

## First Quarter Report 2025

Report date: 15.05.2025

Issuer Name: ARTEGO S,A.

Headquarters: Tg. Jiu, Ciocirlau street no. 38, Gorj County.

Registration no.at ORC: J18/1120/1991

VAT: RO215748

Capital : 20.286.865 lei

Trading market: BVB Market

This report shows:

1. the financial statements as of 31 March 2025, prepared according to IFRS, namely:

-Situation of the financial position

- Overall result

2. explanatory notes;

3. Statement of changes in equity at 31.03.2025

4. Statement of cash flows at 31.03.2025

5. the economic and financial indicators mentioned in Annex 13 of ASF Regulation no. 5/2018;

We mention that the financial information as of 31 March 2025 was not audited

## Individual Financial Statements

### FINANCIAL POSITION SITUATION ON 31.12.2024 and 31.03.2025

(Amounts are expressed in RON unless otherwise stated)

| Name of indicators                          | <u>31/12/2024</u>  | <u>31/03/2025</u>  |
|---|--------------------|--------------------|
| <b>ASSETS</b>                               |                    |                    |
| <b>Fixed assets</b>                         | <b>35,621,382</b>  | <b>35,080,178</b>  |
| <i>Tangible assets</i>                      | 30,396,260         | 30,053,282         |
| <i>Intangible assets</i>                    | 5,225,122          | 5,026,896          |
| <i>Financial asse</i>                       |                    |                    |
| <b>Current assets</b>                       | <b>78,547,610</b>  | <b>76,933,412</b>  |
| <i>Stocks</i>                               | 51,902,595         | 48,672,165         |
| <i>Commercial receivables</i>               | 19,119,474         | 26,365,050         |
| <i>Financial assets of which</i>            | 14,397             | 14,397             |
| <i>available for sale</i>                   | 14,397             | 14,397             |
| <i>Cash and cash equivalents</i>            | 7,309,228          | 1,678,484          |
| <i>Prepayments</i>                          | 201,916            | 203,316            |
| <b>TOTAL ASSETS</b>                         | <b>114,168,992</b> | <b>112,013,590</b> |
| <b>OWN CAPITAL AND LIABILITIES</b>          |                    |                    |
| <b>Own capitals</b>                         |                    |                    |
| <i>Subscribed and paid-up share capital</i> | 20,286,865         | 20,286,865         |
| <i>Other equity items</i>                   | 555,214            | 544,392            |
| <i>Reserves from reevaluation</i>           | 26,898,248         | 26,880,925         |
| <i>Legal reserves</i>                       | 4,057,373          | 4,057,373          |
| <i>Other reserves</i>                       | 35,620,669         | 33,892,038         |
| <i>Own actions</i>                          |                    |                    |
| <i>Social Capital Adjustment</i>            | 89,052,449         | 89,052,449         |
| <i>Reported result( without IAS 29)</i>     | 4,793,307          | 3,568,593          |
| <i>Reported result( with IAS 29)</i>        | -89,052,449        | -89,052,449        |
| <i>Current profit</i>                       | 1,332,223          | -262,654           |
| <i>Profit Distribution</i>                  | -1,147,156         |                    |
| <b>Total own capitals</b>                   | <b>92,396,743</b>  | <b>88,967,532</b>  |
| <b>Long-term debt</b>                       |                    |                    |
| <i>Investment grants</i>                    | 2,052,075          | 2,017,099          |
| <i>Other long-term debts</i>                | 8,465              | 8,661              |
| <i>Long-term provisions</i>                 |                    |                    |
| <b>Total long-term debt</b>                 | <b>2,060,540</b>   | <b>2,025,760</b>   |

|  |                    |                    |
|--|--------------------|--------------------|
| <b>Current debts</b>                   |                    |                    |
| <i>Investment grants</i>               | 139,904            | 139,904            |
| <i>Commercial and other debts</i>      | 9,775,857          | 8,457,272          |
| <i>Short-term loans</i>                |                    |                    |
| <i>Tax and current tax liabilities</i> | 9,795,948          | 12,423,122         |
| <i>Short-term provisions</i>           |                    |                    |
| <b>Total current debts</b>             | <b>19,711,709</b>  | <b>21,020,298</b>  |
| <b>Total debts</b>                     | <b>21,772,249</b>  | <b>23,046,058</b>  |
| <b>TOTAL OWN CAPITALS AND DEBTS</b>    | <b>114,168,992</b> | <b>112,013,590</b> |

**SITUATION OF THE GLOBAL RESULT  
at 31 march 2025**

| Crt<br>No. | NAME OF INDICATORS                           | 31.03.2024 | 31.03.2025 |
|------------|--|------------|------------|
|            |  |            |            |
| 1.         | Net turnover of which                        | 34.784.642 | 34.875.525 |
|            | Revenues from the sold production            | 34.185.408 | 34.547.452 |
|            | Revenues from the sale of goods              | 675.374    | 365.389    |
|            | Commercial discounts granted                 | 76.140     | 37.316     |
| 2.         | Revenues from stored production              | 2.650.184  | 2.673.081  |
| 3.         | Revenues from the production of fixed assets | 92.431     | 130.242    |
| 4.         | Revenues from fixed assets intended for sale | -          | -          |
| 5.         | Other revenues from exploitation             | -          | -          |
| 6.         | Other operating revenues                     | 464.810    | 188.490    |
| 1.         | OPERATING INCOME                             | 37.992.067 | 37.867.338 |
| 7.         | Expenditure on goods                         | 598.663    | 316.645    |
| 8.         | Material expenses                            | 22.869.860 | 24.072.933 |

|      |   |            |            |
|------|---|------------|------------|
| 9.   | Expenses with works and services performed by third parties | 1.765.038  | 1.500.597  |
| 10.  | Expenses with taxes and fees                                | 360.390    | 335.489    |
| 11.  | Staff costs   | 11.630.832 | 10.837.737 |
| 12.  | Other operating expenses                                    | 101.644    | 128.448    |
| 13.  | Depreciation and amortization expenses                      | 910.706    | 906.843    |
| II.  | OPERATING EXPENDITURE                                       | 38.237.133 | 38.098.692 |
| A.   | RESULT FROM EXPLOITATION                                    |            |            |
|      | - PROFIT  |            |            |
|      | - LOSS  | 245.066    | 231.354    |
| III. | FINANCIAL REVENUES  | 20.849     | 14.054     |
| IV.  | FINANCIAL EXPENSES  | 95.024     | 56.176     |
| B.   | FINANCIAL RESULT  | -74.175    | -42.122    |
| V.   | EXCEPTIONAL REVENUES  | -          | -          |
| VI.  | EXCEPTIONAL EXPENSES  | -          | -          |
| C.   | EXCEPTIONAL RESULT (LOSS)                                   | -          | -          |
| VII. | TOTAL REVENUES  | 38.012.916 | 37.881.392 |
| VIII | TOTAL EXPENSES  | 38.332.157 | 38.154.868 |
| D.   | GROSS RESULT  |            |            |
|      | - PROFIT  |            |            |
|      | - LOSS  | 319.241    | 273.476    |
|      | TAX   | -          | -          |
| E    | REVENUES FROM BENEFIT FROM PROFIT                           | 26.163     | 10.822     |
| F.   | NET RESULT  |            |            |
|      | - PROFIT  |            |            |

|    |                  |           |           |
|----|------------------|-----------|-----------|
|    | - LOSS           | 293.078   | 262.654   |
| G. | Number of shares | 8.114.746 | 8.114.746 |
| H. | Output per share |           |           |

# Notes to the financial statements

## For the financial year ended 31 March 2025

### 1. Reporting entity

SC ARTEGO SA TG-JIU, (the Company) was established in 1991 and operates in Romania in accordance with the provisions of Law 31/1990 on commercial companies and Law 297/2004 on the capital market.

The Company is headquartered in Strada Ciocarlau no. 38, Tg-Jiu Municipality, Gorj County.

According to the statute, the main field of activity of the Company has the CAEN code 2212 “Manufacture of other rubber products”.

The records of shares and shareholders are kept in accordance with the law by the Central Depository.

### (a) 2. Basics of drafting

#### Declaration of conformity

The separate financial statements have been prepared in accordance with the International Financial Reporting Standards (“IFRS”) adopted by the European Union and in accordance with the provisions of OMFP 2844/2016 with subsequent amendments and supplements.

The Company applies the International Financial Reporting Standards as approved by the European Union in preparing the separate financial statements closed on 31 March 2025 in accordance with OMF no. 881/2012. This order specifies that starting with the financial year 2012 the annual financial statements will be prepared in accordance with IFRS, this order being applicable to commercial companies whose securities are admitted to trading on a regulated market.

The Company’s accounting records are maintained in lei, in accordance with the Romanian Accounting Regulations (“RCR”). These accounts have been restated to reflect the differences between the accounts under RCR and those under IFRS. Accordingly, the accounts under RCR have been adjusted, where necessary, to bring these separate financial statements into line, in all material respects, with IFRS.

### (b) Presentation of financial statements

The separate financial statements are presented in accordance with the requirements of IAS 1 “Presentation of Financial Statements”.

**(c) Basis of evaluation**

The separate financial statements are prepared at historical cost, except for certain classes of tangible assets that are revalued.

The share capital is adjusted in accordance with International Accounting Standard (“SIC”) 29 (“Financial Reporting in Hyperinflationary Economies”) until December 31, 2003.

The management believes that the Company will operate in the foreseeable future and, consequently, the application of the going concern principle in the preparation of the financial statements is considered appropriate. The separate financial statements are presented in accordance with the requirements of IAS 1 “Presentation of Financial Statements”. The Company has adopted a presentation based on liquidity in the balance sheet and a presentation of income and expenses according to their nature in the profit and loss account, considering that these methods of presentation provide information that is credible and more relevant than those that would otherwise be presented.

**(d) Functional and presentation currency**

The Company's management considers that the functional currency, as defined by IAS 21 “The Effects of Changes in Foreign Exchange Rates”, is LEI or RON. The separate financial statements are presented in RON, rounded to the nearest RON, the currency that the Company's management has chosen as the presentation currency.

**(e) Use of estimates and judgments**

The preparation of financial statements in accordance with IFRS as adopted by the European Union requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and assumptions associated with these estimates are based on historical experience and other factors considered reasonable in the context of these estimates. The results of these estimates form the basis for judgments regarding the carrying amounts of assets and liabilities that cannot be obtained from other sources of information. The results obtained may differ from the values of the estimates.

The estimates and assumptions underlying them are reviewed periodically. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period in which the estimate is revised and future periods if the revision affects both the current period and future periods.

Judgments made by management in applying IFRS have a significant effect on the financial statements as well as estimates that involve significant risk.

## **2. Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these separate financial statements.

### **(a) Subsidiaries and associated entities**

Subsidiaries are entities under the control of the Company. Control exists when the Company has the power to govern, directly or indirectly, the financial and operating policies of an entity so as to obtain benefits from its activities. Associates are those entities in which the Company can exercise significant influence, but not control, over the financial and operating policies.

The Company does not own any associates.

### **(b) Foreign currency transactions**

Transactions denominated in foreign currency are recorded in lei at the official exchange rate on the date of the transaction settlement. Monetary assets and liabilities denominated in foreign currencies on the balance sheet date are converted into the functional currency at the exchange rate on that day. Gains or losses from their settlement and from the conversion using the exchange rate at the end of the month or at the end of the financial year of monetary assets and liabilities denominated in foreign currency are recognized in the profit and loss account.

### **c) Financial Instruments**

#### **Financial risk management**

The Company is exposed to the following risks arising from financial instruments: market risk (interest rate risk and currency risk), credit risk and liquidity risk. The Company's management focuses on the unpredictability of the financial market and seeks to minimize the potential adverse effects on the Company's financial performance. Market risk is the risk that changes in market prices, as well as currency exchange and interest rates, will affect the Company's income.

The Company has no formal commitments to combat financial risks. Despite the absence of formal commitments, financial risks are monitored by the Company's management, focusing on the Company's needs to effectively deal with opportunities and threats.

### **Interest rate risk**

The Company's operating cash flows are affected by interest rate fluctuations, mainly due to foreign currency loans obtained from financing banks.

The cash risk determined by the interest rate is the risk that interest, and therefore the expense with it, will fluctuate.

### **Currency risk**

The Company may be exposed to currency exchange rate fluctuations through cash and cash equivalents, receivables or trade payables denominated in foreign currency.

The currency used on the domestic market is the Romanian leu. The Company is exposed to currency risk on cash and cash equivalents, purchases and loans made in a currency other than the one used on the domestic market. The currencies that expose the Company to this risk are mainly EUR, USD and GBP. Foreign currency loans are subsequently expressed in lei, at the exchange rate of the last banking day of each month, communicated by the National Bank of Romania. The resulting differences are included in the profit and loss account.

### **Credit risk**

Credit risk is the risk that the Company will incur a financial loss as a result of a customer or counterparty to a financial instrument failing to meet its contractual obligations, and this risk arises mainly from trade receivables and cash and cash equivalents.

As of March 31, 2025, the Company holds cash and cash equivalents in the amount of 1,678,484 lei. Cash and cash equivalents are held with the following banks: BRD, Unicredit Tiriac, ING Bank.

### **Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulties in meeting its obligations associated with financial liabilities that are settled in cash or by transferring another financial asset.

A prudent liquidity risk management policy involves maintaining sufficient cash and cash equivalents, the availability of financing through adequate credit facilities. The Company's liquidity policy is to maintain sufficient liquid resources to be able to honor obligations as they fall due.

### **Fair value of financial instruments**

Fair value is the amount at which a financial instrument can be exchanged in an orderly transaction, other than in a liquidation or forced sale. Fair values are obtained from quoted market prices or cash flow models, as appropriate. As of March 31, 2025, cash and cash equivalents, trade payables and other payables approximate their fair value due to their short maturities. Management believes that the estimated value of these instruments approximates their carrying value.

### **Capital risk management**

The Company's objectives when managing capital are to preserve the Company's ability to continue as a going concern in order to obtain benefits for shareholders and other stakeholders and to maintain an optimal capital structure in order to reduce the cost of capital.

### **Accounting for the effect of hyperinflation**

In accordance with IAS 29 and IAS 21, the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy must be presented in the measuring unit current at the balance sheet date (non-monetary items are restated using a general price index at the date of acquisition or contribution).

According to IAS 29, an economy is considered to be hyperinflationary if, among other factors, the cumulative rate of inflation over a three-year period exceeds 100%.

The continued decline in the inflation rate and other factors related to the characteristics of the economic environment in Romania indicate that the economy whose functional currency was adopted by the Company has ceased to be hyperinflationary, with effect on the financial periods starting with January 1, 2004. Therefore, the provisions of IAS 29 have been adopted in the preparation of the separate financial statements up to December 31, 2003.

Thus, the values expressed in the current measuring unit as of December 31, 2003 are treated as the basis for the accounting values reported in these separate financial statements and do not represent assessed values, replacement cost, or any other measurement of the current value of the assets or the prices at which transactions would take place at this time.

For the purpose of preparing the separate financial statements as of December 31, 2012, the Company adjusted the share capital (non-monetary item) to be expressed in the current measuring unit as of December 31, 2003.

### **Tangible assets**

Tangible fixed assets are assets that: are held by an entity for use in the production of goods or services, for rental to third parties or for administrative purposes, and are used for a period of more than one year.

The acquisition cost includes the purchase price, import duties and other taxes (except for those that the legal entity can recover from the tax authorities), transport, handling and other expenses that can be directly attributed to the acquisition of the respective goods.

The valuation of tangible fixed assets at the balance sheet date is carried out at cost, less accumulated depreciation and impairment adjustments, or at the revalued amount, this being the fair value at the date of the revaluation, less any subsequent accumulated depreciation and any subsequent accumulated impairment losses.

The depreciation periods are as follows:

Buildings and structures            40-60 years

Equipment                            15-40 years

Transportation vehicles            5-8 years

Office furniture and equipment    3-5 years

### **Intangible assets**

An intangible asset is an identifiable, non-monetary asset without a physical substance that is held for use in the production or supply of goods or services, for rental to third parties or for administrative purposes.

An intangible asset meets the criterion of being identifiable when:

- it is separable, that is, it can be separated or divided from the entity and sold, transferred, licensed, leased or exchanged, either individually or together with a corresponding contract, an identifiable asset or an identifiable liability or arises from contractual or other legal rights, regardless of whether those rights are transferable or separable from the entity or from other rights and obligations.

Intangible assets acquired by the Company are presented at cost less accumulated amortization and the provision for impairment of intangible assets. Amortization is recognized in the income statement based on the straight-line method over the estimated useful life of the intangible assets.

## **Receivables**

Trade receivables are initially recorded at the invoiced value and subsequently those in foreign currency are valued at the exchange rate communicated by the National Bank of Romania on the last banking day of the month. A depreciation provision is established when there is clear evidence that the receivables will not be collected on the established deadline..

## **Stocks**

Inventories consist of:

- raw materials, supplies, spare parts and other consumables to be used in the Company's core business.

These materials are recorded as inventories at the time of acquisition and are expensed at the time of consumption.

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is determined using the FIFO method and includes the expense incurred in purchasing the inventories.

## **Cash availability**

Cash and cash equivalents include cash, current accounts, bank deposits, meal vouchers, stamps, as well as checks and promissory notes received by the Company..

## **Revaluation reserves**

After recognition as an asset, an item of property, plant and equipment whose fair value can be measured reliably is carried at a revalued amount, which is its fair value at the date of the revaluation less any subsequent accumulated depreciation and any accumulated impairment losses. Revaluations must be made with sufficient regularity to ensure that the carrying amount does not differ materially from what would have been determined using fair value at the balance sheet date.

If the carrying amount of an asset is increased as a result of a revaluation, this increase must be recorded directly in equity under the item "Revaluation reserves". However, the increase is recognized in profit or loss to the extent that it offsets a decrease in the revaluation of the same asset previously recognized in profit or loss.

If the carrying amount of an asset is decreased as a result of a revaluation, this decrease is recognized in profit or loss. However, the decrease must be debited directly from equity in the item "Revaluation reserves" to the extent that there is a credit balance in the revaluation surplus for this asset

The revaluation surplus included in equity related to a tangible fixed asset item is transferred directly to retained earnings as the revalued tangible fixed asset is depreciated and when the asset is recognized.

Starting with May 1, 2009, the statutory reserves from the revaluation of fixed assets, including land, made after January 1, 2004, which are deducted in the calculation of taxable profit through fiscal depreciation or expenses related to assets sold and/or scrapped, are taxed concurrently with the deduction of fiscal depreciation, respectively, at the time of the disposal of these fixed assets.

The statutory reserves from the revaluation of fixed assets, including land, carried out until December 31, 2003 plus the portion of the revaluation carried out after January 1, 2004 relating to the period up to April 30, 2009, will not be taxed at the time of transfer to reserves representing the surplus realized from the revaluation reserves. The reserves realized are taxed in the future, in the event of a change in the destination of the reserves in any form, in the event of liquidation, merger, including its use to cover accounting losses, with the exception of the transfer after May 1, 2009, of reserves related to evaluations carried out after January 1, 2004, which are taxed simultaneously with the deduction of fiscal depreciation.

### **Share capital**

The Company recognizes changes to the share capital under the conditions provided by the legislation in force, only after their approval in the General Meeting of Shareholders and their registration with the Trade Register Office.

### **Dividends**

Dividends are recognized as a liability in the period in which their distribution is approved.

### **Suppliers and similar accounts**

Trade and other payables include the value of invoices issued by suppliers for finished products manufactured, works performed and services provided.

### **Loans**

Borrowings are initially recognized at fair value, net of transaction costs. Subsequent to initial recognition, loans are recorded at amortized cost, with any difference between cost and redemption value being recognized in the profit and loss account over the period of the loan.

### **Income tax**

Income tax expense comprises current tax and deferred tax. Current tax and deferred tax are recognized in the income statement except when they are recognized directly in equity or other comprehensive income.

## **Current tax**

Current tax represents the tax expected to be paid or received on taxable income or deductible loss realized in previous years, using tax rates enacted or substantially enacted at the reporting date, as well as any adjustment regarding income tax obligations relating to previous years.

## **Deferred tax**

Deferred tax is recognized for temporary differences arising between the carrying amount of assets and liabilities used for financial reporting purposes and the tax base used for tax purposes. The measurement of deferred tax reflects the tax consequences that would arise from the manner in which the Company expects, at the end of the reporting period, to recover or settle the value of its assets and liabilities. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer possible to realize the related tax benefit.

## **Employee Benefits**

### *Short-term employee benefits*

Short-term benefit obligations are measured without discounting and are recognized as expenses as the services are rendered. A provision is recognized at the estimated amount to be paid for short-term benefits in the form of bonuses or employee profit sharing, only if the Company has a present, legal or constructive obligation to pay this amount in return for past service rendered by the employees, and this obligation can be estimated at fair value. Short-term employee benefits are mainly represented by salaries.

In the normal course of business, the Company makes payments on behalf of its employees to the pension fund. All of the Company's employees are members of the Romanian State pension plan.

## **Financing costs**

The Company does not capitalize borrowing costs because it does not have long-term loans.

Interest income and interest expenses are recognized in the profit and loss account when paid.

## **Grants**

Grants are initially recognized as deferred income at fair value when there is reasonable assurance that they will be received and the Company will comply with the conditions associated with the grants, and are then recognized in the income statement as other income over the life of the asset to which they relate. Grants are related to assets. Non-reimbursable funds are recognized as assets when there is reasonable assurance that they will be received and that the related conditions will be met.

## **Provisions**

A provision is recognized when, and only when, the following conditions are met: The Company has a present obligation (legal and constructive) as a result of a past event; it is probable (i.e., more likely than not) that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

### **Earnings per share**

In accordance with SIC33 "Earnings per Share", earnings per share are calculated by dividing the profit or loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The weighted average number of shares outstanding during the period is the number of shares at the beginning of the period, adjusted by the number of shares issued, multiplied by the number of months the shares have been outstanding during the period.

Dilution is a reduction in earnings per share or an increase in losses per share resulting from the assumption that convertible instruments are converted, that options or warrants are exercised, or that ordinary shares are issued upon the satisfaction of certain specified conditions. The purpose of diluted earnings per share is consistent with that of basic earnings per share, namely, to assess the interest of each ordinary share in the performance of an entity.

### **Contingente**

Contingent liabilities are not recognized in the accompanying financial statements. They are disclosed when an outflow of resources embodying economic benefits becomes possible rather than probable.

A contingent asset is not recognized in the accompanying financial statements, but is disclosed when an inflow of economic benefits is probable.

### **Segment reporting**

A segment is a distinct component of the Company that provides certain products or services (activity segment) or provides products or services in a particular geographical environment (geographical segment) and that is subject to risks and rewards that are different from those of other segments.

The Company carries out its operations in a single location in Romania. The Company's management considers the operation in its entirety as a "single segment".

The operating segments are examined in a consistent manner by the entity's chief operating decision maker in order to make decisions regarding the allocation of resources by segments and the evaluation of its performance, and for which separate financial information is available.

An entity must report revenues from external customers for each product and service or for similar products or services, unless the necessary information is not available and the cost of preparing it would be excessive, in which case this fact must be presented. The reported revenue values must take into account the financial information used to prepare the entity's financial statements.

### **The implications of the new International Financial Reporting Standards (IFRS EU)**

*New standards and interpretations as approved by the European Union*

A number of new standards, amendments to standards and interpretations are applicable to annual periods beginning after 1 January 2012 and have not been applied in the preparation of these separate financial statements. None of the new standards are expected to have a significant effect on the Company's financial statements.

New standards not yet applicable at 31 March 2025

International Accounting Standard ( SIC ) 19 (2011 ) Employee Benefits (effective for periods beginning on or after 1 January 2013).

This amendment is not relevant to the Company's financial statements, as the Company's current policy is to immediately recognize gains and losses in the profit and loss account.

### **Stocks**

On March 31, 2025, compared to December 31, 2024, the inventories are as follows:

| <b>Elements</b>                          | <b>31 dec 2024</b> | <b>31 march 2025</b> |
|--|--------------------|----------------------|
| <b>1. Raw materials and consumables</b>  | 29.616.696         | 25.414.139           |
| <b>2. Fixed assets held for sale</b>     | 50.289             | 50.289               |
| <b>3. Work in progress</b>               | -                  | -                    |
| <b>4. Finished goods and merchandise</b> | 22.057.442         | 23.117.954           |

|                    |                   |                   |
|--------------------|-------------------|-------------------|
| <b>5. Advances</b> | 178.168           | 89.783            |
| <b>TOTAL</b>       | <b>51.902.595</b> | <b>48.672.165</b> |

**Customers and similar accounts**

On March 31, 2025, compared to December 31, 2024, the customers and similar accounts are presented as follows:

| <b>Elements</b>            | <b>31 dec. 2024</b> | <b>31 march 2025</b> |
|----------------------------|---------------------|----------------------|
| <b>1.Trade receivables</b> | 17.578.910          | 22.655.775           |
| <b>2.Advances paid</b>     | 16.974              | 2.543                |
| <b>3.Other receivables</b> | 1.523.590           | 3.706.732            |
| <b>TOTAL</b>               | <b>19.119.474</b>   | <b>26.365.050</b>    |

During the period January 1, 2025-March 31, 2025, the Company recorded exports as follows:

EURO

|                |              |
|----------------|--------------|
| ENGLAND        | 810.340,29   |
| BELGIUM        | 69.826,47    |
| BOSNIA         | 11.116,84    |
| CZECH REPUBLIC | 4.512,00     |
| ESTONIA        | 3.780,00     |
| FINLAND        | 86.078,40    |
| GERMANY        | 1.996.789,17 |
| ITALY          | 84.485,69    |

|             |              |
|-------------|--------------|
| MACEDONIA   | 1.337,04     |
| NETHERLANDS | 459.962,47   |
| POLAND      | 110.485,90   |
| SERBIA      | 101.764,52   |
| SLOVAKIA    | 45.265,40    |
| SPAIN       | 1.451.279,62 |
| SWEDEN      | 319.461,94   |
| UKRAINE     | 33.343,20    |
| HUNGARY     | 32.274,54    |
| TOTAL       | 5.622.103,49 |

**Financial assets of which available for sale**

On March 31, 2025, compared to December 31, 2024, short-term investments are presented as follows:

| Elements               | 31 dec. 2024  | 31 march 2025 |
|------------------------|---------------|---------------|
| Short-term investments | 14.397        | 14.397        |
| <b>TOTAL</b>           | <b>14.397</b> | <b>14.397</b> |

The balance as of March 31, 2025 in the amount of 14,397 lei is represented by the equivalent value of shares purchased in previous years from IFB Invest Tg-Jiu, which has since been dissolved.

The share of financial assets held for sale in the company's capital is insignificant.

The company does not hold interests in other companies. In this regard, the company has not received dividends from other companies.

### **Advance expenses**

As of March 31, 2025, compared to December 31, 2024, the expenses incurred in advance are presented as follows:

| <b>Elements</b>         | <b>31 dec. 2024</b> | <b>31 march 2025</b> |  |
|-------------------------|---------------------|----------------------|--|
| <b>Advance expenses</b> | 201.916             | 203.316              |  |
| <b>TOTAL</b>            | <b>201.916</b>      | <b>203.316</b>       |  |

The balance as of March 31, 2025, in the amount of 203,316 lei, represents expenses incurred in advance for: insurance in favor of banks for loans granted, car vignettes, professional training courses, rent paid in advance for the rental of various equipment.

### **Cash and cash equivalents**

As of March 31, 2025, compared to December 31, 2024, cash and cash equivalents are as follows:

| <b>Elements</b>                               | <b>31 dec. 2024</b> | <b>31 march 2025</b> |  |
|---|---------------------|----------------------|--|
| <b>Current accounts at banks and deposits</b> | 7.244.640           | 1.493.556            |  |
| <b>Cash in lei</b>                            | 6.317               | 8.742                |  |
| <b>Cash in foreign currency</b>               | -                   | -                    |  |
| <b>Other cash equivalents</b>                 | 58.271              | 176.186              |  |
| <b>TOTAL</b>                                  | <b>7.309.228</b>    | <b>1.678.484</b>     |  |

### ***Social Capital***

As of March 31, 2025, the share capital includes the effects of restatements recorded in previous years in accordance with the application of "SIC" 29 "Financial Reporting in Hyperinflationary Economies. The reconciliation of the share capital is presented as follows:

Share capital (nominal value) 20,286,865 Differences related to restatement according to SIC 29 89,052,449

Balance of share capital (restated) **109.339.314**

At the end of the reporting period, the Company's fully subscribed and paid-up share capital of 20,286,865 lei is divided into 8,114,746 ordinary shares with a nominal value of 2.5 lei per share and corresponds to that registered with the Trade Register Office.

The shareholding structure as of March 31, 2025 is as follows:

| Shareholders  | Nominal value per share | Number of shares held | Total amount         | % of share capital |
|---|-------------------------|-----------------------|----------------------|--------------------|
| PAS ARTEGO EMPLOYEES ASSOCIATION  | 2,50                    | 6.968.820             | 17.422.050,00        | 85,8785%           |
| Individual shareholders   | 2,50                    | 1.110.275             | 2.775.687,50         | 13,6822%           |
| Other legal entities  | 2,50                    | 35.649,00             | 89.122,50            | 0,4393%            |
| ROMANIAN STATE THROUGH THE AUTHORITY FOR THE ADMINISTRATION OF STATE ASSETS | 2,50                    | 2                     | 5,00                 | 0,0000%            |
| <b>TOTAL</b>  | <b>2,50</b>             | <b>8.114.746</b>      | <b>20.286.865,00</b> | <b>100,000%</b>    |

*Legal reserves*

The legal reserve amounts to 4,057,373 lei as of March 31, 2025. The company transferred 5% of the annual accounting profit (Law 571/2003) to the legal reserve, the cumulative balance reaching 20% of the paid-up share capital.

#### ***Revaluation reserves***

The revaluation reserve amounts to 26,880,925 lei as of March 31, 2025.

#### ***Other reservations***

As of March 31, 2025, compared to December 31, 2024, other reserves record the following levels:

| <b>Elements</b>                  | <b>31 dec. 2024</b> | <b>31 march 2025</b> |
|----------------------------------|---------------------|----------------------|
| <b><i>Other reservations</i></b> | 35.620.669          | 33.892.038           |
| <b>Total</b>                     | <b>35.620.669</b>   | <b>33.892.038</b>    |

#### **Other equity items**

On March 31, 2025, the amount of 544,392 lei represents the deferred tax related to the revaluations in balance carried out after January 1, 2004, reduced by the deferred tax related to the amortization of the revaluation recorded on costs in the first 3 months of 2025.

#### **Investment subsidies**

| <b>Elements</b>                | <b>31 dec. 2024</b> | <b>31 march 2025</b> |
|--------------------------------|---------------------|----------------------|
| <b>1. Investment subsidies</b> | 2.191.979           | 2.157.003            |
| <b>Total</b>                   |                     |                      |

#### **Short-term loans**

The company has credit lines with INTESA and ING BANK as follows:

| Bank             | 31.12.2024 |           | 31.03.2025 |         |
|------------------|------------|-----------|------------|---------|
|                  | Approved   | Use       | Approved   | Use     |
| ING BANK(SGB)lei | 5.000.000  | 1.059.404 | 5.000.000  | 604.085 |
| ING BANK EUR     | 4.250.000  | -         | 4.250.000  | 0       |
| INTESA EUR       | 500.000    | -         | -          | -       |

### ***Long-term loans***

The company has no long-term loans contracted with banks or other financial institutions.

### **Earnings per share**

On March 31, 2025 compared to March 31, 2024, the earnings per share are:

|  | 31 march 2024   | 31 march 2025   |
|--|-----------------|-----------------|
| <b>Profit for the period</b>                                     | <b>-293.078</b> | <b>-262.654</b> |
| Number of ordinary shares at the beginning and end of the period | 8.114.746       | 8.114           |
| <b>Basic and diluted earnings per share (lei/share)</b>          | -               | -               |
| <b><u>Other taxes and social security obligations</u></b>        |                 |                 |

| <b>Elements</b>                                | <b>31 march 2025</b> |
|--|----------------------|
| 1. State budget                                | <b>414.330</b>       |
| - profit tax                                   | 102.958              |
| - dividend tax                                 | -                    |
| - wage income tax                              | 239.783              |
| - employment insurance contribution            | 71.589               |
| - VAT payment                                  | -                    |
| <b>2. Special Fund Budgets</b>                 | <b>379.256</b>       |
| - CASS   | 358.584              |
| - medium background                            | 239                  |
| - solidarity fund for people with disabilities | 20.433               |
| <b>3. Social security budgets</b>              | <b>804.013</b>       |
| - CAS  | 804.013              |
| <b>4. Other taxes, fees, payments</b>          | <b>4</b>             |

**Operating income**

| <b>Elements</b> | <b>31 march 2024</b> | <b>31 march 2025</b> |
|-----------------|----------------------|----------------------|
| Production sold | 34.185.408           | 34.547.452           |

|  |                   |                   |
|--|-------------------|-------------------|
| Revenue from the sale of goods                     | 675.374           | 365.389           |
| Trade discounts granted                            | 76.140            | 37.316            |
| Revenue related to the cost of product inventories | 2.650.184         | 2.673.081         |
| Revenue from the production of fixed assets        | 92.431            | 130.242           |
| Revenue from fixed assets intended for sale        | -                 | -                 |
| Revenue from operating subsidies                   | -                 | -                 |
| Other operating income                             | 464.810           | 188.490           |
| <b>Total operating income</b>                      | <b>37.992.067</b> | <b>37.867.338</b> |

### **Cheltuieli din exploatare**

### **Operating expenses**

| <b>Elements</b>   | <b>31 march 2024</b> | <b>31 march 2025</b> |
|---|----------------------|----------------------|
| Expenses with raw materials and consumables             | 18.544.293           | 20.083.609           |
| Other material expenses                                 | 178.012              | 148.897              |
| Other external expenses (energy, water and natural gas) | 4.150.211            | 3.840.942            |
| Expenses related to goods                               | 598.663              | 316.645              |
| Trade discounts received                                | 2.713                | 572                  |

|   |                   |                   |
|---|-------------------|-------------------|
| Personnel expenses of which:                | 11.630.832        | 10.837.737        |
| -Salaries and allowances                    | 11.289.631        | 10.526.130        |
| -Insurance and social protection            | 341.201           | 311.607           |
| Tangible fixed assets adjustments of which: | 910.706           | 906.843           |
| -Expenses                                   | 910.706           | 906.843           |
| -Revenues                                   | -                 | -                 |
| Current assets adjustments of which:        | -                 | -                 |
| -Expenses                                   | -                 | -                 |
| -Revenues                                   | -                 | -                 |
| Other operating expenses of which           | 2.227.129         | 1.964.591         |
| Expenses related to external services       | 1.765.038         | 1.500.597         |
| Expenses with other taxes and duties        | 360.390           | 335.489           |
| Expenses related to                         | 57                | 57                |
| fixed assets intended for sale              | 101.644           | 128.448           |
| <b>Total Operating Expenses</b>             | <b>38.237.133</b> | <b>38.098.692</b> |

**Operating profit/loss**

| Elements                  | 31 march 2024 | 31 march 2025 |
|---------------------------|---------------|---------------|
| Operating Result (Profit) |               |               |

|                                      |                  |                  |
|--------------------------------------|------------------|------------------|
| Operating Result (Loss)              | 245.066          | 231.354          |
| <b>Total operating result (Loss)</b> | <b>(245.066)</b> | <b>(231.354)</b> |

**Net financial result**

| <b>Elements</b>                       | <b>31 march 2024</b> | <b>31 march 2025</b> |
|---------------------------------------|----------------------|----------------------|
| Income from exchange rate differences | 20.201               | 13.813               |
| Interest income                       | 14                   | 14                   |
| Other financial income                | 634                  | 227                  |
| <b>Total Financial Income</b>         | <b>20.849</b>        | <b>14.054</b>        |
| Interest expenses                     | 51.384               | 1.052                |
| Other financial expenses              | 43.640               | 55.124               |
| <b>Total Financial Expenses</b>       | <b>95.024</b>        | <b>56.176</b>        |
| <b>Net Financial Result (Loss)</b>    | <b>(74.175)</b>      | <b>(42.122)</b>      |

**Fiscal legislative framework**

The Romanian tax and legislative framework and its implementation in practice are subject to frequent changes and are subject to different interpretations by various regulatory authorities. Income tax returns are subject to review and correction by the tax authorities, generally for a period of five years from the date of their completion. Management believes that it has adequately recorded the tax obligations in the accompanying financial statements; however, there is a risk that the tax authorities may adopt different positions on the interpretation of these issues. The impact of these could not be determined at this date.

***GUARANTEES***

The Company, as of March 31, 2025, has the following assets mortgaged in favor of the financing banks to which it has committed credit lines as follows:

**ING BANK****SITUATION OF REAL ESTATE PROPERTIES**

| <b>CADASTRAL NO</b>                      | <b>MORTGAGED PROPERTY (LAND + CONSTRUCTIONS) - DESCRIPTION</b>   |
|--|--|
| <b>1315/2/1/1/8</b><br><b>CF 39574</b>   | - urban land with an area of 531 sq m together with the built-up building with an area of 215.14 sq m (commercial space)   |
| <b>4327</b><br><b>CF 47079</b>           | -urban land with an area of 1000 sq m  |
| <b>4296</b><br><b>CF 47074</b>           | - urban land with an area of 4760 sq m together with the built-up construction with an area of 12.42 sq m (deep well)  |
| <b>1315/2/1/1/2</b><br><b>CF 40066</b>   | -land area of 20,616 sq m + buildings:<br>1. conveyor belt hall (C56/1).   |
| <b>1315/2/1/1/5</b><br><b>CF 41270</b>   | -land with an area of 996 sqm together with a bread workshop (C11/2)   |
| <b>1315/2/1/1/6</b><br><b>CF 41263</b>   | -land with an area of 1,063 sqm together with a milk workshop (C11/1),<br>located in Tg Jiu, Ciocârlău Street, no. 38.   |
| <b>68884</b><br><b>CF 68884</b>          | -urban land with an area of 13,234 sqm + buildings:<br>1.warehouse - 81 sqm C1<br>2.industrial hall - 120 sqm (C2);<br>3.warehouse - 485 sqm (C3);<br>4.warehouse - 111 sqm (C4);<br>5.warehouse - 361 sqm (C5);<br>6-warehouse - 45 sqm (C6). |
| <b>1315/2/1/1/1/6</b><br><b>CF 47076</b> | -urban land with an area of 6,843 sqm + buildings:<br>1. workshop - 651 sqm (C1)<br>2. workshop - 627 sqm (C2)<br>3. school laboratory - 384 sqm (C3)<br>4. bathroom - 13 sqm (C4)<br>5. pool - 89 sqm (C5)<br>6. pool - 26 sqm (C6)           |

|                         |  |
|-------------------------|--|
|                         | 8. car workshop - 219 sqm (C8)   |
| 1315/2/1/1/9<br>CF39579 | -urban land with an area of 5047 sqm together with the drum reconditioned section (C59), located in Tg Jiu, Ciocarlau street, no. 38 |

**The status of ongoing litigation**

**ARTEGO S.A. – complainant**

| <b>Nr. crt.</b> | <b>No. Folder</b> | <b>the accused society</b> | <b>Object</b>        | <b>Request/<br/>The requested amount</b>                                      | <b>File status/<br/>Remarks</b>  |
|-----------------|-------------------|----------------------------|----------------------|---|--|
| 1               | 8207/62/2011      | CET Brasov                 | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 46,887.93 lei | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 46,887.93 lei; the bankruptcy procedure continues  |
| 2               | 60833/3/2011      | Munplast Bucuresti         | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 19,457.81 lei | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 19,457.81 lei, of which we recovered the amount of 5,000 lei; the bankruptcy procedure continues |
| 3               | 4163/95/2012      | Gastrom Group Targu -Jiu   | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 52,777.37 lei | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 52,777.37 lei; the bankruptcy procedure continues  |
| 4               | 887/90/2013       | Oltchim Ramnicu-Valcea     | Insolvency procedure | - admission to the debtor's creditors' table with the amount of               | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 19,946.68 lei; the   |

|   |               |  |                      |  |   |
|---|---------------|--|----------------------|--|---|
|   |               |  |                      | 19,946.68 lei  | bankruptcy procedure continues  |
| 5 | 9089/101/2013 | Severin Autonomous Administration for Nuclear Activities | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 1,439,815.78 lei | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 1,439,815.78 lei; the bankruptcy procedure continues          |
| 6 | 2570/63/2014  | Servicii Energetice Oltenia Craiova                      | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 3,188.77 lei     | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 2,486.37 lei; the bankruptcy procedure continues              |
| 7 | 528/95/2015   | Succes Nic Com Targu - Jiu                               | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 34,155.80 lei    | <b>- ongoing;</b><br>we were admitted to the bankruptcy court with the amount of 34,155.80 lei; the judicial reorganization procedure continues |
| 8 | 2575/85/2015  | Ambient Sibiu  | Insolvency procedure | - admission to the debtor's creditors' meeting with the amount of 1,240.00 lei   | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 1,240.00 lei; the bankruptcy procedure continues              |
| 9 | 3520/95/2015  | Ignifug Prest Targu-Jiu                                  | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 4,783.92 lei     | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 4,783.92 lei; the bankruptcy procedure continues              |

|    |                |  |                      |  |   |
|----|----------------|--|----------------------|--|---|
| 10 | 1396/90/2016   | CET Govora   | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 1,665,256.19 lei | <b>- ongoing;</b><br>we were admitted to the creditors' table with the amount of 1,665,256.19 lei; the judicial reorganization procedure continues                                    |
| 11 | 5114/95/2016   | Mining Utilities Inspection Installations<br>Targu-Jiu | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 41,307.71 lei    | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 41,307.71 lei; the bankruptcy procedure continues   |
| 12 | 1248/95/2018   | Roads and Bridges Enterprise<br>Targu-Jiu              | Insolvency procedure | - admission to the debtor's creditors' table with the amount of 2,783.39 lei     | <b>- ongoing;</b><br>we were admitted to the bankruptcy estate with the amount of 2,783.39 lei from which we recovered the amount of 1,391.39 lei; the bankruptcy procedure continues |
| 13 | 5075/97/2016   | Societatea Complexul Energetic<br>Hunedoara            | Insolvency procedure | - admission to the debtor's creditors' meeting with the amount of 580,000.00 lei | <b>- ongoing;</b><br>we were admitted to the creditors' table with the amount of 580,000.00 lei; the debtor entered bankruptcy proceedings  |
| 14 | 10007/3/2024   | New NCR Reciclare Bucuresti                            | Insolvency procedure | - admission to the debtor's creditors' meeting with the amount of 3,716.00 lei   | <b>- ongoing;</b><br>the debtor entered general bankruptcy proceedings  |
| 15 | 8105//318/2022 | Trașcă Corneliu  | Real estate claim    | Obliging the defendant to leave us full ownership and quiet possession of a plot | <b>- ongoing;</b><br>- trial date: - 25.04.2025   |

|    |                |                                   |                   |  |  |
|----|----------------|-----------------------------------|-------------------|--|--|
|    |                |                                   |                   | of land with an area of 250 square meters.                   |  |
| 16 | 24060/271/2024 | Jurjiu Product Oradea             | Low value request | Obliging the defendant to pay us the amount of 685.20 lei    | - ongoing;<br>- trial date: - 23.05.2025 |
| 17 | 21586/318/2024 | Wellhidromix Targu-Jiu            | Low value request | Obliging the defendant to pay us the amount of 1,000 lei     | - ongoing;<br>- trial date: - 05.05.2025 |
| 18 | 5807/318/2025  | Wellhidromix Targu-Jiu            | Low value request | Obligarea paratului să ne achite suma de 666,40 lei          | - ongoing;<br>a deadline will be given   |
| 19 | 4271/94/2025   | Aurora Construct Montaj Voluntari | Payment order     | Obliging the defendant to pay us the amount de 36.191,80 lei | - ongoing;<br>- trial date: - 09.04.2025 |

#### **Affiliated parties**

The company has no affiliated parties.

#### **Subsequent events**

After the preparation of the reports concluded on March 31, 2025, no events occurred whose effects were significant and influenced the data contained in the current financial statements.

#### **Information regarding employees and members of management, administration and supervisory bodies**

S.C. ARTEGO S.A. operates, is managed and organized according to the provisions of Law 31/1990 republished - on commercial companies.

Being a joint stock company, it is managed by the General Meeting of Shareholders and administered by a Board of Directors consisting of 3 members, of which 1 executive member and 2 non-executive members, who are not part of the management of other companies.

**Other information**

S.C. ARTEGO S.A. was established in accordance with Law 31/1990, based on Government Decision no. 1224/1990 and was registered at the Trade Register Office under no. J18/1120/1991, with fiscal code RO2157428.

S.C. ARTEGO S.A. is a joint-stock company with entirely private capital, the majority shareholder being the Employees' Association "PAS ARTEGO" which holds 85.8785% of the share capital.

When determining the profit tax, the provisions of Law 227/2015 with subsequent amendments and Government Decision 1/2016 for the approval of the Methodological Norms for the application of Law 227/2015 regarding the fiscal code were taken into account, from which:

- late payment charges due for non-payment of debts on time;
- protocol expenses, which exceed the limits provided by the Fiscal Code;
- amounts exceeding the limits of expenses considered deductible;
- sponsorship expenses, according to Law 32/1994;
- amounts used to establish reserves according to Law 31/1990 republished.

**Individual Financial Statements**

**The statement of changes in equity for the year ended at 31 DECEMBER 2023 si 31 MARCH 2024**

(All amounts are expressed in RON, unless otherwise specified)

|  | Social capital | Share capital adjustments | Profit or Loss | Legal reserve | Revaluation reserve | Other reservations | Reported result | IAS29 result | Losses related to equity instruments | Other elements of equity | Own actions | Distribution of profit | TOTAL      |
|--|----------------|---------------------------|----------------|---------------|---------------------|--------------------|-----------------|--------------|--------------------------------------|--------------------------|-------------|------------------------|------------|
| <b>Balance on 01 January 2024</b>  | 20,286,865     | 89,052,449                | 8,746,511      | 4,057,373     | 26,984,335          | 32,978,990         | 7,318,359       | -89,052,449  | 0                                    | 595,582                  | 0           | -1,959,762             | 99,008,253 |
| <b>Overall result of the period</b>  |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        |            |
| The profit of the exercise   |                |                           | 1,332,223      |               |                     |                    |                 |              |                                      |                          |             |                        | 1,332,223  |
| <b>Other elements of the overall result of which:</b>                          |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        |            |
| Surplus from the revaluation of tangible assets                                |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        |            |
| The reduction of the reserve from the revaluation of deferred tax registration |                |                           |                |               | -86,087             |                    |                 |              |                                      | -40,368                  |             |                        | -126,455   |
| <b>Total other elements of the overall result</b>                              |                |                           |                |               | -86,087             |                    |                 |              |                                      | -40,368                  |             |                        | -126,455   |
| <b>Total global result of the period</b>                                       |                |                           | 1,332,223      |               | -86,087             |                    |                 |              |                                      | -40,368                  |             |                        | 1,205,768  |
| <b>Other elements</b>  |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        |            |
| Resumption of the revaluation reserve to the carried forward result            |                |                           |                |               |                     |                    | 86,087          |              |                                      |                          |             |                        | 86,087     |
| Increasing the legal reserve   |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        |            |
| <b>Other elements</b>  |                |                           | -8,746,511     |               |                     | 2,641,679          | 2,681,087       |              |                                      |                          |             | 812,606                | -2,611,139 |
| <b>Totally other elements</b>  |                |                           | -8,746,511     | 0             |                     | 2,641,679          | 2,767,174       |              |                                      |                          |             | 812,606                | -2,525,052 |
| <b>Transactions with shareholders recognized directly in equity</b>            |                |                           |                |               |                     |                    |                 |              |                                      |                          |             |                        | 0          |
| Distribution of dividends  |                |                           |                |               |                     |                    | 5,292,226       |              |                                      |                          |             |                        | -5,292,226 |
| <b>Total transactions with the owners</b>                                      |                |                           |                |               |                     |                    | 5,292,226       |              |                                      |                          |             |                        | -5,292,226 |
| <b>Balance as of DECEMBER 31, 2024</b>   | 20,286,865     | 89,052,449                | 1,332,223      | 4,057,373     | 26,898,248          | 35,620,669         | 4,793,307       | -89,052,449  | 0                                    | 555,214                  | 0           | -1,147,156             | 92,396,743 |



## SITUATION OF TREASURY FLOWS AT 31 MARCH 2024

| IndicatorLEI (RON)   | ACCOMPLISHED<br>2024 | ACCOMPLISHED<br>31.03.2025 |
|--|----------------------|----------------------------|
| A. LIQUIDITY AT THE BEGINNING OF THE PERIOD  | <b>779.573</b>       | <b>7.309.228</b>           |
| In accounts  | 719.803              | 7.244.640                  |
| Cash   | 28.457               | 6.317                      |
| Other Values   | 10.211               | 6.135                      |
| Treasury advances  | -                    | -                          |
| Values to receive  | 21.102               | 52.136                     |
| <b>PROCEEDS FROM OPERATING ACTIVITY</b>  | <b>189.128.013</b>   | <b>36.496.089</b>          |
| <i>Customer encashments</i>  | 157.452.550          | 30.620.434                 |
| <i>Other encashments</i>   | 31.675.463           | 5.875.655                  |
| <b>PAYMENT FOR THE EXPLOITATION ACTIVITY</b>   | <b>178.309.443</b>   | <b>42.130.265</b>          |
| <i>Provider payments</i>   | 97.611.933           | 24.566.910                 |
| <i>Payments for staff</i>  | 41.323.370           | 9.484.579                  |
| <i>Payments on taxes and fees</i>  | 22.391.517           | 5.080.635                  |
| <i>Tax / Advantage</i>   | 548.562              | -                          |
| <i>Interest payments</i>   | 253.767              | 1.052                      |
| <i>Other payments</i>  | 16.180.294           | 2.997.089                  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>   | <b>10.818.570</b>    | <b>-5.634.176</b>          |
| <b>PROCEEDS FROM THE INVESTMENTS ACTIVITY</b>  | 951.405              | 44.420                     |
| <i>Proceeds from the sale of land, fixed assets and intangible assets</i>                  | 951.405              | 44.420                     |
| <i>Proceeds from the sale of equity instruments and receivables from other enterprises</i> | -                    | -                          |
| <i>Proceeds from repayment of advances and loans to other parties</i>                      | -                    | -                          |

|  |                   |                   |
|--|-------------------|-------------------|
| <i>PAYMENT FROM THE INVESTMENTS ACTIVITY</i>   | 5.240.320         | 40.988            |
| <i>Payments for the acquisition of land, fixed assets and intangible assets</i>                | 5.240.320         | 40.988            |
| <i>Proceeds for the acquisition of equity instruments and receivables of other enterprises</i> | -                 | -                 |
| <i>Advances and loans made to other parties</i>  | -                 | -                 |
| <b><i>CASH FLOW FROM THE INVESTMENT ACTIVITY</i></b>   | <b>-4.288.915</b> | <b>3.432</b>      |
| <i>PROCEEDS FROM THE FINANCING ACTIVITY</i>  | -                 | -                 |
| <i>PAYMENTS FOR THE FINANCING ACTIVITY</i>   | -                 | -                 |
| <b><i>CASH FLOW FROM THE FINANCING ACTIVITY</i></b>  | <b>-</b>          | <b>-</b>          |
| <b><i>CASH FLOW - TOTAL</i></b>  | <b>6.529.655</b>  | <b>-5.630.744</b> |
| <b><i>B. LIQUIDITIES AT THE END OF THE PERIOD</i></b>  | <b>7.309.228</b>  | <b>1.678.484</b>  |
| <i>In accounts</i>   | 7.244.640         | 1.493.556         |
| Cash   | 6.317             | 8.742             |
| Other Values   | 6.135             | 111.203           |
| Treasury advances  | -                 | 5.500             |
| Values to receive  | 52.136            | 59.483            |

### ECONOMIC AND FINANCIAL INDICATORS

| Indicator                            | Calculation method  | Result                                  |
|--------------------------------------|---|---|
| 1. Current liquidity indicator       | Current assets / current liabilities  | $112.013.590/21.020.298=5.33$           |
| 2. Indicator of indebtedness         | Borrowed capital / own capital x 100<br>Borrowed Capital / Employed Capital x 100 | No loans are contracted for over a year |
| 3. Speed of client-to-customer flows | Average customer balance / turnover x 90  | $19.860.171/34.875.525*90=51.25$        |
| 4. Speed of rotation of fixed assets | Turnover / Fixed Assets   | $34.875.525/35.080.178=0.99$            |

1. Provides the guarantee of covering current debts from current assets.
2. Explain the effectiveness of credit risk management, indicating potential financing, liquidity issues, with influences in honoring the commitments assumed.  
Borrowed capital = loans over 1 year  
Employed capital = borrowed capital + equity
3. Expresses the effectiveness of the company in collecting its receivables, ie the number of days until the debtors pay their debts to the company.
4. Express the effectiveness of asset management by examining the turnover generated by a certain amount of fixed assets.

## Declaration

In accordance with the provisions of art.223, point B, paragraph (1), letter c) of Regulation no.5/2018 on issuers and transactions in securities, we declare that, to the best of our knowledge, the financial statements as of March 31, 2025 provide a true and fair view of the assets, liabilities, financial position and profit and loss account. Also, the Board of Directors' Report prepared in accordance with the provisions of annex no.14 presents the information about the company correctly and completely.

Signature,  
Executive Chairman,  
Viorel David