

BI-ANNUAL REPORT, AS AT 30 JUNE 2018

Bi-annual report, as per A.S.F. no.5/2018

Report date:10.08.2018

Name of the company: BANCA TRANSILVANIA S.A.

Registered office: Str. G.Baritiu nr.8, Cluj-Napoca, jud. Cluj, cod 400027

Phone/fax no.: 0264.407.150 ; 0264.407.179

Tax identification no. with the Trade Register RO 5022670

Trade Register number: J12/4155/16.12.1993

Registered capital, subscribed and paid: 4,341,439,404 lei

The regulated market where the issued securities are traded: Bucharest Stock Exchange

Main features of the securities issued by the company:

- 4,341,439,404 NOMINAL SHARES with a par value of 1 RON/share.

I. IMPORTANT EVENTS, first 6 months of 2018

Modifications brought to the articles of association: Banca Transilvania's ("BT") share capital identified in the Articles of Association, was modified, as a consequence of the Decision of the General Meeting of Shareholders dated 25.04.2018, who decided the increase of the share capital with 471,041,660, incorporating the reserves from 2017 net profit, and issued a number of 471,041,660 shares, at a nominal value of RON 1/share. The new share capital is RON 4,812,481,064 and the legal registration proceedings for share capital increase with the capital market authorities (Financial Supervisory Authority, Central Depository) will be finalized at the beginning of August 2018.

Through the Decision of the General Meeting of Shareholders, dated 23 May 2018 has approved the issue of subordinated bonds at a fixed or variable rate, as the case may be, with a maturity of

ten years, up to a maximum of EUR 350 million, in compliance with the legal provisions and the Tier II capital regulations set in accordance with the legal framework in force in Romania following the adoption of the CRD IV provisions in the internal legislation, the issue approved by the Financial Supervisory Authority under the conditions of the relevant Prospectus.

The Bucharest Stock Exchange S.A. has approved the admission for trading on the regulated market administered by the Bucharest Stock Exchange of the bonds issued by the Bank, of subordinated unsecured EUR Tier 2 bonds, bearing an interest equal to EURIBOR6M + 3.75 % per annum, maturing in 2028, with a total nominal value of up to EUR 285,000,000.

Acquisitions performed by Banca Transilvania in the first 6 months of 2018:

In the first quarter of 2018 it was obtained the qualified stakes (without the completion of the transfer of property of the shareholding) in the share capital of Victoriabank SA (credit institution based in the Republic of Moldova), respectively in the share capital of Bancpost SA, ERB Retail Services IFN S.A. and ERB Leasing IFN S.A. in Romanian.

- the merger by absorption between Banca Transilvania S.A. (absorbing company) and Bancpost S.A. (absorbed company) was approved by the General Meeting of Shareholders of both BT and BP.

Banca Transilvania S.A. handed in a purchase offer of the minority shareholdings in Banc Post S.A. The offer targets the acquisition of 25,146,694 shares from BP's share capital, that is 0.85325% of total voting shares.

The price/share was RON 0.2848 (the price paid by BT to Eurobank Group), and the takeover offer was valid from 25 April until 20 June 2018, for any interested BP shareholder. Currently, the registration proceedings are under performance, as a consequence of assignment offer period completion.

Main transactions regarding affiliates:

In the first six months of 2018, the procedures regarding indirect ownership of 100% of the share capital for BT Operational Leasing S.A were finalized, to the companies belonging to Autonom Group, market leader in the field of car rental in Romania.

RISK MANAGEMENT

Banca Transilvania management continuously assesses the risks likely to affect the bank's business and goals and takes actions whenever any changes appear in its business conditions;

The main risks and uncertainties identified for the next 6 months of 2018:

- increase of FX risk, triggered by the return of foreign currency lending, due to the growth of interest rates on the interbank market, up to the upper interest rate range at the NBR facilities;
- increase of the default risk for the loans committed by the non-government sector (companies and population), vulnerability that may occur in the general context of interest rates returning – the existence of structural vulnerabilities, given that a significant proportion of non-financial companies are registering losses and a level of capitalization under the current legislation, according to the most recent Financial Stability Report published by the National Bank of Romania.

These aspects, plus the upward trend of the insolvency phenomenon, may signal additional risks in terms of default probability.

II. DETAILED INFORMATION

1. FINANCIAL-ECONOMIC STANDING

1.1.a.1 Assets, liabilities and equity at bank level

The financial position of the bank at the end of H1 2018, compared to the same period of last year, is the following:

RATIO - the Bank	June - 18	Dec - 17	June - 17	RON THOUSAND	
				June'18 vs Dec'17%	June'18 vs June '17%
Cash and cash equivalents at the Central Bank	6,317,963	6,637,692	4,546,025	(4.82)	38.98
Loans to banks	4,545,256	5,302,292	3,943,625	(14.28)	15.26
Financial assets measured at fair value through profit and loss	-	73,281	77,753	-	-
Financial assets held for trading and measured at fair value through profit and loss	64,199	-	-	-	-
Derivatives	16,054	9,854	-	62.92	-
Loans and advances to customer, net	31,352,216	29,914,039	28,741,718	4.81	8.94
Receivables from financial leasing agreements	-	-	-	-	-
Financial assets available for sale	-	16,032,612	14,726,846	-	-
Financial assets measured at fair value through other items of comprehensive income	17,771,319	-	-	-	-

Financial assets measured mandatorily at fair value through profit and loss	602.402	-	-	-	-
Financial assets available for sale evaluated at amortized cost	-	-	-	-	-
Investments in shares	1,183,004	156,631	136,671	655.28	765.59
Tangible assets and real estate investments	411,634	407,649	404,473	0.98	1.77
Intangible assets	149,820	125,761	96,853	19.13	54.69
Current tax receivables	-	148,594	53,204	-	-
Deferred tax receivables	79,138	173,243	262,067	(54.32)	(69.80)
Other assets	377,812	320,427	247,577	17.91	52.60
Total assets	62,870,817	59,302,075	53,236,812	6.02	18.10

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RATIO - the Bank	June - 18	Dec - 17	June - 17	June'18 vs Dec'17%	June'18 vs June '17%
Deposits with banks	562,270	127,946	181,001	339.46	210.64
Deposits from clients	50,703,765	49,099,201	43,530,459	3.27	16.48
Loans from banks and other financial institutions	1,596,837	1,099,891	1,425,146	45.18	12.05
Subordinated debts	1,743,890	414,578	412,462	320.64	322.80
Deferred tax liability	10,983	-	-	-	-
Provisions for other risks and loan commitments	306,324	373,117	504,400	(17.90)	(39.27)
Other debts	1,237,080	1,217,269	800,994	1.63	54.44
Total debts	56,161,149	52,332,002	46,854,462	7.32	19.86
Share capital	4,427,940	4,427,940	3,732,549	-	18.63
Own shares	-	(32,140)	(44,014)	-	-
Capital premiums	28,381	28,381	28,374	-	0.02
Retained earnings	2,039,398	1,981,886	2,072,338	2.90	(1.59)
Revaluation reserve from tangible and intangible assets	19,592	20,416	-	4.04	-
Reserves from financial assets available for sale	-	52,176	-	-	-
Reserves concerning the financial assets measured at fair value through other items of comprehensive income	(297,057)	-	-	-	-
Other reserves	491,414	491,414	593,103	-	(17.15)
Total shareholders' equity	6,709,668	6,970,073	6,382,350	(3.74)	5.13

Total debts and shareholders' equity	62,870,817	59,302,075	53,236,812	6.02	18.10
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At the end of the first 6 months of 2018, the bank's assets totaled 62,870.82 mill. RON, increasing with 18.1% vs. the same period of the previous year, the absolute growth being of 9,634.00 mill. RON.

In terms of assets, significant increases were registered for the following items:

-investments in shares increased 7 times vs. 2017, reaching 1,183.00 mill. RON at 30.06.2018 vs. 136.67 (RON million) at 30.06.2017;

-intangible assets were 54.7% higher vs. the same period of the previous year, , reaching to 149.82 mill. RON.

cash and cash equivalents with the Central Bank increased by 39% vs. 2017, reaching to 6,317.96 mill. RON at 30.06.2018 vs. 4,546.03 mill RON at 30.06.2017;

Total assets measured at fair value through other items of comprehensive incomewent up by 20.8% vs. 2017, reaching 17,771.32 mill RON at 30.06.2018, vs. 14,726.85 mill RON at 30.06.2017;

Placements in H1 2018, represent 4,545.26 mill RON, increasing by 15.3% vs. 3,943.63 mill RON at 30.06.2017;

Net loans in H1 2018, account for 31,352.22 mill RON, growing by 8.9% vs. the balance of the net loans at 30.06.2017, and vs. December 2017, loans granted to customers increased by 4.8%.

100,000 new loans were granted to individuals, SMEs and corporate customers, during January-June 2018.

The rate of NPE according to EBA is 5.58% as of June 30, 2018.

The loan/deposit ratio at the end of H1, 2018 was 66%.

The bank's solvency calculated on June 30, 2018, taking into account the cumulative profit for the H1 of 2018, is 22.41% (20.58% without included profit), comfortably above the 8% minimum reference threshold - the adequacy of own funds, required by the Regulation (EU) no. 575/2013 on prudential requirements for credit institutions, which apply starting with 2014.

The financial data of Banca Transilvania S.A. confirm that the bank has adequate capitalization and a comfortable level of liquidity.

The equity of Banca Transilvania S.A. on June 30, 2018 amounts RON 6,709.67 million, which represents a 5% increase compared to the same period of last year, when they amounted RON 6,382.35 million

The Extraordinary General Meeting of Shareholders of Banca Transilvania from April 25, 2018, approved the granting of dividends amounting RON 610,000,000, the gross dividend / share amounting RON 0,1405063951, as well as the granting of free shares by increasing the share capital with the amount of RON 471,041,660, by issuing 471,041,660 new shares with a nominal value of 1 RON / share.

We state that the bank's shareholding structure is constantly changing due to the fact that Banca Transilvania's shares are traded on the securities market, in compliance with the provisions of Law 52/1994 and the Norms of A.S.F. in this field. Currently, Banca Transilvania's shares are listed on the Bucharest Stock Exchange. Category I.

The structure of Banca Transilvania S.A. shareholders as of 30 June, is presented in the Annex.

1.1.a.2 Assets, liabilities and equity at the group level

RATIO - BT GROUP	RON THOUSAND				
	June – 18	Dec - 17	June - 17	June'18 vs Dec'17%	June'18 vs June '17%
Cash and cash equivalents at the Central Bank	8,937,589	6,637,725	4,546,050	34.65	96.60
Loans to banks	5,210,576	5,348,074	4,004,187	(2.57)	30.13
Financial assets measured at fair value through profit and loss	-	264,996	212,756	5.31	36.04
Financial assets held for trading and measured at fair value through profit and loss	289,440	-	-	-	-
Derivatives	17,555	9,854	-	-	-
Loans and advances to customers, net	36,915,267	29,463,632	28,080,307	25.29	31.46
Receivables from financial leasing agreements	974,321	785,330	643,055	24.07	51.51
Financial assets available for sale	-	15,821,300	14,573,123	-	-
Financial assets measured at fair value through other items of comprehensive income	19,465,178	-	-	-	-
Financial assets measured mandatorily at fair value through other items of comprehensive income	471,739	-	-	-	-
Financial assets available for sale evaluated at amortized cost	1,077,491	-	-	-	-
Investments in shares	-	-	-	-	-
Tangible assets and real estate investments	533,205	633,668	623,316	(15.85)	(14.46)
Intangible assets	279,282	133,255	104,764	109.58	166.58
Goodwill	2,774	2,774	2,774	-	-
Current tax assets	-	146,858	51,156	-	-
Deferred tax assets	126,323	187,145	268,734	(32.50)	(52.99)
Other assets	1,004,226	370,358	287,398	171.15	249.42

Total assets	75,304,966	59,804,969	53,397,620	25.92	41.03
Deposits from banks	659,646	127,946	181,001	415.57	264.44
Deposits from customers	61,482,689	48,932,195	43,351,733	25.65	41.82
Loans from banks and other financial institutions	1,939,618	1,487,022	1,469,386	30.44	32.00
Subordinated liabilities	1,747,875	414,578	412,462	321.60	323.77
Deferred tax liability	96,256	-	-	-	-
Provisions for other risks and for loan commitments	386,947	382,849	511,055	1.07	(24.28)
Other debts	1,704,723	1,300,144	891,088	31.12	91.31
Total liabilities except for financial liabilities to fund units holders	68,017,754	52,644,734	46,816,725	29.20	45.29

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RATIO - BT GROUP	June - 18	Dec - 17	June - 17	June'18 vs Dec'17%	June'18 vs June '17%
Financial liabilities to fund units holders	342	20,123	44,509	(98.30)	(99.23)
Total liabilities	68,016,096	52,664,857	46,861,234	29.15	45.15
Share capital	4,427,940	4,427,940	3,732,549	-	18.63
Treasury shares	(15,287)	(47,427)	(57,461)	(67.77)	(73.40)
Share premiums	28,381	28,381	28,374	-	0.02
Retained earnings	2,388,501	2,202,764	2,257,705	8.43	5.79
Revaluation reserve from tangible and intangible assets	12,300	17,524	-	-	-
Reserves from financial assets available for sale	-	(6,247)	-	-	-
Reserves from financial assets measured at fair value through other items of the comprehensive income	(339,853)	-	-	-	-
Other reserves	503,065	502,487	562,196	(3.26)	(10.52)
Total equity attributable to equity holders of the Bank	7,005,047	7,125,422	6,523,363	(1.69)	7.38
Non-controlling interest	281,823	14,690	13,023	1,818.47	2,064.04
Total shareholders' equity	7,286,870	7,140,112	6,536,386	2.06	11.48
Total liabilities and equity	75,304,966	59,804,969	53,397,620	25.92	41.03

The Group ended H1 2018 with 75.3 billion RON worth of assets, of which 62.9 billion RON for BT, net loans (including leasing) accounting for 49.02% of Group's assets.

End of H1 2017, the weight of Banca Transilvania's assets in the total assets of the Group was 83.5%.

1.1.b. Profit and loss account

The main elements of the Individual Profit and Loss Account prepared in accordance with the International Financial Reporting Standards adopted by the European Union (IFRS), as compared to the same period last year, are as follows:

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RATIO	Bank June - 18	Bank June - 17	June'18 vs. June'17 %	Group June - 18	Group June - 17	June'18 vs. June '17%
Interest income	1,141,350	989,286	15.37	1,438,015	1,026,473	40.09
Interest expenses	(129,633)	(103,005)	25.85	(161,518)	(103,479)	56.09
Net interest income	1,011,717	886,281	14.15	1,276,497	922,994	38.30
Fee and commission income	387,713	330,900	17.17	462,820	348,814	32.68
Fee and commission expense	(85,138)	(57,034)	49.28	(100,944)	(53,852)	87.45
Net fee and commission income	302,575	273,866	10.48	361,876	294,962	22.69
Net trading income	107,076	102,756	4.20	96,357	120,345	(19.93)
Net Loss (-)/gain from the sales of financial instruments available-for-sale	-	(20,863)	-	-	(19,850)	-
Net loss (-)/gain on financial assets measured at fair value through the comprehensive income	(2,930)	-	-	(2,606)	-	-
Net loss (-)/gain from financial assets measured madatorily at fair value through profit and loss	(19,936)	-	-	12,624	-	-
Contribution to the Banking Deposits Guarantee Fund and Resolution Fund	(34,646)	(49,696)	(30.28)	(36,900)	(49,696)	(25.75)
Other operating income	59,730	61,859	(3.44)	408,228	82,045	397.57
Operating income	1,423,586	1,254,203	13.51	2,116,076	1,341,935	56.65

Net impairment (-)/income allowance on assets, provisions for other risks, and loan commitments	181,926	(57,487)	(416.46)	(87,870)	(59,333)	(248.10)
Personnel expenses	(397,163)	(338,187)	17.44	(477,248)	(359,629)	32.71
Amortization expenses	(51,729)	(41,235)	25.45	(83,050)	(56,990)	45.73
Other operating expenses	(258,840)	(234,826)	10.23	(528,505)	(260.641)	102.77
Operating expenses	(525,806)	(671.735)	(21.72)	(1,000,933)	(736.593)	35.89
Gain from acquisition	-	-	-	111,552	-	-
Profit before income tax	897,780	582,486	54.13	1,226,696	605,342	102.65
Impairment(-)/Income tax expense	(235,074)	(86,411)	172.04	(362,092)	(92,614)	290.97
Net profit for the period	662,706	496,057	33.59	864,604	512,728	68.63
Profit attributable to the equity holders of the Bank	-	-	-	853,808	511,246	67.01
Non-controlling interest profit	-	-	-	10,796	1,482	628.48
Net profit for the year	662,706	496,057	33.59	864,604	512,728	68.63

Registered gross profit obtained by Banca Transilvania S.A. in the first six months of 2018 was 897.78 mill RON., increasing with 54.1% vs. H1 2017.

Net profit obtained by Banca Transilvania S.A. at 30.06.2018 was 662.71 mill. RON, 34% higher vs. the same period of 2017 (496.06 mill. Ron in 2017)

The net interest income rose by 14.2% as compared to the corresponding period of last year, also due to the bank's organic growth.

The net pace of fee and commission income during H1 2018 compared to the same period of 2017 was 10.5 %.

Operating income registered 1,423.59 million RON in the second half of 2018, 13.51% higher than the same period of last year, when it reached 1,254.20 million RON.

The Bank's operating efficiency is maintained at a comfortable level of 49.7%.

The coverage of NPE with related provisions is 85% (according to EBA).

Banca Transilvania net profit is 663 million RON at 30.06.2018, and for BT Financial Group is 865 million RON, the weight of the bank's profit in the group's profit being 76.6%.

The result per share after the first 6 months of 2018, respectively after the first 6 months of 2017, restated taking into consideration BT's share capital increase from August 2018, respectively July 2016, is the following:

RATIO	RON THOUSAND					
	Bank June - 18	Bank June - 17	June'18 vs June '17%	Group June - 18	Group June - 17	June'18 vs. June '17%
Net profit for the period	662,706	496,057	33.59	864,604	512,728	68.63
Basic EPS	-	-	-	0.1789	0.1070	67.20
Diluted EPS	-	-	-	0.1786	0.1069	67.07

Other details regarding the activity of H1 2018:

-The automation and digitalization of processes aiming to give a better experience to customers represents one of the main areas where Banca Transilvania has invested and continues to invest; Digitalization means the radical improvement of customer and employee experience, processes efficiency and an omnichannel approach (24/7 access to banking services, multi-channel access: branches & agencies, mobile, pc, ATM, call-center, smart applications and the services and offers of better products);

-Banca Transilvania, market leader in the cards field, has surpassed 400,000 credit cards;

-The transactions performed with 3.2 million cards and BT Pay accessories - application, watch, bracelet and contactless sticker - increased almost by 35% vs. the same period of the last year.

At 30 June 2018 1,323 ATMs and 45,616 POSs were installed vs. 1,200 ATMs and 40,543 POSs at 30 June 2017;

-The Bank's number of active employees as at June 30, 2018 was 6,976 (7,218 at 30 June 2017).

1.1.c. Cash flow statement and liquidity position

The cash flow statement detailing the cash flows from operating, investment and financing activities is part of the Financial Statements that accompany this report.

The liquidity ratio computed in accordance with NBR regulations in force at 30.06.2018 was between 1.82 and 16.76, being above the minimum level of 1, as per NBR Regulation No. 25/8.11.2011, applied from 31.01.2012.

Banca Transilvania continues to have excess liquidity, with a quick liquidity ratio of 52.36% at 30.06.2018, significantly better than the average of the banking system.

2. THE ANALYSIS OF THE BANK'S ACTIVITY

2.1 Presentation and analysis of trends, elements and events or uncertainty factors that could impact the bank's liquidity vs. the same period of the last year

The economic environment at national level:

According to data published by the National Trade Register Office, in the first half of the year 2018, 71.5 thousand companies were launched, down 9.8% year on year. Also, the number of insolvent companies declined 4% y / y to 4,486 in the first six months of 2018. Evolutions confirm the maturity phase of the post-crisis economic cycle.

The National Bank of Romania decided to maintain the required minimum reserve ratio at 8% for both RON and FX liabilities for credit institutions in the first six months of 2018.

The National Bank of Romania (BNR) reported the data on the evolution of monetary ratios in June and in the the first semester of the current year. The statistics confirm the positive climate in the private credit market, supported by the low / affordable level of real financing costs (as the rise in nominal interest rates was counterbalanced by the acceleration of inflation). The data indicate the growth trend of deposits with a stronger rate of credit growth, due to the increase in revenues, interest rates on deposits, as well as to the high degree of prudence.

The RON-denominated credit growth was 1.9% month / month (RON 157.7 billion), an evolution confirming that the private sector had benefited from the low level of real financing costs. The loans granted to the population increased monthly with 1.9% to 88.9 billion RON, while the company segment rose by 2% month / month to 68.8 billion RON.

2.2 Presentation and analysis of the effects on financial statements of all capital expenditures, current and anticipated, compared to the same period of last year.

Investments in tangible and intangible assets were 561.45 mill. RON at June 30, 2018, compared to 501.33 mill. RON at June 30, 2017. The value of tangible and intangible assets increased versus H1 2017 by 60.13 mill RON, due to the implementation of the investment budget for the period from January to June 2018.

2.3 Presentation and analysis of the economic events, transactions and changes that significantly impact the main revenues of the bank

The main activity of the bank was performed under normal conditions, with no exceptional circumstances. All legal requirements were followed, in terms of the correct and up-to-date organization and management of accounting, in terms of accounting principles, as well as in terms of the observance of accounting rules and methods in force.

The Separate and Consolidated Financial Statements were drafted in accordance with the International Financial Reporting Standards as adopted by the European Union (“IFRS”) and in force at June 30, 2018. The data presented regarding the first semester of 2018 is based on the rules for accounting organization and management, in accordance with Law no. 82/1991, republished and further amended and completed, with NBR Order no.27/2010 approving the accounting rules under the International Financial Reporting Standards adopted by the European Union, as subsequently amended and supplemented.

3. CHANGES THAT AFFECT THE SHARE CAPITAL AND THE ADMINISTRATION OF THE COMPANY

3.1 Description of cases in which the company could not fulfill its financial obligations in the reporting period

Not applicable.

3.2 Description of any changes in the rights of the shareholders of the company:

Banca Transilvania's Ordinary & Extraordinary General Meeting of Shareholders held on April 25, 2018 has approved the distribution of the profit resulted in 2017, namely RON 1,185,979,233 for:

- The payment of cash dividends to shareholders amounting to RON 610,000,000 (gross dividend/share of RON **0.1405063951**)

- Increasing the share capital with RON 471,041,660 by issuing free shares. (**0.1084989600** free TLV shares are granted for each previously held share).

Dividends due to the shareholders registered in the shareholders register held by the Central Depository S.A. on June 5, 2018 - registration date, were paid starting with June 15, 2018 – payment date.

The last day to request the payment of the dividends for 2017 is June 15, 2021.

Following the increase, the share capital of the Bank worth 4,341,439,404 RON will increase to 4,812,481,064 RON, divided into 4,812,481,064 shares with a nominal value of 1 RON/share.

The legal procedures for the registration of the share capital increase required by the capital market authorities (the Financial Supervision Authority, the Central Depository) are to be finalized.

3.3 Changes in the management structure of the bank (board, executive level etc.):

At the level of Board of Directors of Banca Transilvania S.A., at the General Meeting of the Shareholders from 25 April 2018, the new Board of Directors was elected for the mandate 2018 - 2022, having the following members: Horia Ciorcila, Costel Lionachescu Costel Ceocea, Mirela Ileana Bordea, Vasile Puscas, Thomas Grasse, Ivo Gueorguiev.

At the level of executive management, Mr. Andrei Dudoiu (Deputy Chief Executive Officer) has ended his contract starting with 31 March 2018.

In the first half of 2018 Mrs. Mihaela Nadasan was appointed as Deputy Chief Executive Officer and Mr. Calin Cosmin Antoine Constantin as Executive Manager; the procedures for their approval by the National Bank of Romania are currently in progress.

4. SIGNIFICANT TRANSACTIONS:

Banca Transilvania signed on April 3, 2018 the documents regarding the completion of the transaction for the acquisition of the majority stake (99.15%) held by Eurobank Group in the social capital of Bancpost S.A. Within the transaction, BT also acquires participations in the share capital of the companies in the Eurobank Group in Romania, namely ERB Retail Services IFN SA and ERB Leasing IFN SA.

Banca Transilvania became the owner of the majority stake (99.15%) owned by Eurobank Group at Bancpost, respectively of the shares held at ERB Retail Services IFN and ERB Leasing IFN. Once with the completion of the transaction between Eurobank Group and BT, the integration process of these entities within Banca Transilvania Financial Group starts.

Banca Transilvania S.A. handed in a purchase offer of the minority shareholdings in Banc Post S.A. The offer targets the acquisition of 25,146,694 shares from BP's share capital, that is 0.85325% of total voting shares.

The price/share was RON 0.2848 (the price paid by BT to Eurobank Group), and the takeover offer was valid from 25 April until 20 June 2018, for any interested BP shareholder.

Banca Transilvania will inform the investors about the results of the acquisition offer immediately after the completion of the procedure

On May 3, 2018, the mandatory takeover of the securities offer, issued by Victoriabank SA, was completed under the provisions of the Moldovan capital market legislation.

During the offer performance period (14 February - 24 April 2018), 80 sales forms were received, amounting to 1,356,058 securities, which represents 5,42% of the total issued shares. The total amount paid for the purchased securities, under the offer, is MDL 106,057,296.18.

As a result of the completion of the offer, Banca Transilvania has an indirect holding of 44,62% of the share capital of Victoriabank SA, BT and the European Bank for Reconstruction and Development, holding 72,19% of the share capital of the credit institution.

There was no information concerning significant major transactions concluded by BT with the persons it cooperates with or in which such persons were involved during the first half of 2018.

ANNEX: The present report has copies of the following documents attached:

- Summarized consolidated and separate financial statements according the International Financial Reporting Standards (IFRS) as endorsed by the European Union as at June 30, 2018
- Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income;
- Separate and consolidated statement of financial position;
- Separate and consolidated statement of changes in equity;
- Separate and consolidated statement of cash flow;
- Notes to the summarized separate and consolidated financial statements;

- The statement of the Deputy CEO of Banca Transilvania assuming the responsibility for the summarized financial statements for the first semester of 2018
- The ownership structure of Banca Transilvania as at June 30, 2018;
- Copies of supporting documents for all amendments made to the Articles of Incorporation

Note: The financial statements for H1 2018 were revised by PricewaterhouseCoopers Audit SRL – the external auditor of Banca Transilvania S.A.

**CHAIRMAN OF THE BOARD OF
DIRECTORS**

HORIA CIORCILA

CHIEF EXECUTIVE OFFICER

ÖMER TETİK

**SHAREHOLDERS STRUCTURE AT
30.06.2018**

EXPLANATIONS	No. Persons	No. Shares	Percentage %
ROMANIAN CAPITAL	29,844	2,409,262,291	55.49
retail	29,195	864,944,938	19.92
companies	649	1,544,317,353	35.57
of which FICs (Financial Investment Companies)	4	652,942,551	15.04
FOREIGN CAPITAL	972	1,932,177,113	44.51
retail	668	48,003,903	1.11
companies	304	1,884,173,210	43.40
TOTAL GENERAL	30,816	4,341,439,404	100.00