



MOLDOVA Financial Investment Company

Current report according to:	Law No 297/2004, Romanian National Securities Commission Regulation No 1/2006 and No 15/2004
Date:	March 31, 2009
Issuer:	SIF Moldova SA
Registered Office:	Bacau, str. Pictor Aman 94C, 600164
Telephone/Fax No.:	0040234/576740 / 0040234/570062
Website/E-mail:	www.sim.ro / sifm@sifm.ro
Fiscal code:	RO 2816642
Incorporation No. in Trade Register:	J04/2400/1992
Registered No. in RNSC Register:	PJR09SIIR/040001/December 14, 2005
Subscribed and paid in share capital:	RON 54,884,926.80 RON
Regulated market on which the issued shares are traded:	Bucharest Stock Exchange

THE REPORT OF THE BOARD OF DIRECTORS OF SIF MOLDOVA FOR THE FIRST QUARTER OF 2009

GENERAL INFORMATION

- * The name of the Company is Moldova Financial Investment Company, it has the legal form of a public limited company and it operates according to the Articles of Association, to the Law No 31/1990 republished and adjusted, Law No 297/2004 and CNVM regulations. The company is the successor of the Private Ownership Fund II – Moldova, reorganized and transformed according to the provisions of Law no 133/1996 and Law no 164/1999.
- * The subscribed and paid-up share capital is of 51,908,958.8 RON, divided into 519,089,588 shares, with a nominal value of 0.1 RON/share.
- * The shares are listed at the Bucharest Stock Exchange, in the first tier, beginning with Nov. 1, 1999.
- * The record of the shares and shareholders is maintained according to legal specifications, by Central Depository (S.C. Depozitarul Central S.A.)
- * Asset depository services are performed by BRD-GSG Bucuresti – depository contract approved by CNVM in Approval no 113/14.12.2005.
- * The Company's financial auditor is Deloitte Audit S.R.L. București.

Moldova Financial Investment Company is registered at:

- Bacau Chamber of Commerce, Industry and Agriculture – fiscal registration code RO 2816642;
- CNVM Decision no. 1902/Aug. 30, 1999 of permanent authorization;
- Securities Registry – Registration Certificate no. 418/Sep 7, 1999;
- CNVM Decision no. 1841/Jun 16, 2005 of authorizing the members of the Board of Directors
- CNVM Decision no. 3368/Dec 14, 2005 of authorizing the modification of the Articles of Association comprised in the Additional Act authenticated under no 531/Oct 14, 2005;
- CNVM Approval no. 113/Dec 14, 2005 of approving the actual leadership
- CNVM Certificate no. 257/Dec 14, 2005 – registration of SIF Moldova in CNVM Registry at no. PJR09SIIR / 040001;
- CNVM Certificate no. 258/Dec 14, 2005 – inclusion of SIF Moldova in the category - “other undertakings for collective investment in transferable securities” (non UCITS) hereinafter referred to as A.O.P.C., with a diversified investment policy.

I. GENERAL OBJECTIVES, SPECIFIC INDICATORS

After a year in which the Romanian capital market promptly took over the shock of economic and environmental damage caused by the world financial crisis, the main economic and financial results for the end of the first quarter of 2009, compared with the budget of revenues and expenses and with the proposed objectives of the activity program for 2009 are as follows:

(RON)

Indicators / Objectives	Achievements as of March 31, 2008	Achievements as of March 31, 2009	Forecasts of 2009 Budget
Net Profit	11,839,901	4,170,714	50,175,517
Gross Profit	12,989,197	4,173,206	50,815,517
Total Revenues	28,789,018	14,630,485	80,016,993
Total Expenses	15,799,821	10,457,279	29,201,476

The main weight in the results is represented by the profit obtained from sales. As an objective approved by the Ordinary General Meeting of Shareholders of April 25, 2009, this profit is expected for the full year 2009, in the amount of 20,000,000 RON, the revenues being of 30,000,000 RON and the expenses of 10,000,000 RON.

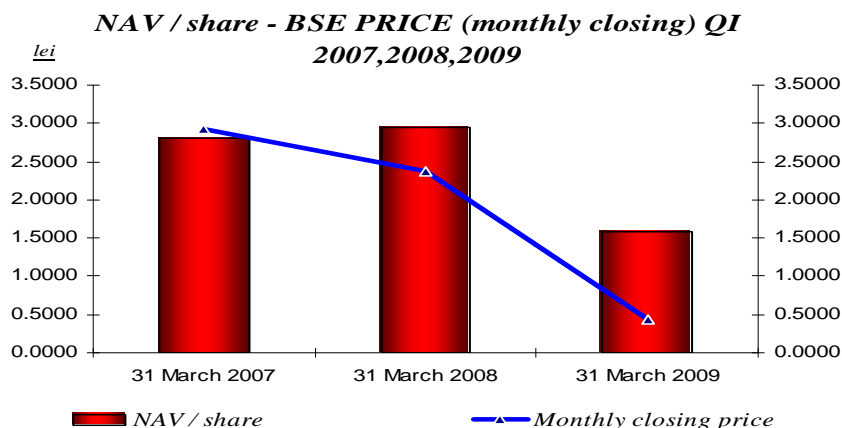
On March 31, 2009, the trading activity led to the positive result of 3,130,957 RON, carrying out 15.65% of the assumed target throughout 2009, with a yield of 45%.

(RON)

Indicators / Objectives	Achievements as of March 31, 2008	Achievements as of March 31, 2009	Forecasts of 2009 Budget
Profit from sales	9,582,513	3,130,957	20,000,000
Revenues from financial investments transferred	14,173,133	10,081,614	30,000,000
Expenses from financial investments transferred	4,590,620	6,950,657	10,000,000

Compared with the previous year, the profit from trading activity represents 32.67% of the value obtained in the first quarter of 2008; the revenues from financial investments transferred, in the amount of 10,081,614 RON, are 28.87% lower than those of the equivalent period of the last year. The generalized decreases on Bucharest Stock Exchange have reduced significantly the profit from transactions. Thus, at a volume of revenues from financial investments transferred of 10,081,614 RON, on March 31, 2009, the afferent expenses are in the amount of 6,950,657 RON, representing 68.94% of the revenues, while the weight of those expenses in the first quarter of 2008, was only 39.32%.

The value of the net asset at the end of the first quarter of 2009 is 823,156,656 RON, 46% less than the value at the same date of the last year. The net asset value / share at March 31, 2009 is 1.5858 RON, while the same indicator at March 31, 2008 was 2.9492 RON.



Compared with the net asset value / share, the trading price of the symbol SIF2 included the significant corrections generated by the financial crisis shocks, losing in the last three years the advantage of the premium trading of 3.84% at end-March 2007, to a discount of over 70% at the end of the first quarter of this year.

During the first three months of 2009, the monthly closing price had a positive evolution, from 0.3920 RON / share at January 31, 2009 to 0.4310 RON / share at March 31, 2009. However the opening price of 2009 for the symbol SIF2 of 0.5400 RON / share was not reached in the first three months, the recovery of depreciation being slower than expectations.

II. ACHIEVING THE OBJECTIVES CONTAINED IN THE WORK SCHEDULE

II.1. ACHIEVING THE FINANCIAL OBJECTIVES

II.1.1. THE MANAGEMENT OF THE HOLDINGS OF SIF MOLDOVA PORTFOLIO

Between January 1, 2009 - March 31, 2008 the objectives of the management and administration of the shares portfolio were pursued, as well as of the other securities established in SIF Moldova's activity program.

Management of the shares portfolio

SIF Moldova continued the policy of reconfiguration and optimization of its portfolio, in order to increase its yield, aiming at increasing the value of participations in profitable companies or in companies with advantageous trading opportunities and decreasing participations in companies in difficult economic and financial situations or without perspective.

Evolution of the portfolio according to the nominal value

SIF Moldova, on March 31, 2009, held holdings in companies totalling 336,637,832 RON in nominal value. Between January 1, 2009 – March 31, 2009, the nominal value of SIF Moldova portfolio recorded a decrease of 7,733,368 RON, representing 2,2% of the nominal value of the portfolio as of January 1, 2009.

The influences on the portfolio value are presented in the table below:

		- RON -
The nominal value of the portfolio as of January 1, 2009		344,371,200
1.	Increasing the share capital to companies through the inclusion of the reserves	117,970
2.	Aquisitions (operations on the capital market)	55,380
3.	Participation in the share capital increase by contribution in cash	600,000
	Total increases	773,350
4.	Sales	-7,385,363
5.	Removed from the portfolio (completed liquidations)	-1,121,355
	Total reduction	- 8,506,718
	Variation of the nominal value of the portfolio	-7,733,368
The nominal value of the portfolio as of March 31, 2009		336,637,832

Factors that have led to the increase of the nominal value of the portfolio:

1) **The increasing of the share capital** at one company (Artrom S.A.), from internal reserves recorded in the books of the issuer, totalling 117,970 RON in nominal value, represents 15.257% of the total increase.

2) **Strengthening and/or the increase of the holdings** in profitable companies and with growth potential, through:

- **aquisitions** – were subject of 7 companies' holdings, with a nominal value of 55,380 RON, representing 7.16% of the total absolute increase of 773,350 RON. It were purchased shares issued by: Petrom S.A., Rompetrol Rafinare S.A., Mobam S.A., etc.

- **direct investments** – represents primary investments through the participation to the increase of the share capital of one company (Sibex S.A. Depository). Through these operations it were obtained shares with a nominal value of 600,000 RON, the percentage in the absolute increase being of 77.58%.

Factors that have led to the decrease of the nominal value of the portfolio:

1) **Sales of shares** – it was recorded the selling of the participations (fully or partially) from 21 companies, in nominal value of 7,385,363 RON, representing 86.82% of the total reduction. Sale of shares is one of the important directions in the restructuring portfolio strategy and it generates the most important source of revenue and making profits, as the sales are executed with a high yield (profits reported to the cost of acquisition). It is to be mentioned the sale of full package held at 9 issuers, of which: STX RO Offshore Braila S.A., Romania Leasing, Prodvinalco S.A. Galati, Comcereal S.A. Suceava.

2) **Removal** of the 3 companies who has completed the liquidation procedure, under the law 85/2006, led to an output of the portfolio of 1,121,355 RON in nominal value, representing 13,18 of the total reduction. These companies were: Sircovtex S.A., Avicola Botosani, Bere Delta.

On March 31, 2009, 81 companies of Company’ portfolio were in various stages of insolvency proceedings, judicial liquidation or reorganization. The total value held by SIF Moldova in these companies is 55,281,477 RON and represents 16% of total equity, in nominal value.

Evolution of the portfolio according to the number of the holdings

Performing the restructuring operations, during the first quarter, has led to a reduction in the number of portfolio companies, so that, on March 31, 2009, the portfolio included 233 companies compared to 243 companies at January 1, 2009. The number of the companies, which were in various stages of insolvency, reorganization or liquidation declined from 82 to 81 in the first quarter of 2009.

Evolution of the portfolio according to the trading market

Portfolio reconfiguration and optimization between January 1, 2009 – March 31, 2009 led to the following structure according to the trading market:

Portfolio structure	Total nominal value of the holdings				Total market value of the holdings *			
	January 1, 2009		March 31, 2009		January 1, 2009		March 31, 2009	
	thousand RON	%	thousand RON	%	thousand RON	%	thousand RON	%
Traded shares, of which:	145,834	42.35	176,587	52.46	437,319	49.01	350,365	46.74
Listed (REGS)	79,619	23.12	120,682	35.86	360,508	40.41	283,567	37.83
Listed (RGSB)	25,790	7.49	20,076	5.96	27,858	3.12	18,217	2.43
Unlisted (UNLS)	11,695	3.40	11,687	3.47	8,915	1.00	6,335	0.85
Listed (XMBS)	28,730	8.34	24,142	7.17	39,301	4.40	41,701	5.56
Listed (RGSJ)					737	0.08	545	0.07
Untraded shares, of which:	198,537	57.65	160,051	47.54	454,902	50.99	399,272	53.26
Closed-end companies	130,446	37.88	131,791	39.15	370,081	41.48	386,556	51.56
Listed and not traded companies in the last 90 days	68,091	19.77	28,260	8.39	84,821	9.51	12,716	1.70
Total	344,371	100.00	336,638	100.00	892,221	100.00	749,637	100.00

* *The market value is determined in accordance with CNVM Regulation no. 15/2004 with subsequent additions*

Art. 202 “(2) *The evaluation of securities and monetary market instruments admitted or traded on a regulated market in Romania, in a member or non-member state and recorded in the non UCITS accounting, incorporated by Articles of Association as financial assets or current assets is done using:*

- a) the average weighted price method calculated for the last 90 days in the case of securities and monetary market instruments traded in the specified timeframe;
- b) the average weighted price calculated from the date of an event involving a change in the par value of the share, the distribution of free shares or in other such circumstances influencing the market value of securities or monetary market instruments mentioned in letter a), if the event occurred in the period specified in letter a);
- c) the procedure set forth in paragraph (3) for securities not traded in the timeframe specified in letter a);
- (3) The evaluation of shares not admitted for trading in a regulated market in Romania, held by non UCITS (AOPC) incorporated by Articles of Association, for an issuer, is based on the value of the owner's equity of the issuer as reported in the latter's latest financial report, transmitted to the Public Finances Ministry (M.F.P.). In the case of credit institutions, the calculation is based on the value of the owner's equity as stated in the reports sent to the National Bank of Romania (B.N.R.).

The calculation method is as follows:

- a) for holdings of a non UCITS incorporated by Articles of Association representing over 50% of the issuer's share capital, by applying the respective share held by the non UCITS to the issuer's Owners' Equity;
- b) for holdings of a non UCITS incorporated by Articles of Association representing between 33 - 50% of the issuer's share capital, by applying 85% of the value obtained from the application of the respective share of the issuer's share capital held by the non UCITS to the issuer's Owners' Equity;
- c) for holdings of a non UCITS incorporated by Articles of Association representing between 5 - 33% of the issuer's share capital, by applying 75% of the value obtained from the application of the respective share of the issuer's share capital held by the non UCITS to the issuer's Owners' Equity;
- d) for holdings of a non UCITS incorporated by Articles of Association representing under 5% of the issuer's share capital, by applying 50% of the value obtained from the application of the respective share of the issuer's share capital held by the non UCITS to the issuer's Owners' Equity.
- (4) The shares of companies undergoing judicial reorganization or liquidation are included in the net assets of non UCITS established by Articles of Association with a null value, up to the conclusion of the procedure.
- (5) The shares of companies in the non UCITS portfolio established by Articles of Association with negative values of the owner's equity are included in the calculation of the net assets with a null value.
- (6) In the case of shares held by non UCITS established by Articles of Association in credit institutions of insurance, insurance-reinsurance or reinsurance companies, the value recorded in the non UCITS assets is the value calculated by applying the weight held by the non UCITS in the registered capital of the issuer to the owner's equity of the issuer, irrespective of the weight of the specified holding."

It can be observed a decline of the percentage of the shares holdings traded on BVB compared to January 1, 2009, and an increase of the percentage of the untraded shares, following the crisis facing the capital market. We consider that the depreciation of the listed shares of the portfolio of SIF Moldova is mostly due to the current conjuncture, with no connection to their fundamentals and in the future, they will return to the true value.

The structure and the evolution of the portfolio by field of activity

The structure of the portfolio by field of activity according to the nominal value and the calculated value of the holdings are presented as follows:

Sector	No of companies		The nominal value (thousand RON)		% of the nominal value		The market value (thousand RON)		% of the market value	
	01/01/09	31/03/09	01/01/09	31/03/09	01/01/09	31/03/09	01/01/09	31/03/09	01/01/09	01/01/09
Banks and insurances	9	9	151,594	151,336	44.02	44.96	702,749	587,611	78.76	78.38
Machinery	21	18	52,735	46,949	15.31	13.95	35,598	28,140	3.99	3.75
Textiles	37	36	24,279	23,505	7.05	6.98	33,608	34,103	3.77	4.55
Agriculture	51	48	17,565	16,891	5.10	5.02	8,193	7,769	0.92	1.04
Chemicals	7	7	15,682	15,675	4.55	4.66	670	1,213	0.08	0.16
Metallurgy	6	6	15,742	15,742	4.57	4.68	10,690	6,531	1.20	0.87
Commerce, restaurants	18	18	8,893	8,893	2.58	2.64	17,992	18,054	2.02	2.42
Food	17	16	4,281	4,264	1.26	1.27	3,653	3,612	0.4	0.48
Others	77	75	53,600	53,383	15.56	15.84	79,067	62,604	8.86	8.35
Total	243	233	344,371	336,638	100.00	100.00	892,221	749,637	100.00	100.00

The banking and insurance sector is the largest in the portfolio, with a percentage of 44.96% of the nominal value of the holdings and 78.38% of the market value. We consider that on the medium and long term the perspectives of these sectors are positive, despite the current unfavorable economic context.

Top 10 portfolio companies in order of market value of SIF Moldova's holdings on March 31, 2009 are presented in the below table:

- thousand RON -

Company	City	Sector	The market value of the holdings	
			Jan 1, 2009	Mar 31, 2009
BCR	Bucuresti	Banking	299.775	311.333
BRD-GSG	Bucuresti	Banking	288.393	194.144
Bancpost	Bucuresti	Banking	42.190	40.251
Banca Transilvania	Cluj	Banking	66.468	36.299
Tesatoriile Reunite SA	Bucuresti	Textiles, Real Estate	15.165	17.038
Petrom SA	Bucuresti	Extraction, processing oil	18.996	14.023
Biofarm SA	Bucuresti	Pharmaceuticals	11.734	9.148
Transelectrica SA	Bucuresti	Electricity transmission	9.861	7.331
Mecanica Ceahlau SA	Piatra- Neamt	Machinery	13.143	6.858
Sanex SA	Cluj Napoca	Manufacturing ceramic plates and slabs	6.793	6.793

It is to be mentioned the decrease of the market value of the issuers listed on the Bucharest Stock Exchange (based on the reduction registered in the last period of both volume and price of trading of most issuers) and the increase of the value of BCR and Tesatoriile Reunite, calculated under CNVM Regulation 15/2004. In two of the issuers (Mecanica Ceahlau and Tesatoriile Reunite), SIF Moldova holds the position of majority shareholder.

The structure and the evolution of the portfolio by holdings percentage owned in the shares capital of the issuers

SIF Moldova holdings in the share capital of the issuers from the portfolio	January 1, 2009			March 31, 2009		
	Companies	The nominal value	%	Companies	The nominal value	%
		- thousand RON -			- thousand RON -	
Insignificant holdings: < 10%	123	220,487	64.03	120	214,451	63.70
Significant holdings: [10% - 33%)	95	91,924	26.69	90	90,472	26.88
Control holdings: [33% - 50%)	17	11,682	3.39	15	11,436	3.40
Majority holdings: >= 50%	8	20,279	5.89	8	20,279	6.02
Total holdings	243	344,371	100.00	233	336,638	100.00

The analysis of the portfolio structure lead to the following observations:

- the total number of the held companies decreased from 243 (in January 1, 2009) to 233 (in March 31, 2009) with a percentage of 4.3%;
- the nominal value of the held portfolio decreased from 344,371 thousand RON (in January 1, 2009) to 336,638 thousand RON (in March 31, 2009) with an absolute value of 7,733 thousand RON; respectively an decrease with 2.2%;
- all the categories has registered value and numerical decreases except the holdings >= 50%, which were maintained at the same level.

Investment activity / Selling activity

According to the strategy set by SIF Moldova for 2009, the investment policy will be characterized by caution and flexibility in a dynamic process of adapting the administration of the assets to the evolutions of the financial markets, evolutions that have a high degree of uncertainty. Thus, in the first quarter of 2009, the liquid funds of SIF Moldova were targeted primarily to investments in money market, which offered attractive interest rates at a low risk.

Following the financial crisis many listed companies have reported losses in the fourth quarter of 2008 and the perspectives in terms of reporting the results for the first quarter of 2009 are negative. The increased risk aversion lead to maintaining a prudent approach in terms of investments in shares and focus on the accumulation of cash to support the resumption of the investments at a significant level, when the high level of uncertainty regarding future evolutions will be reduced.

The market conditions presented have led the orientation of the Company to financial instruments with fixed income; thus it were purchased in the first quarter of 2009 corporate bonds with an acquisition value of 485,540 RON.

For reasons associated with the necessity for a diversified portfolio and for fructification some short opportunities the Company performed transactions on the financial derivatives market (BMFMS); the amount made available for this activity was of 113,687 RON and registered throughout the first quarter of 2009 a profit of 3,417 RON.

The structure of these investments is the following:

	(RON)
Investments made in the first quarter of 2009:	52,421,544
1. in securities:	1,188,811
shares, of which:	703,271
- purchasing securities through capital increase (1 issuer)	600,000
- acquisitions of BSE securities (7 issuers)	103,270
corporate bonds	485,540
2. in derivative financial instruments	113,687
3. in bank deposits, of which:	51,119,046
in euro, equivalent in RON	208,858

Of the total investments of 52,421,544 RON, the monetary investments represents 97.52%; these investments have exceeded the amount allocated to this segment in the same period of the previous year with 148%.

During the first three months of 2009, the investments in securities were made mainly in shares - about 60%, the rest of 40% being invested in corporate bonds.

Sales operations carried out in the first quarter of 2009 included packages of shares belonging to a number of 18 issuers and generated revenues amounting to 10,047,654 RON (down 28.6% from the first quarter of 2008) with a related profit of 3,030,265 RON (down by 68% compared to the same period of the previous year)

Other securities held in portfolio at March 31, 2009

Securities issued by UCITS/non UCITS:

- 3,120 securities of Fondul Oamenilor de Afaceri, representing 8,468 RON in nominal value and 3,688 RON in market value;
- 200,000 securities of BT MAXIM, representing 2,000,000 RON in nominal value and 778,000 RON in market value;
- 100 securities of BT INVEST 1, representing 1,000,000 RON in nominal value and 461,551 RON in market value.

Bonds:

- 14,000 municipal bonds with acquisition value of 518,000 RON and total value of 521,561 RON
- 2,408 municipal bonds with acquisition value of 60,200 RON and total value of 60,521 RON
- 492 corporate bonds with acquisition value of 485,540 RON and total value of 473,547 RON.

The detailed situation of investments, according to CNVM Regulation No 15/2004, annex 17, is presented in the annex IV.2 of this report.

II.1.2. THE ECONOMIC AND FINANCIAL SITUATION

The financial statements have been prepared and presented in accordance with the Accounting Law No 82/1991, republished, with accounting regulations in accordance with the Fourth Directive of the European Economic Community, applied to institutions regulated and supervised by the National Securities Commission (CNVM), approved by the Order no. 75/2005 of the President of CNVM and the Order of CNVM No 11/2009 “on amending and supplementing the Order 75/2005”.

These financial statements are not audited. The reporting currency is RON.

The financial position is reflected in the balance.

THE SITUATION OF THE ASSETS, LIABILITIES AND EQUITY as of March 31, 2009

- RON -

	Row	January 1, 2009	March 31, 2009
A	B	1	2
A. NON-CURRENT ASSETS			
I. INTANGIBLE ASSETS			
3. Concessions, patents, licences, trademarks and similar rights and assets, and other intangible assets	03	23,611	15,903
5. Advances and intangible assets in progress	05	97,334	174,926
TOTAL: (row 01 to 05)	06	120,945	190,829
II. TANGIBLE ASSETS			
1. Land and buildings	07	18,074,899	17,944,593
2. Plant and machinery	08	364,007	296,268
3. Other installations, equipments and furniture	09	85,663	74,541
4. Advances and non-current assets in progress	10	553	-
TOTAL: (row 07 to 10)	11	18,525,122	18,315,402

	Row	January 1, 2009	March 31, 2009
A	B	1	2
III. FINANCIAL ASSETS			
1. Shares held in affiliated entities	12	17,503,107	17,503,107
3. Participation interests (account 263 - 2963)	14	15,068,348	14,944,732
5. Securities and other financial instruments held as non-current assets	16	288,589,765	286,593,196
6. Other receivables	17	262,238	262,890
TOTAL: (row 12 to 17)	18	321,423,458	319,303,925
TOTAL NON-CURRENT ASSETS (row 06 + 11 + 18)	19	340,069,525	337,810,156
B. CURRENT ASSETS			
I. INVENTORIES			
1. Consumables	20	24,884	25,782
3. Advance payments for the purchase of inventories	22	2,677	2,979
TOTAL: (row 20 to 22)	23	27,561	28,761
II. RECEIVABLES (the amounts to be received after a period longer than one year must be presented separately for each item)			
1. Trade receivables	24	42,288,268	51,459,676
4. Other receivables	27	18,274,044	18,523,281
5. Receivables related to subscribed and unpaid capital	28	-	-
TOTAL: (row 24 to 28)	29	60,562,312	69,982,957
III. SHORT TERM FINANCIAL INVESTMENTS			
3. Other short term financial investments	31	776,581	1,117,226
TOTAL: (row 30 to 31)	32	776,581	1,117,226
IV. CASH AND BANK ACCOUNTS	33	860,357	833,636
TOTAL CURRENT ASSETS (row 23 + 29 + 32 + 33)	34	62,226,811	71,962,580
C. EXPENSES IN ADVANCE (account 471)	35	58,686	113,862
D. LIABILITIES TO BE PAID IN A PERIOD LESS THAN ONE YEAR			
4. Trade payables	39	310,396	109,309
8. Other liabilities including tax and other liabilities for social insurance	43	18,941,952	18,417,484
TOTAL: (row 36 to 43)	44	19,252,348	18,526,793
E. CURRENT ASSETS LESS CURRENT LIABILITIES (row 34 + 35 - 44 - 60.2)	45	43,022,357	53,519,736
F. TOTAL ASSETS LESS CURRENT LIABILITIES (row 19 + 45 - 60.1)	46	383,091,882	391,329,892
G. LIABILITIES TO BE PAID IN A PERIOD LONGER THAN ONE YEAR			
TOTAL: (row 47 to 54)	55	-	-
H. PROVISIONS			
2. Provisions for taxes	57	40,515,264	40,439,537
3. Other provisions	58	1,916,993	1,916,993
TOTAL PROVISIONS: (row 56 +57 + 58)	59	42,432,257	42,356,530
I. REVENUES IN ADVANCE (row 60.1+60.2), of which:	60	10,792	29,913
2. Revenues recorded in advance	60.2	10,792	29,913
J. CAPITAL AND RESERVES			

	Row	January 1, 2009	March 31, 2009
A	B	1	2
I. CAPITAL (row 62 to 63) of which:	61	51,908,959	51,908,959
- Subscribed and paid in share capital	63	51,908,959	51,908,959
II. CAPITAL PREMIUM	64	-	-
III. REVALUATION RESERVES			
Balance C	65	15,122,842	15,122,842
IV. RESERVES (row 68 – 69 + 70 + 71 + 72 + 73 + 74 -75)	67	179,695,166	183,838,189
1. Legal reserves (account 1061)	68	10,381,792	10,381,792
2. Reserves consist of adjustments for loss of value of financial assets			
Balance D	69	143,630,350	139,089,757
4. Reserves consist of the securities / shares acquired free of charge	71	122,035,392	121,603,206
6. Reserves representing surplus achieved from the revaluation reserves	73	2,416,261	2,416,261
7. Other reserves	74	188,492,071	188,526,687
V. REPORTED RESULT			
Balance C	76	-	93,932,658
VI. THE RESULT OF THE FINANCIAL YEAR (acc. 121)			
Balance C	78	93,932,658	4,170,714
TOTAL EQUITY (rd.61 +64 +65- 66 + 67 + 76 - 77 + 78 - 79 - 80)	81	340,659,625	348,973,362

The structure of the financial position is made in accordance with the presentation of the assets held on long term (non-current assets) and short term (current assets), as well as the current liabilities (to be paid in a period less than one year)

The distinction between non-current assets and current assets is based on the intention of the company to obtain future benefits in a short or long term.

PROFIT AND LOSS ACCOUNT on March 31, 2009

The profit and loss account was prepared in compliance basis, the revenue represents the fair value of the services received or to be received and the expenses are costs already consumed.

- RON -

Item		March 31, 2008	March 31, 2009
A	B	1	2
A. REVENUES FROM CURRENT ACTIVITY			
TOTAL (row 02 to 11)	01	28,789,018	14,630,485
Revenues from transferred financial investments	05	14,173,133	10,081,614
Revenues from provisions, reactivated receivables and various debtors	07	13,387,750	1,366,051
Revenues from exchange rate variations	08	-	224,011
Revenues from interests	09	808,329	2,331,277
Other revenues from current activity	11	419,806	627,532
B. EXPENSES FROM CURRENT ACTIVITY			
TOTAL (row 13 to 20)	12	15,799,821	10,457,279
Losses related to the receivables related to the holdings	13	-	-
Expenses on transferred financial investments	14	4,590,620	6,950,657
Expenses on exchange rate differences	15	-	2,988
Expenses on interest	16	-	-
Expenses on commissions and fees	17	542,270	310,994
Expenses on banking services and similar	18	7,923	7,610
Depreciations, provisions, losses from receivables and various debtors	19	303,414	444,888
Other expenses from current activity (row 21+22+23+26+27)	20	10,355,594	2,740,142
Expenses on materials	21	173,900	106,058
Expenses on energy and water	22	56,179	56,705
Expenses on personnel, of which: (rd. 24 + 25)	23	2,405,555	2,286,366
- wages	24	1,875,339	1,806,066
- expenses on insurance and social protection	25	530,216	480,300
Expenses on external services	26	7,591,724	183,500
Expenses on taxes, fees and similar payments	27	128,236	107,513
C. CURRENT RESULT			
- profit (row 01 - 12)	28	12,989,197	4,173,206
D. REVENUES FROM EXTRAORDINARY ACTIVITY			
E. EXPENSES FROM EXTRAORDINARY ACTIVITY			
F. EXTRAORDINARY RESULT			
- profit (row 30 - 31)	32	-	-
TOTAL REVENUES (row 01 + 30)	34	28,789,018	14,630,485
TOTAL EXPENSES (row 12 + 31)	35	15,799,821	10,457,279
G. GROSS RESULT			
- profit (row 34 - 35)	36	12,989,197	4,173,206
PROFIT TAX			
- expenses with the profit tax (account 691)	38	1,149,296	2,492
Other tax expenses	39	-	-
H. THE RESULT OF THE FINANCIAL YEAR			
- profit (row 36 - 38 - 39)	40	11,839,901	4,170,714

ACHIEVING THE REVENUES AND EXPENSES BUDGET on March 31, 2009

- RON -

		Forecasted for 2009	Achieved on March 2009	Percentage of completion in 2009
		1	2	3=2/1
A.	Total revenues	80,016,993	14,630,485	18%
B.	Financial revenues	76,500,000	14,004,757	18%
	• revenues from financial non-current assets (dividends)	40,000,000	-	-
	• revenues from receivables (bank interest + bonds)	6,000,000	2,331,277	39%
	• revenues from transferred financial investments	30,000,000	10,081,614	34%
	• revenues from exchange rate variations	500,000	224,011	45%
	• revenues from provisions	-	1,363,557	-
	• other financial revenues	-	4,298	-
C.	Revenues from current activity	3,516,993	625,728	18%
	• revenues from rents and attachments activities	1,500,000	556,238	37%
	• revenues from provisions	1,916,993	-	-
	• other revenues from current activity	100,000	69,490	69%
D.	Total expenses	29,201,476	10,457,279	36%
E.	Financial expenses	10,650,000	7,283,557	68%
	• expenses on transferred financial investments	10,000,000	6,950,657	70%
	• expenses on transaction fees	100,000	98,147	98%
	• expenses on exchange rate differences	-	2,988	-
	• expenses on banking services	50,000	7,610	15%
	• expenses on provisions	500,000	224,155	45%
F.	Expenses from current activity	18,551,476	3,173,722	17%
G.	Gross profit	50,815,517	4,173,206	8%
H.	Taxable profit	4,000,000	21,823	1%
I.	Profit tax	640,000	2,492	-
J.	Net profit	50,175,517	4,170,714	-

ECONOMIC AND FINANCIAL INDICATORS on March 31, 2009

- Liquidity indicators – no of times

- Current liquidity indicator = current assets / current liabilities

$$\text{March 31, 2008} = 43,138,470 / 21,587,217 = 2.00$$

$$\text{March 31, 2009} = 71,962,580 / 18,526,793 = 3.88$$

- Immediate liquidity indicator = (current assets – inventory) / current liabilities

$$\text{March 31, 2008} = (43,138,470 - 35,065) / 21,587,217 = 2.00$$

$$\text{March 31, 2009} = (71,962,580 - 28,761) / 18,526,793 = 3.88$$

- Activity indicators – no of times

- Rate of non-current assets turnover = revenues from current activity / non-current assets

$$\text{March 31, 2008} = 28,789,018 / 419,990,344 = 0.07$$

$$\text{March 31, 2009} = 14,630,485 / 337,810,156 = 0.04$$

- Rate of total assets turnover = revenues from current activity / total assets

$$\text{March 31, 2008} = 28,789,018 / 463,239,411 = 0.06$$

$$\text{March 31, 2009} = 14,630,485 / 409,856,685 = 0.04$$

- Rate of debits – clients turnover = average balance of receivables / turnover x 365

$$\text{March 31, 2008} = \frac{(40,156,931 + 41,170,572) / 2}{28,789,018} \times 90 = 127 \text{ days}$$

$$\text{March 31, 2009} = \frac{(60,562,312 + 69,982,957) / 2}{14,630,485} \times 90 = 402 \text{ days}$$

- Profitability indicators

- Return on invested capital = the profit before the payment of the interest and of the profit tax / capital * 100

$$\text{March 31, 2008} = 12,989,197 / 398,678,838 = 3.26 \%$$

$$\text{March 31, 2009} = 4,173,206 / 348,973,362 = 1.20 \%$$

- Result per share = net profit attributable to common shares / no of common shares

$$\text{March 31, 2008} = 11,839,901 / 519,089,588 = 0.0228 \text{ RON per share}$$

$$\text{March 31, 2009} = 4,170,714 / 519,089,588 = 0.0080 \text{ RON per share}$$

Current liquidity indicator (working capital indicator), respectively the immediate liquidity (acid test indicator) indicates the number of times to cover current liabilities in current assets, respectively in current assets less inventory.

The return on invested capital represents SIF's profit obtained from a unit of resources invested both by SIF and its creditors. The result per share represents SIF's generated net profit attributable to the common shares.

II. 1.3. RISK MANAGEMENT

The description of company's exposure to risk

By the nature of its activities, SIF Moldova is exposed to various risks, of which the most important are: currency exchange risk; economic environment risk, interest risk, credit risk, liquidity risk and tax risk. The management aims to reduce the potential adverse effects associated with these risk factors on the financial performance of SIF Moldova.

a) Currency exchange risk

Most financial assets and liabilities of the SIF Moldova are expressed in the national currency and the exchange rate fluctuations do not affect the activity of the company significantly. The exposure to the fluctuations of the currency exchange rate is due mainly to the liabilities and receivables from the denominated promissory note in USD and EUR.

b) Economic environment risk

The Romanian economy continues to present specific emerging economy features and there is a significant degree of uncertainty regarding the development of the politics, economics and social environment, in the future. The Company's management is making efforts to anticipate the nature of the 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.

c) Interest risk

Most financial assets and liabilities of the SIF Moldova don't have interest, and, therefore, fluctuations in market interest rates do not affect the activity of the Company. Surplus cash availability or other similar money is invested in securities of short-term investments with maturity of up to 1 or 6 months.

d) Credit risk

SIF Moldova is exposed to the credit risk related to financial instruments that arise from the possible default of payment obligations to the Company by a third party.

e) Liquidity risk

SIF Moldova's financial instruments may include investments in shares which are not traded on a regulated market, and subsequently may have a low liquidity. Therefore, the Company can encounter difficulties if it decides to rapidly liquidate the investments in such instruments at a value close to the one based on the calculation model for the financial companies net asset value, provided in CNVM Regulation 15/2004 issued in order to fulfill its own liquidity requirements.

f) Tax 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 different position from Company's position and may calculate certain interest and tax penalties.

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 largely similar to those carried out in many other countries, but may extend over legal or regulated 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 in other countries.

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

The Company's management considers that it recorded correct values in the accounts related to the taxes and other liabilities to the state, although there is a risk that the authorities have a different view on these issues. The latest check of Ministry of Public Finance covered the period until September 30, 2004. Therefore, SIF Moldova's liabilities from that date until March 31, 2009, may be subject to a later check.

Framing into the regulations in force regarding the permitted levels of the holdings

Observing the provisions of art 188 of CNVM Regulation 15/2004

As of March 31, 2009, according to the net assets calculated and certified by the depository company BRD - GSG Bucharest, the portfolio exposure is the following:

- a) The weight of securities and monetary market instruments not accepted for trading, may not exceed 20% of the total assets (closed shares, closed bonds and deposit certificates)

Type of asset	Asset value (RON)	Percentage in total assets	Imposed limit
Closed shares (excepting BCR and Bancpost, according to the provisions of art 275 paragraf (2))	34,702,062.84	4.123	
TOTAL	34,702,062.84	4.123	< or = 20%

- b) The percentage of securities and monetary market instruments registered or traded on the Stock Exchange (per one issuer) may not exceed 10% of the total assets:

“The 10% limit may be increased up to a maximum of 40%, on the condition that the total value of the securities and monetary market instruments held by the Company in each of the issuers in which it has holdings of over 40% should not exceed 80% of the value of its assets.”

As of March 31, 2009 the 10% level mentioned is exceeded in the holding of BRD Bucharest (23.065 %) of total assets, for which is valid the following paragraph:

“In compliance with art 275 paragraf (2) of CNVM Regulation no 15/2004, BRD-GSG is excluded from the calculation regarding the holdings limitations stipulated in the art 188, letter b).”

- c) The percentage of financial instruments issued by entities belonging to the same group may not exceed 50% of the total assets.

Group name	Asset value (RON)	Percentage in total assets	Imposed limit
BT Group , of which:			
TLV shares	36,299,120.90	4.313	
BT Maxim and BT Invest 1 securities	1,239,551.00	0.147	
TOTAL Group	37,538,671.90	4.460	< or = 50%

The total holding in BT Group does not exceed the imposed limit.

- d) The percentage of the derivative financial instruments outside the regulated markets may not exceed 20% of the total assets – not applicable.
- e) The percentage of current accounts and of the cash may not exceed 10% of the total assets
On March 31, 2009 the percentage thereof was 0.106% (893,880.50 RON / 841,713,362.38 RON).
- f) The percentage of bank deposits at the same bank may not exceed 30% of the total assets.
Total holding in bank deposits amounts to 6,112% (51,442,543.92 RON / 841,713,362.38 RON).
- g) Total holdings in derivative financial instruments may not exceed the total net asset value.
The value of the derivative financial instruments = 55,485.90 RON < net asset value = 823,156,656.38 RON.
- h) The percentage of non UCITS may not exceed 50% of total assets

Non UCITS	Asset value (RON)	Percentage in total assets	Imposed limit
XFOA shares	3,687.84	0.000	
BT Invest 1 securities	461,551.00	0.055	
TOTAL non UCITS	465,238.84	0.055	< or = 50%

The imposed limit is not exceeded

II.2. ACHIEVING THE NON-FINANCIAL OBJECTIVES IN THE FIRST QUARTER OF 2009

II.2.1. LITIGATION SITUATION

In the first quarter of 2009 it was registered 175 cases of litigations with various objects, of which 27 cases were resolved, and 148 cases pending on March 31, 2009. Of the 175 litigations recorded in the period 01.01.2009 – 31.03.2009, in 140 cases, SIF Moldova is listed as a plaintiff, and in 35 cases, it is listed as a defendant. During the first quarter of 2009, 18 new cases has been recorded, where the company is registered either as a defendant or a complainant.

Until March 31, 2009, there were granted 13 approvals for legality and there were 6 cases with legal object of counseling and legal assistance on various projects developed by the company or by the company's departments.

Following the diligences submitted until March 31, 2009, it were recovered receivables, with a total amount of 3,549,07 RON in litigations concerning claims.

I. Litigations in which SIF Moldova is a plaintiff

- total litigations = 140 cases, of which 120 cases are litigations pending in various procedural stages and 20 cases are completed litigation;
- value of litigations in RON = 31,704,471.21 RON, of which:
 - 11,243,205.20 RON – insolvency proceedings;
 - 20,461,266.01 RON – claims.

- Value of litigations in foreign currency = 17,018,906.47 USD, of which:
 - 432,110.68 USD – insolvency proceedings;
 - 199,313.00 USD – claims;
 - 16,387,482.79 USD – appeals from enforcement.

Litigations in this category are classified as follows:

1. Litigations concerning the cancellation of illegal decisions of the GMS of the companies from SIF Moldova's portfolio = 48 cases, of which 11 have been solved until March 31, 2009, remaining on the role a number of 37 cases in various procedural stages (annex III.5.1.)

The contested resolutions of the GMS contain violations of the legal or statutory provisions and mainly cover: increase of capital, changes in the Articles of Association, reduction of share capital, approval of bad loans and investments for companies, assets selling from issuers' patrimony and also withdrawal of companies from trading on the regulated market.

It is to be mentioned the fact that in the first quarter of 2009 SIF Moldova has sold its holdings in Prodvinco SA Galati and Comcereal SA Suceava; in these cases the application for waiver of court are to be tried in the next period.

2. Litigations concerning various money claims = 24 pending cases, 6 solved cases (annex III.5.2)

The object of these litigations is to claim in civil court the damages produced to SIF Moldova by different natural or legal persons, including the claims initiated by SIF Moldova SA against persons responsible for bringing the debtor companies into bankruptcy or the recovery of the damages representing the court costs incurred by SIF Moldova SA as a result of the litigations with AVAS.

Also, these litigations concern the enforcement proceedings initiated against natural persons responsible for the damage produced to SIF Moldova SA and against legal persons who have guaranteed the obligations of issuers of bank notes endorsed by former FPP II Moldova.

Following the steps taken and proceedings triggered, until March 31, 2009, it has been cashing in the amount of 3,549.07 RON.

During the first quarter of 2009, it were initiated 6 new litigations, of which 3 were resolved by the full recovery of the debts representing outstanding dividends and 3 is currently in trial. Of these, a litigation has as an objective the action promoted by SIF Moldova against former directors of Lerus SRL Agnita, for which it was solicited their personal responsibility for claims stated in bankruptcy by SIF Moldova.

Regarding the new litigations with AVAS Bucharest, they arise from the fact that by irrevocable decision it was admitted the contestation to execution, promoted by SIF Moldova, regarding the enforcement of the promissory note issued by DIGICOM SA Bucharest. In one hand, as a consequence, our Company has requested the return of the enforcement consisting in AVAS' refund of the executed amount of respectively 8,258,046.23 RON and on the other hand, in the second file it was asked AVAS' order to pay the sum of 3,968,470.42 RON, representing the damage caused by unlawful enforcement.

3. Litigations concerning insolvency proceedings = 24 cases on the role of courts (annex III.5.3)

Records under the law of insolvency proceedings concern the bankruptcy of companies from the portfolio of SIF Moldova. In this procedure, SIF Moldova is a chirografar creditor. Most of the litigations are pending in the court. In this period it was promoted one application for declaration of the claim in insolvency's dossier regarding the debtor Mes SA Suceava, for the sum of 4,766.77 RON, chirografara claim.

4. Various litigations = 10 cases, of which 4 cases were solved and 6 cases are still before the trial courts (annex III.5.4).

5. Litigations concerning drafts and opposition to the execution of appeals to promissory notes endorsed by FPP II Moldova = 32 cases

Litigations with opposition to the drafts are without an expressed value, the files subject is regarding the form in which the promissory notes were issued.

The litigations concerning appeals from enforcement made by AVAS (The Authority for State Assets Recovery) during 2006 on SIF Moldova's patrimony, based on the promissory notes, are mostly in fund or in appeal.

For the 5 promissory notes for which enforcement was canceled by the High Court of Cassation and Justice - Department of Trade, by final and irrevocable decisions, it has been transmitted to AVAS (by mail with acknowledgment of receipt) notices that require immediate repayment of the amounts enforced, for which the forms of enforcement have been removed permanently and irrevocably.

During this quarter it has been resolved in favor of SIF Moldova two files with appeal to the execution; the enforcement has been irrevocably removed for the promissory note issued by Aust Rom SA Tusnad, having a value of 470,000 USD and the promissory note issued by Best SRL Piatra Neamt, in the amount of 630,000 USD (annex III.5.5).

6. Penal litigations = 3 pending cases, of which 1 case in preliminary investigation phase and two cases in court.

II. Litigations in which SIF MOLDOVA is a defendant:

- total litigations = 35 cases, of which:
 - 28 cases are in court in various judicial stages;
 - 7 cases were solved.
- value of litigations on court:
 - 52,028.80 RON – claims;
 - 1,940,000 USD – direct claims of AVAS;
 - 970,000 DEM – direct claims of AVAS.

Litigations in this category are classified as follows:

1. Various litigations with different revendication files = 28 cases pending in various procedural stages and 7 solved cases (annex III.5.6)

Files with various objects refers to claims of third parties with respect to the acknowledge of invalidity of the sale / purchase contracts, the obligation "to do" or money claims. In cases with the object "claim", SIF Moldova SA is called in warranty by companies that own the buildings actually claimed to be compensated in case the request for recovery would be admitted. Until now such applications have been rejected.

During the first quarter 12 new cases were recorded, 10 of which concern litigations aimed at cancellation of GMS' resolutions of SIF Moldova, dated 15.11.2008; these actions were promoted by Amatis Galati, Matera Com Galati, Groval Trade Galati, Libron Consulting Galati, Epsomatic Galati, Lineas Trade, Goras Galati, Cibrosat Galati, Debracons S.A., Finmasat S.A. and Zorderbig S.A. Galati. Cererea de suspendare a hotararilor AGA promovata de Groval Trade S.A. a fost respinsa de instanta de fond ca insuficient timbrata. The request to suspend the resolutions of GMS promoted by Grove Trade SA was rejected by the court as insufficient stamped.

II.2.2. COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES IN RELATIONSHIPS WITH SHAREHOLDERS AND CAPITAL MARKET INSTITUTIONS

According to the principles of the European Organization for Cooperation and Development (OECD) in leadership and management, SIF Moldova SA, in its relationship with shareholders and capital market institutions, took into account especially:

1. Protecting and ensuring the shareholders' rights: the right to property (protecting it by list of confidential codes, transfer assurance, updates), the right of participating in GMS (directly – notices of meeting, announcements, publication, or by proxy – making available the special proxy, voting-by-mail ballots, lists of trustee, information), the right to information (directly, in writing, publications, website) and the right to receive dividends (with or without an express request);
2. Equal treatment to shareholders - regardless of the holdings;
3. Ensuring compliance of obligations of information and reporting to the market and capital market institutions (CNVM, BVB), of response to these institutions' requests.

Reporting obligations were governed by the specific requirements of the CNVM and BVB – CNVM Regulations no. 1 / 2006 and no. 15/2004, BSE code, the provisions of Law no. 297/2004 on the capital market and of the financial reporting schedule in 2009.

Referring to the regulations listed above, SIF Moldova fulfilled all the obligations of reporting, as follows:

a. In relation to capital market institutions

a.1. Periodical reports to CNVM and BVB

- weekly reports on the situation of the net assets (Annex 16 of CNVM Regulation No 15/2004), drawn up and transmitted to BVB in accordance to the requirements and regulations in force;

- monthly reports regarding the situation of the net assets, assets status, and investments' detailed situation (Annexes 16 and 17 of CNVM Regulation No 15/2004), drawn up and transmitted to BVB and CNVM according to the requirements and regulations in force;

- monthly report on the holdings of more than 1% of the share capital of the persons defined in article 2, paragraph 1 of CNVM Instruction No 1 / 2007. The persons' statements defined in the CNVM Instruction 1 / 2007 are posted on SIF Moldova's website - www.sifm.ro;

a.2. Current reports to CNVM and continue to BVB

- regarding the Ordinary General Meeting of the Shareholders of 24/25.04.2009 - reports on the convening notice, information documents on the agenda (including preliminary financial results, non-audited financial statements and 2008 Report of the Board of Directors, non-audited financial statements modified in accordance with CNVM Order No 11/11.03.2009 and audited financial statements accompanied by the independent auditor's opinion) preparation, resolutions, approvals, etc.;

- significant transactions - sales / purchase of shares – STX RO Offshore SA Braila;

- exceeding or decreases under the threshold of the voting rights stipulated in art. 116 of CNVM Regulation 1 / 2006 amended by CNVM Regulation 31/2006;

- notification of operations performed to initiate persons' account according to art. 150 of CNVM Regulation 1 / 2006;

- other important issues: financial calendar, dividend payments, notification of information / communication / enforcement / litigation with AVAS, litigation regarding suspension or cancellation of the resolutions of OGMS of 15.11.2008.

b. In relation to the shareholders

Obligations to inform the shareholders of SIF Moldova were observed through press releases, published reports, information provided in the electronic system of capital market and included in the company's website, giving them equal treatment.

• It have been completed all stages of information and making available for shareholders the documents relating to the organization and conduct of Ordinary General Meeting of Shareholders of 24/25.04.2009:

- the convening of the Ordinary General Meeting of the Shareholders („Bursa” newspaper of 13.02.2009 and „Desteptarea” local newspaper of 14.02.2009, CNVM Bulletin No 6/2009, Official Gazette Part IV, No 1039/16.02.2009);

- information documents related to the agenda and accompanied by the Report for 2008 of the Board of Directors and the preliminary non-audited financial statements (on 12.02.2009)

- information documents related to the agenda and accompanied by the Report for 2008 of the Board of Directors and the non-audited financial statements modified in accordance with CNVM Order No 11/11.03.2009 (on 18.03.2009);

- information documents related to the agenda, in final form, containing the audited financial statements on 31.12.2008 and accompanied by the independent auditor's report (on 31.03.2009). Information documents related to the agenda of the Ordinary General Meeting of the Shareholders of 24/25.04.2009 have been prepared and made available according to the stages mentioned in the

Convening notice (according to Law 31/1990 republished and modified by Law 441/2006, Law 297/2004 and CNVM Regulations 1 / 2006 and 15/2004);

- It was created the possibility for the participation of the shareholders at the General Meeting by written correspondence and by implementing the voting system by electronic transmission system that made possible the expression and participation of the shareholders regardless of country of residence, language spoken, or how to relate (directly or through intermediaries).
- significant transactions (press releases published in “Bursa” newspaper of 09.02.2009);
- other events (litigations, announcements to shareholders).

All the press releases regarding the reports can be found on the company’s website www.sifm.ro (links - reports, announcements, GMS).

Information subject to the information of shareholders are published on the website of the Company in Romanian and English

The organized activities at headquarters and its offices allows and ensures the efficient resolution of the requests made by shareholders directly or by mail.

Distribution and payment of dividends to shareholders was held in accordance with the resolutions adopted by OGMS of 24.04.2008. At the request of the shareholders it were paid dividends in cash (to natural persons shareholders), by transfer (to natural and legal persons) and by postal order.

The situation of the amounts paid up to **31.03.2009** is as follows:

Payment made:	2005 dividend		2006 dividend		2007 dividend	
	<i>(0.0670 RON/share)</i>		<i>(0.0630 RON/share)</i>		<i>(0.0500 RON/share)</i>	
	No of shareholders	RON	No of shareholders	RON	No of shareholders	RON
after 2006 GMS	121,470	27,707,157.94				
after 2007 GMS	7,397	478,076.31	92,858	26,732,535.78		
after 2008 GMS	4,180	236,914.26	6,373	436,876.09	76,318	20,927,693.92
TOTAL paid up to 31.03.2009	133,047	28,422,148.51	99,231	27,169,411.87	76,318	20,927,693.92
dividend to be paid		34,779,003.00		32,702,644.04		25,954,480.00
% paid		81.72%		83.08%		80.63%

II.2.3. INTERNAL AUDIT AND INTERNAL CONTROL ACTIVITIES

Internal audit activity

Internal audit is functioning in the direct subordination of the Board of Directors, exercising a distinct and independent function from Company’s activity. Internal audit activity is exercised in the compartment of internal audit, by SIF Moldova’s employees.

Internal audit activity takes place in the engagement plan established in accordance with company’s objectives. The internal audit activities and the necessary resources are approved by the Audit Committee and approved by the Board of Directors. Also, is subject to approval the interim significant changes occurred.

The audit plan for 2009 was approved in the meetig of the Board of Directors of 29.01.2009.

The internal audit’ mission is based on risk assessment, carried out annually. Planning based on risks lie in defining the priorities for internal audit activities in accordance with the SIF Moldova objectives.

For each mission of internal audit, a plan is developed that includes the scope, objectives, timing and resource allocation.

In planning of each mission there are taken into account the following:

- the objectives of the activity which is reviewed and the means by which it is controlled;

- significant risks related to the activity and the means by which potential impact of risk is kept to an acceptable level;
- the adequacy and effectiveness of management and risk control systems, with reference to the control framework;
- opportunities for significant improvement of the management and risk control activity.

In developing the mission's objectives, it is taken into account the likely probability of errors, irregularities, inconformity and other significant exposures.

Internal audit activity is developed on the basis of its own methodology developed in this respect.

Internal audit is exercised under the following forms:

- evaluation of management and internal control systems – the system audit;
- evaluation of results regarding the objectives and examining the actual impact - the performance audit;
- ensuring the procedures' and operations' compliance with legal norms - the regularity audit.

In the first quarter of 2009 it was conducted the consultancy mission regarding the collective labor contract.

Internal audit reports periodically to the Audit Committee and Board of Directors on the purposes of audit, authority, responsibility and execution according to the plan. Reports include significant risks and control and management issues, and other issues requested by the Board of Directors.

Internal control activity

According to art. 37 - 41 of CNVM Regulation no. 15/2004 and investigation plan of the Internal Control compartment for 2008, approved by the Board of Directors of SIF Moldova of 12.02.2008 and sent to CNVM under no. 415 and dated 24.02.2009, the Internal Control compartment activity for the first quarter of 2009 has resulted in the following:

1. In the period 03.01.2009 - 02.02.2009 it was performed the control in compliance with CNVM's regulations regarding the calculation of net asset value of SIF Moldova, respectively:

- a) calculation the monthly net asset value,
- b) the calculation of weekly net asset value.

Period subject to control: 01.11.2007 – 31.10.2008.

2. During 09.02.2009 - 12.02.2009 it was performed the control in compliance with the provisions of the art. 225 of Law no. 297/2004 and the art. 113(G) para. (R) of CNVM Regulation no. 1/2006. Period subject to control: 01.01.2008 - 31.12.2008.

3. In the period 02.02.2009 – 20.03.2009 it was performed the control on the observance of the legal provisions regarding the calculation, highlighting and payment of fees, charges and other amounts payable by SIF Moldova to CNVM and to other capital market entities, as it follows:

a) the rate of 0.1% on monthly net asset value owed to CNVM according to Regulation no. 2 / 2005 on CNVM's income, article 5 (2) of the annex

b) the rate charged by CNVM for approving SIF Moldova's members of the Board of Directors the rate charged by CNVM

c) the rate charged by CNVM for approving the cancellation of SIF Moldova's offices;

d) the rate charged by CNVM for approving SIF Moldova's heads

e) the rate charged by CNVM for publishing the current reports in the Official Bulletin of CNVM

f) the rate charged by CNVM for maintaining the securities issued by SIF Moldova at OEVM

g) the monthly fees for the Romanian Association of Asset Managers, former UNOPC

h) fees for storage, custody services, clearing, and settlement

i) Rates for services to BVB

j) commission to maintain SIF Moldova's shares at the stock exchange tier

k) trading fees;

l) fees for register services.

Period subject to control: 01.01.2008 - 31.12.2008.

4. In the period 23.03.2009 - 17.04.2009 2009 it was performed the control in compliance with CNVM's regulations regarding the investment policy of SIF Moldova. It was verified the compliance with the provisions of art. 188 of CNVM's Regulation no. 15/2004 regarding SIF Moldova's investments in assets mentioned in art. 101 para. (1) and art. 102 para. (1) b) of Law no 297/2004 and assets mentioned in art. 187 points. a) and b) of the above regulation. Period subject to control: 01.04.2008 - 31.03.2009.

5. Permanent activities of the Internal Control compartment:

a) due diligence to prevent and proposals to remedy situations of violation of laws and regulations in force on the capital market or of internal regulations and procedures by SIF Moldova or by its employees;

b) informing SIF Moldova and its employees on the legal regime applicable to capital market;

prudential regulation compliance checking, verifying the effectiveness of information and internal procedures, verification and approval of documents submitted to the CNVM and to the entities on the capital market, checking and approving the informative and advertising documents; checking and approving the internal documents including operations under internal control's visa, verifying the effectiveness of the risk control system.

c) prudential regulation compliance checking;

d) verifying the efficiency of information and internal procedures

e) verification and approval of documents submitted to the CNVM and to the entities on the capital market;

f) checking and approving the informative and advertising documents;

g) checking and approving the internal documents including operations under internal control's visa;

h) highlighting and following the solving of the complaints;

i) verifying the effectiveness of the risk control system.

Conformity and recommendations have been corrected / implemented during the current controls

**Chairman & CEO,
Costel CEOCEA**

**Head of Economic Department,
Liana MARIN**

**Internal Control,
Nicolae RADULESCU**