

CONTENTS

OF THE ACTIVITY REPORT

OF THE BOARD OF DIRECTORS

FOR THE 3RD QUARTER OF 2007

I. GENERAL OBJECTIVES, SPECIFIC INDICATORS

II. ACHIEVEMENT OF OBJECTIVES IN THE ACTIVITY PLAN

II.1. Achievement of financial objectives in the 3rd quarter of 2007

II.1.1. Portfolio management

- a. Share portfolio restructuring and optimization
- b. Investing-disinvesting activity
- c. AOPC/OPCVM securities

II.1.2. Economic and financial status report

Balance sheet

Income statement

Economic and financial indicators (*Annex 30 B of R CNVM 1/2006*)

Cash flow statement

II.1.3. Risk management

Description of the Company's exposure to risk

Compliance of the portfolio with ownership limits

II.2. Achievement of non-financial objectives in the 3rd quarter of 2007

II.2.1. Status of litigations

II.2.2. Compliance with corporate governance principles relations with shareholders and stock market institutions

II.2.3. Internal auditing and control activity

III. IMPORTANT EVENTS

IV. ANNEXES:

Anexa IV.1. Assets status (according to Regulation no.15/2004- annex 17)

Anexa IV.2. Detailed status of investments (according to Regulation no.15/2004 – annex 17)

Annex IV.2.1. Shares allowed or traded on a regulated market in Romania

Annex IV.2.2. Bonds or other tradable notes receivable issued or endorsed by local public administration authorities

Annex IV.2.3. Instruments mentioned in art. 187 paragraph a) of NSC (National Securities Commission, "CNVM") Regulation no. 15/2004 – unlisted stock

Annex IV.2.6. Bank deposits

Annex IV.2.7. Book value of shares on Sep 30, 2007

Evolution of net assets and book value in the past 3 years

Annex IV.3. Net assets status

Annex IV.4. Financial statements

Annex IV.5. Status of litigations