENTS HAVING OCCURRED AFTER THE DATE OF THE BALANCE SHEET

In the January 1 – February 29, 2008 period, the market value of financial investments held as of December 31, 2007 (note 11) decreased from 1.867.579.272 RON to 1.482.794.798 RON, in the context of the descending trend of the quotations, in the context of the international financial crisis.

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