

First Quarter Report 2022

Report date : 13.05.2022

Issuer Name: S.C. 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 2022, prepared according to IFRS, namely:

- Situation of the financial position
- Overall result

2. explanatory notes;

3. Statement of changes in equity at 31.03.2022

4. Statement of cash flows at 31.03.2022

5. the economic and financial indicators mentioned in Annex 30 B of the RNSC Regulation no.1 / 2006

We mention that the financial information as of 31 March 2022 was not audited.

SC ARTEGO SA Tg-Jiu
Individual Financial Statements

SITUATION OF THE FINANCIAL POSITION AT 31.12.2021 and
31.03.2022

(Amounts are expressed in RON unless otherwise stated)

Name of indicators	<u>31/12/2021</u>	<u>31/03/2022</u>
ASSETS		
Fixed assets	38,666,360	38,561,988
<i>Tangible assets</i>	29,892,443	30,219,357
<i>Intangible assets</i>	8,773,917	8,342,631
<i>Financial asse</i>		
Current assets	98,634,203	103,856,707
<i>Stocks</i>	56,523,078	66,698,616
<i>Commercial receivables</i>	40,741,933	35,240,634
<i>Financial assets of which</i>	14,397	14,397
<i>available for sale</i>	14,397	14,397
<i>Cash and cash equivalent</i> s	1,053,305	1,556,621
<i>Prepayments</i>	301,490	346,439
TOTAL ASSETS	137,300,563	142,418,695
OWN CAPITAL AND LIABILITIES		
Own capitals		
<i>Subscribed and paid-up share capital</i>	20,286,865	20,286,865
<i>Other equity items</i>	711,761	699,048
<i>Reserves from reevaluation</i>	28,410,212	28,410,212
<i>Legal reserves</i>	4,478,083	4,478,083
<i>Other reserves</i>	25,520,521	25,520,521
<i>Own actions</i>		
<i>Social Capital Adjustment</i>	89,052,449	89,052,449
<i>Reported result(without IAS 29)</i>	-3,237,810	8,128,678
<i>Reported result(with IAS 29)</i>	-89,052,449	-89,052,449
<i>Current profit</i>	12,050,173	3,799,850
<i>Profit Distribution</i>	-683,685	
Total own capitals	87,536,120	91,323,257
Long-term debt		
<i>Investment grants</i>	8,924	6,779
<i>Other long-term debts</i>	7,777	7,795
<i>Long-term provisions</i>		
Total long-term debt	16,701	14,574

Current debts		
<i>Investment grants</i>	9,801	9,415
<i>Commercial and other debts</i>	15,740,147	17,479,353
<i>Short-term loans</i>	25,869,952	24,895,239
<i>Tax and current tax liabilities</i>	8,127,842	8,696,857
<i>Short-term provisions</i>		
Total current debts	49,747,742	51,080,864
Total debts	49,764,443	51,095,438
TOTAL OWN CAPITALS AND DEBTS	137,300,563	142,418,695

**SITUATION OF THE GLOBAL RESULT
at 31 march 2022**

Crt No.	NAME OF INDICATORS	31.03.2021	31.03.2022
1.	Net turnover of which	38.850.296	43.683.713
	Revenues from the sold production	38.185.055	43.214.461
	Revenues from the sale of goods	712.770	522.813
	Commercial discounts granted	47.529	53.561
2.	Revenues from stored production	4.254.283	13.489.031
3.	Revenues from the production of fixed assets	334.508	626.702
4.	Revenues from fixed assets intended for sale	-	-
5.	Other revenues from exploitation	218.233	151.523
6.	Other operating revenues	340.781	210.306
1.	OPERATING INCOME	43.998.101	58.161.275
7.	Expenditure on goods	675.641	500.912
8.	Material expenses	25.165.808	37.491.886
9.	Expenses with works and services performed by third parties	1.800.954	1.719.116
10.	Expenses with taxes and fees	389.108	305.354
11.	Staff costs	11.552.753	12.209.621

12.	Other operating expenses	144.297	106.172
13.	Depreciation and amortization expenses	1.037.509	1.046.110
II.	OPERATING EXPENDITURE	40.766.070	53.379.171
A.	RESULT FROM EXPLOITATION		
	- PROFIT	3.232.031	4.782.104
	- LOSS		
III.	FINANCIAL REVENUES	184.149	27.932
IV.	FINANCIAL EXPENSES	254.398	321.762
B.	FINANCIAL RESULT	-70.249	-293.830
V.	EXCEPTIONAL REVENUES		
VI.	EXCEPTIONAL EXPENSES		
C.	EXCEPTIONAL RESULT (LOSS)		
VII.	TOTAL REVENUES	44.182.250	58.189.207
VIII	TOTAL EXPENSES	41.020.468	53.700.933
D.	GROSS RESULT		
	- PROFIT	3.161.782	4.488.274
	- LOSS		
	TAX	419.592	701.137
E	REVENUES FROM BENEFIT FROM PROFIT	13.876	12.713
F.	NET RESULT		
	- PROFIT	2.756.066	3.799.850
	- LOSS		
G.	Number of shares	8.956.165	8.114.746
H.	Output per share	0,308	0,468

Notes to the financial statements

For the financial year ended 31 March 2022

1. The reporting entity

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

The company is based in Ciocarlau Street, no. 38 , Tg-Jiu, Gorj county.

According to the statute, the main activity of the company has the CAEN code 2219 - "Manufacture of other rubber products".

The record of the shares and the shareholders is kept under the conditions of the law by the Central Depository.

2. Basics of drawing up

(a) 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 completions.

The Company applies International Financial Reporting Standards as approved by the European Union at the preparation of the separate financial statements ended 31 March 2018, in accordance with OMF no. 881/2012. This order states that starting with the 2012 financial year, the annual financial statements will be drawn up in accordance with the IFRS, this order being applicable to the companies whose securities are admitted to trading on a regulated market.

The Company's accounting records are maintained in RON in accordance with the Romanian Accounting Regulations ("RCR"). These accounts have been restated to reflect the differences between RCR and IFRS accounts. Accordingly, RCR accounts were adjusted, if necessary, to harmonize these separate financial statements in all material respects , with IFRS.

(b) Presentation of the financial statements

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

(c) The basics of evaluation

The separate financial statements are carried at historical cost, except for certain classes of property, plant and equipment that are revalued.

The share capital is adjusted according to the International Accounting Standard ("SIC") 29 ("Financial Reporting in Hyperinflationary Economies") until 31 December 2003.

The management believes that the Company will operate in the predictable future and, in the long run, the application of the business continuity 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 liquidity-based presentation in the balance sheet and a presentation of income and expenses by nature in the profit and loss account, considering that these disclosures provide informations that is more credible and relevant than those that would be presented.

(d) Functional and presentation currency

The company's management considers that the functional currency, as defined by IAS 21 "Effects of Foreign Exchange Rates", is LEI or RON. The separate financial statements are presented in RON, rounded to the nearest leu, the currency that the company's management chosed as the presentation currency

(e) Using estimates and judgments

The preparation of the financial statements in accordance with IFRS adopted by the European Union involves the management's use of estimates, judgments and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. The estimates and assumptions associated with these estimates are based on historical experience as well as on other factors considered reasonable in the context of these estimates. The results of these estimates form the basis of judgments relating to the carrying amounts of assets and liabilities that can not be obtained from other sources of informations. The obtained results may differ from the values of the estimates.

The estimates and assumptions underlying them are periodically reviewed. The revisions of the accounting estimates are recognized in the period in which the estimate is reviewed if the review affects only that period or the

period in which the estimate is reviewed and the future periods if the review affects both the current period and future periods.

The judgments made by management in the application of IFRS have a material effect on the financial statements and estimates that involve a significant risk.

3. Significant accounting policies

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

(a) Branches and associated entities

The subsidiaries are entities under the control of the company. The control exists when the company has the power to direct, directly or indirectly, the financial and operating policies of an entity to obtain benefits from its business. The associated entities are those companies in which the company may exert a significant influence, but not control over financial and operational policies.

The company does not have associated companies.

(b) Transactions in foreign currency

The operations denominated in foreign currency are recorded in RON at the official exchange rate at the settlement date of the transactions. The monetary assets and liabilities recorded in foreign currency at the balance sheet date are translated into the functional currency at the exchange rate on that day. The interests or losses from their settlement and from 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 income and loss statement.

c) Financial Instruments

Financial risk management

The company is exposed to the following risks arising from financial instruments: market risk (interest rate risk and foreign exchange 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 of the company's financial performance. The market risk is the risk that causes changes in market prices as well as currency exchange and interest rate that will affect the company's revenues.

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

Interest rate risk

The company's operating cash flows are affected by interest of the rate fluctuations, mainly due to the borrowing in foreign currency contacted by the financing banks.

The cash risk of the interest rate is the risk that the interest, and hence the expense, fluctuates.

Currency risk

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

The currency used on the domestic market is the Romanian leu. The company is exposed to foreign currency cash and cash equivalents, purchases and borrowings made in a currency other than that used on the domestic market. The currencies that expose the company to this risk are mainly EUR, USD, and GBP. The foreign currency loans are subsequently denominated in RON, at the exchange rate of the banking day of each month, communicated by the National Bank of Romania. The resulting differences are included in the income and loss statement

The credit risk

The credit risk is the risk that the company will incur a financial loss as a result of non-fulfillment of the contractual obligations by a client or a counterparty to a financial instrument, and this risk arises mainly from trade receivables and cash and cash equivalents.

On 31 march 2022, the company holds cash and cash equivalents in the amount of 1.556.621 lei. The cash and cash equivalents are held at banks including: BRD, Unicredit Tiriac, Intesa, ING Bank, GARANTI, CREDIT EUROPE Bank.

The liquidity risk

The liquidity risk is the risk that the company encounters difficulties in meeting the obligations associated with financial liabilities that are settled in cash or by the transfer of another financial asset.

A prudent liquidity risk management policy involves maintaining sufficient cash and cash equivalents, availability of funding through appropriate credit facilities. The company's liquidity policy is to maintain sufficient liquidity to meet its obligations as they reach maturity.

The fair value of financial instruments

The fair value is the amount at which the financial instrument may change in ordinary transactions other than those determined by liquidation or forced sale. The fair values are obtained from quoted market prices or cash flow models as appropriate. On 31 March 2022, the cash and other cash, the customers and the assimilated accounts, the trade payables and other payables are approaching their real value due to their short maturity. The management considers that the estimated value of these instruments is close to their carrying amount.

The capital risk management

The objectives of the company when managing the capital are to maintain the company's ability to continue operating 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 shall be presented in the current measurement unit at the balance sheet date (non-monetary items are restated using a general price index from the acquisition date or contribution).

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

The continued decrease in inflation rate and other factors related to 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 beginning on 1 January 2004, thus IAS 29 was adopted in the preparation of the separate financial statements until 31 December 2003.

Thus, the amounts expressed in the current measurement unit at 31 December 2003 are treated as the basis for the carrying amounts reported in these separate financial statements and are not valued, replacement cost, or any other measurement of the current value of the assets or prices at which the transactions would happen at this time. For the purpose of preparing the separate financial statements at 31 December 2012, the company adjusted its share capital (non-monetary item) to be expressed in the current measurement unit at 31 December 2003.

Tangible assets

The tangible assets are assets that: are held by an entity for use in the production of goods or the provision of services to be leased to third parties or to be used for administrative purposes and are used for a period longer than one year .

Purchase costs include purchase price, import taxes and other taxes (except those that the legal entity can recover from the tax authorities), transport, handling and other expenses that can be directly attributable to the acquisition of those goods.

The valuation of property, plant and equipment at the balance sheet date is carried at cost, less depreciation and accumulated impairment adjustments, or revalued, being the fair value at the revaluation date, less any cumulative subsequent depreciation and any accumulated impairment losses.

Damping times are as follows:

Buildings and construction	40-60 years
Equipments	15-40 years
Means of transport	5-8 years
Office furniture and equipment	3-5 years

Intangible assets

An intangible asset is an identifiable, non-cash asset with no material support and held for use in the production or supply of goods or services to be leased to third parties or for administrative purposes.

An intangible asset fulfills the criterion of being identifiable when:

- is separable, it may be segregated or divided by the entity and sold, transferred, authorized, leased or exchanged either individually or together with an appropriate contract, identifiable asset or identifiable debt, or deriving from contractual or other legal rights , whether those rights are transferable or severable by the entity or other rights and obligations.

The intangible assets acquired by the company are stated at cost less cumulative depreciation and provision for depreciation of intangible assets. The amortization is recognized in the income statement on a straight-line basis over the estimated useful lives of intangible assets.

Receivables

The commercial receivables are initially recorded at the invoiced amount 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 made when there is a clear evidence that the receivables will not be collected at the set time

Stocks

The stocks are made up of:

- raw materials, materials, spare parts and other consumables to be used in the course of the company's core business.

These materials are recorded as stocks at the time of purchase and are expensed at the time of consumption.

The stocks are measured at the lowest cost and net realizable value. The cost of inventories is determined based on the FIFO method and includes the expense incurred in purchasing the stocks.

Money availability

The cash and cash equivalents include house, current accounts, bank deposits, meal vouchers, stamps and checks and promissory notes received by the company.

The revaluation reserves

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

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

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

The revaluation surplus included in the equity of an item of property, plant and equipment is transferred directly to the retained earnings as the revalued tangible assets are depreciated and when the asset is recognizable.

Starting from 1 May 2009, the statutory reserves from the revaluation of fixed assets, including land, after 1 January 2004, which are deducted in the calculation of taxable profit through tax amortization or disposal costs and /or tax at the same time as the deduction of tax depreciation, respectively at the time of decrease of these fixed assets.

Statutory reserves from the revaluation of fixed assets, including land, made up to 31 December 2003 plus the portion of revaluation made after 1 January 2004 for the period ending 30 April 2009, will not be taxed at the time of the transfer to the reserves representing the surplus realized of the revaluation reserves.

The reserves made 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 the accounting losses, except for the transfer after 1 May 2009, of the reserves for the evaluations made after 1 January 2004 , which are taxed at the same time as deducting tax depreciation.

Social capital

The company recognizes the changes in 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 Registry Office.

Dividends

The dividends are recognized as a liability in the period in which their allocation is approved.

Suppliers and assimilated accounts

The debts to suppliers and other debts include the value of the invoices issued by suppliers of manufactured finished products, executed works and services.

Loans

The loans are initially recognized at fair value, net of transaction costs. Subsequent to initial recognition, the loans are recorded at amortized cost, any difference between cost and reimbursement being recognized in the income statement over the period of the loan.

Profit tax

The profit tax expense comprises current tax and deferred tax. The current and deferred tax is recognized in the income statement unless it is recognized directly in equity or other comprehensive income.

Current tax

The current tax is the tax that is expected to be paid or received for the taxable income or deductible loss incurred in previous years using tax rates adopted or largely adopted at the reporting date and any adjustment to the related tax liability payable of previous years.

Deffered tax

The deferred tax is recognized for the temporary differences that occur between the carrying amount of assets and liabilities used for the purpose of financial reporting and the tax base used for the tax calculation.

The deferred tax assessment reflects the tax consequences that arise from the way the company expects to recover or settle the value of its assets and liabilities at the end of the reporting period. The deferred tax assets are reviewed at each reporting date and are diminished to the extent that they are which is no longer possible to achieve the related tax benefit

Benefits of the employees

Benefits of short-term employees

The obligations on short-term benefits are assessed without being updated and are recognized as expenses as services are rendered. A provision is recognized at the amount that is expected to be paid for short-term benefits in the form of bonuses or employee participation in profit only if the Company has a present, legal or constructive obligation to pay that amount for past service provided by employees , and this obligation can be estimated at fair value. The benefits of short-term employees are mainly payroll.

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

Funding costs

The company does not capitalize the cost of the loans because it does not have long-term loans.

The interest income and interest expense are recognized in the income statement when they are paid.

Subsidies

The subsidies are initially recognized as prepaid earnings at fair value when there is reasonable assurance that they will be received and the company will comply with the grant-related conditions and then are recognized in the income statement as other income over the life of the asset to which it refers. The subsidies are related to assets. The non-reimbursable funds are recognized as assets when there is reasonable assurance that they will be received and the related conditions will be met.

Provisions

A provision is recognized at that time and only when the following conditions are met: the company has a current (legal and implicit) obligation as a result of a past event, it is probable (more likely than unlikely) that an outflow of resources representing economic benefits to be required to settle the obligation, when a fair estimate of the amount of the obligation can be made

Output per share

In accordance with IAS 33 "Earnings per share", the earnings per share is calculated by dividing the profit or loss attributable to the company's shareholders to the weighted average of the outstanding ordinary shares of the period.

The weighted average of shares in circulation during the exercise is the number of shares at the beginning of the period, adjusted by the number of shares issued, multiplied by the number of months in which the shares were in circulation during the exercise.

The dilution is a reduction in earnings per share or an increase in share losses resulting from the convertibility of convertible instruments, options or warrants are exercised or ordinary shares are issued subject to certain specified conditions. The diluted earnings per share object is consistent with that of the basic share result, namely, to evaluate the interest of each ordinary share in the performance of an entity.

Contingents

The contingent liabilities are not recognized in the accompanying financial statements. These are presented if the outflow of resources embodying economic benefits becomes possible and not probable.

A contingent asset is not recognized in the accompanying financial statements but is presented when an economic benefit is probable.

Reporting on segments

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

The company carries out its operations in a single location in Romania. The company's management considers all of their operations as "one segment".

Operating segments are examined in a consistent manner by the entity's principal operational decision-maker for making decisions about segment allocation and performance appraisal, and for which distinct financial information is available.

An entity must report revenue from external customers for each product and service, or for similar products or services, unless the required information is not available and the cost of developing it would be excessive, in which case it should be disclosed. The reporting must take into account the financial information used to prepare the entity's financial statements

Implications of the new International Financial Reporting Standards (SIRF 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 on or after 1 January 2012 and have not been applied in the preparation of these separate financial statements. None of the new standards expects to have a material effect on the company's financial statements.

New standards not yet applicable on 31 March 2022

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 earnings and losses in the income statement.

Stocks

On 31 March 2022, compared to 31 Dec. 2021 stocks are presented as follows:

Elements	31 dec 2021	31 march 2022
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1. Raw materials and consumables	37.303.806	40.506.035
2. Fixed assets held for sale	50.289	50.289
3. Production under execution	81.319	252.461
4. Finished goods and commodities	13.995.741	23.651.374
5. Advances	5.091.923	2.238.457
TOTAL	56.523.078	66.698.616

Clients and assimilated accounts

On 31 March 2022, compared to 31 December 2021, the clients and assimilated accounts are shown as follows:

Elements	31 dec 2021	31 march 2022
1. Commercial receivables	39.920.685	30.877.672
2. Paid advances	76.416	9.549
3. Other debts	744.832	4.353.413
TOTAL	40.741.933	35.240.634

Between January 1, 2022 and March 31, 2022, the company registered exports as follows:

EURO

ENGLAND	623.592,64
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AUSTRIA	57.933,00
BELGIUM	39.874,68
BOSNIA	3.631,60
BULGARIA	10.977,00
CZECH REPUBLIC	4.560,64
SWITZERLAND	15.383,36
FINLAND	217.725,81
FRANCE	375.901,42
GERMANY	1.545.497,10
ITALY	317.743,41
NETHERLANDS	778.919,30
BONDAGE	63.562,20
SLOVAKIA	14.720,02
SPAIN	1.547.173,09
HUNGARY	44.868,43
TOTAL	5.662.063,70

Financial assets of which available for sale

As of March 31, 2022, compared to December 31, 2021, the short-term investments are as follows:

Elements	31 dec 2021	31 march 2022
Short-term investments	14.397	14.397
TOTAL	14.397	14.397

The balance on March 31, 2022 in the amount of 14,397 lei is represented by the value of the shares acquired in the previous years from IFB Invest Tg-Jiu, which in the meantime has been dissolved.

The share of financial assets intended for sale in the company's capitals is insignificant.

The company has no interests in other companies. In this sense, the company has not received dividends from other companies.

Prepayments

As of March 31, 2022, compared to December 31, 2021, the expenses incurred in advance are as follows:

Elements	31 dec 2021	31 march 2022
Prepayments	301.490	346.439
TOTAL	301.490	346.439

The balance as of March 31, 2022 in the amount of 346.439 lei, represents expenses incurred in advance for: insurance in favor of banks for loans, car loans, professional training courses, rents paid in advance for renting various equipment.

Cash and cash equivalents

As of March 31, 2022, compared to December 31, 2021, cash and cash equivalents are as follows:

Elements	31 dec 2021	31 march 2022
Current accounts at banks and deposits	996.941	1.356.398
Her house	24.174	56.997
Currency house		
Other cash equivalents	32.190	143.226
TOTAL	1.053.305	1.556.621

Social capital

As of March 31, 2022, the share capital includes the effects of the restatements registered in the previous years according to the application of “SIC” 29 ”Financial reporting in hyperinflationary economies. The reconciliation of the share capital is 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)	<u>109.339.314</u>

At the end of the reporting period, the fully subscribed and paid-in share capital of the Company in the amount 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 the one registered at the Trade Register Office.

The shareholding structure as of March 31, 2022 is as follows:

Shareholders	Nominal value per share	Number of shares held	Total amount	% of share capital
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PAS ARTEGO EMPLOYEES ASSOCIATION	2,50	6.968.820	17.422.050,00	85,8785%
Shareholders persons	2,50	1.109.372	2.773.430,00	13,6711%%
Other legal entities	2,50	36.552,00	91.380,00	0,4504%
ROMANIAN STATE THROUGH THE AUTHORITY FOR THE ADMINISTRATION OF STATE ASSETS	2,50	2	5,00	0,0000%
TOTAL	2,50	8.114.746	20.286.865,00	100,000%

Legal reserves

The legal reserve is in the amount of 4,478,083 lei as of March 31, 2022. The company transferred to the legal reserve 5% of the annual accounting profit (Law 571/2003) the cumulated balance reaching 20% of the paid-in share capital.

Revaluation reserves

The revaluation reserve is in the amount of 28,410,212 lei as of March 31, 2022.

Other reservations

As of March 31, 2022, compared to December 31, 2021, other reserves have the following levels:

Elements	31 dec 2021	31 march 2022
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Other Reservations	25.520.521	25.520.521
Total	25.520.521	25.520.521

Other elements of equity

As of March 31, 2022, the amount of 699,048 lei is represented by the deferred tax related to revaluations on balance made after January 1, 2004, less the deferred tax related to the amortization of revaluation recorded on costs in the first 3 months of 2022.

Investment grants

Revenues recorded in advance are represented by the grants received for non-reimbursable investments for the project carried out in previous years through the Axis of Economic Competitiveness Growth and record the following decreasing levels until the full amortization of the objectives put into operation, as follows:

Elements	31 dec 2021	31 march 2022
1. Investment grants	18.725	16.194
Total	18.725	16.194

Short-term loans

The company has credit lines at INTESA, ING BANK and CREDIT EUROPE BANK in lei as follows:

	31.12.2021		31.03.2022	
	approved	use	approved	use
the bank				
INTESA lei	11.000.000	9.439.667	11.000.000	8.028.509
ING BANK EUR	2.250.000	254.151	2.250.000	774.646
ING BANK lei	9.000.000	6.601.004	9.000.000	-

CREDIT EUROPE lei	8.900.000	8.571.718	13.900.000	13.034.866
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Long-term loans

The company does not have long-term loans with banking units or other financial institutions.

The result per action

As of March 31, 2022 compared to March 31, 2021, the result per share is:

	_____	_____
	31 march 2021	31 march 2022
	_____	_____
Profit of the period	2.756.066	3.799.850
Number of ordinary shares at		
the beginning and the end of the period	8.956.165	8.114.746
	_____	_____
Basic and diluted result per action		
(lei / share)	0,308	0,468

Other taxes and obligations for social insurance

Elements	31 march 2022
1. The state budget	1.609.410
- tax	1.213.079
- tax on dividends	-
- income tax from salaries	303.179
-insurance contribution for the work	93.152
- VAT payable	-
2. Special funds budgets	437.371
CASS	412.851
average background	2.386
disability fund for people with disabilities	22.134
3. Social security budgets	1.052.445
- CAS	1.052.445
4. Other taxes, fees, payments	-

Operating income

Elements	31 march 2021	31 march 2022
Production sold	38.185.055	43.214.461
Income from sale of goods	712.770	522.813
Commercial discounts granted	47.529	53.561
Revenues related to the costs of product stocks	4.254.283	13.489.031
Income from the production of fixed assets	334.508	626.702
Income from fixed assets for sale	-	-
Income from operating grants	218.233	151.523

Other operating revenues	340.781	210.306
Total operating income	43.998.101	58.161.275

Operating expenses

Elements	31 march 2021	31 march 2022
Expenditures on raw materials and consumables	22.962.885	33.635.089
Other material expenses	410.948	223.324
Other external costs (energy and water)	1.791.864	3.634.447
Expenditure on goods	675.641	500.912
Trade discounts received	-	1.130
Staff costs of which:	11.552.753	12.209.621
-Salaries and allowances	11.148.090	11.706.607
-Insurance and social protection	404.663	503.014
Property, plant and equipment adjustments including:	1.037.509	1.046.110
-Costs	1.037.509	1.046.110
-Income	-	-
Current asset adjustments of which:	-	-
-Costs	-	261.355
-Income	-	261.355
Other operating expenses of which	2.334.470	2.130.798
Expenditure on external services	1.800.954	1.719.116
Expenses with other taxes and fees	389.108	305.354
Asset expenses	111	156
fixed assets for sale	144.297	106.172
Total Operating Expenses	40.766.070	53.379.171

Operating result

Elements	31 march 2021	31 march 2022
Operating profit (Profit)	3.232.031	4.782.104
Total operating profit	3.232.031	4.782.104

Net financial result

Elements	31 march 2021	31 march 2022
Income from exchange rate differences	183.731	27.906
Interest income	418	26
other incomes	-	-
Total Financial Income	184.149	27.932
Interest charges	146.823	287.815
Other financial expenses	107.575	33.947
Total Financial Expenses	254.398	321.762
Net financial result (Loss)	(70.249)	(293.830)

Fiscal legislative framework

The legislative-fiscal framework in Romania and its implementation in practice are frequently changed and are subject to different interpretations by various control bodies. Profit 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 considers that it has adequately recorded the tax liabilities in the accompanying financial statements, however, the risk persists that the tax authorities may take different positions on the interpretation of these issues. Their impact could not be determined at this time.

GUARANTEES

As of March 31, 2022, the company has mortgaged the following assets in favor of the financing banks to which it has committed credit lines as follows:

INTESA SANPAOLO BANK

- MORTGAGE REAL ESTATE SITUATION –

CADASTRAL NO	REAL ESTATE PROPERTY (LAND + CONSTRUCTION) - DESCRIPTION
1315/2/1/1/1/4 CF 41172	<p>land area of 11.243 sqm + self-metrology platform made up of:</p> <ol style="list-style-type: none"> 1. storage - 254,62 mp (C15); 2. toilet -6,30 mp (C16); 3. loaded extinguisher station - 56,97 mp (C17); 4. workshop - 619,46 mp (C28); 5. metrology laboratory - 134,59 mp (C29); 6. drinking water station - 99,73 mp (C30); 7. drinking water basin - 146,17 mp (C31); 8. metal storage - 106,87 mp (C60); 9. storage -146,17 mp (C70); 10. auto workshop - 359,24 mp (C73);
1315/2/1/1/1/7 CF 40067	<p>-- land area of 18.910 mp + constructions:</p> <ol style="list-style-type: none"> 1. locker room -199,59 mp (C54); 2. silo raw material - 195,60 mp (C55); 3. mixtures and annexes workshop - 437,91 mp (C58); 4. hot water station and condensate recirculation - 48,88 mp (C57); 5. monobloc hall -10.808,88 mp (C56/2/1); 5. storage - 2.225,98 mp (C69).
1315/2/1/1/1/9 CF 41169	<p>land area of 4.114 mp + constructions:</p> <ol style="list-style-type: none"> 1. finished warehouse - 657,25 mp (C56/4).
1315/2/1/1/1/10 CF 41170	<p>-land area of 1.575 mp + constructions:</p> <ol style="list-style-type: none"> 1. Administrative group gate 3 - 123,44 mp (C63).
1315/2/1/1/1/11 CF 41165	<p>-land area of 22.150 mp + constructions:</p> <ol style="list-style-type: none"> 1. monobloc hall - 4.739,39 mp (C56/3); 2. storage -95,55 mp (C61); 3. rolling bridge - 811,12 mp (C62).

CREDIT EUROPE BANK

SITUATION OF REAL ESTATE PROPERTIES

CADASTRAL NO	MORTGAGED PROPERTY (LAND + CONSTRUCTIONS) - DESCRIPTION (RANGES I AND II MORTGAGES)
1315/2/1/1/3 CF 39568	land area of 1.271 mp with administrative group consisting of two buildings (C1 with ground surface built by 161,32mp and C2 With ground surface built by 151,81mp), located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/4 CF 37455	-land area of 6.705 mp with Oxygen factory (C1), located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/7 CF 39567	- land area of 1.859 mp with tailoring section (C1)+gate group, with ground surface built by 667,87mp located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/9 CF 39579	- land area of 5047 mp with reconditioned drums section (C59), located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/10 CF 39564	- land area of 3.744 mp, located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/1/8 CF 39562	- land area of 9.538 mp with construction C1-Industrial hall- Section of gaskets with ground surface of 6.429,15 mp , located in Tg Jiu, Ciocârlău street, no. 38.
1315/2/1/1/1/3 CF 47078	<p>- land area of 9.280 mp + constructions:</p> <ol style="list-style-type: none"> 1. demineralization station (C1) 2. demineralization station annexes (C2) 3. demineralization station basin (C3) 4.locker room (C4) 5. heating plant (C5) 6.compressor station storage (C6)

1315/2/1/1/1/5 CF 41246	-land area of 17.758 mp + constructions: 1.basin (C1) 2. pump house (C2) 3.basin (C3) 4. heating plant (C4) 5. industrial construction (C5) 6. trafo post (C6) 7. recirculated water basin (C7) 8. cooling tower (C8)_ 9. pump station (C9) 10. cooling tower (C10) 11. industrial and public construction (C11) 12. industrial and public construction (C12) 13. industrial and public construction (C13) 14. industrial and public construction (C14) 15. industrial and public construction (C15) 16. chlorination Station (C16) 17.metal storage (C18)
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ING BANK

SITUATION OF REAL ESTATE PROPERTIES

CADASTRAL NO	<i>MORTGAGED PROPERTY (LAND + CONSTRUCTIONS) - DESCRIPTION</i>
1315/2/1/1/8 CF 39574	- urban land with an area of 531 sqm together with the built-up area with an area of 215.14 sqm (commercial space)
4327 CF 47079	- urban land with an area of 1000 sqm
4296 CF 47074	- urban land with an area of 4760 sqm together with the built-up building with an area of 12.42 sqm (deep well)
37200 CF 37200	- urban land with an area of 1395 sqm
37202 CF 37202	- urban land with an area of 9632 sqm
1315/2/1/1/2 CF 40066	- land with an area of 20,616 sqm + constructions: 1.transport hall (C56 / 1).

RANG I	
3003 CF 41266	-land with an area of 15,446 sqm together with Jiu Capture Station composed of: pump room, dosing tower, water settling tanks 1 and 2, water treatment plants, filters + annexes, thermal power plant, gate cabin, located in Tg Jiu, Cartier Vădeni.
1315/2/1/1/5 CF 41270	- land with an area of 996 sqm together with a bread workshop (C11 / 2)
1315/2/1/1/6 CF 41263	-land with an area of 1,063 sqm together with a milk workshop (C11 / 1), located in Tg Jiu, str. Ciocârlău, no. 38.
1315/2/1/1/1/2 CF 44426	- urban land with an area of 14,478 sqm + constructions: 1st bathroom - 4.13 sqm C3 2.store - 81.27 sqm C38 3. industrial hall - 119.85 sqm (C39); 4th store - 484.78 sqm (C65); 5.store - 111.31 sqm (C66); 6.store - 360.73 sqm (C67); 7-storey - 44.72 sqm (C68).
1315/2/1/1/1/6 CF 47076	- urban land with an area of 6,843 sqm + constructions: 1.st workshop - 651.14 sqm (C18) 2.nd workshop - 626.59 sqm (C19) 3. school laboratory -384.47 sqm (C20) 4.the bathroom - 12.93 sqm (C21) 5.basin -88.76 mp (C22) 6 the pool - 26.3 sqm (C23) 7.store (C58) 8. the car workshop - 359,245 sqm (C73)

The status of ongoing litigation

ARTEGO S.A. – complainant

1	8207/62/2011	CET Brasov	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 46,887.93 lei	- ongoing; I was admitted to the credit table with the amount of 46,887.93 lei; continue bankruptcy proceedings
2	60833/3/2011	Munplast Bucuresti	Insolvency procedure	- the admission to the creditor's table of the debtor with	- ongoing; I was admitted to the credit table with the amount of 19,457.81 lei, from which I recovered

				the amount of 19,457.81 lei	the amount of 5,000 lei; continue bankruptcy proceedings
3	4163/95/2012	Gastrom Group Targu -Jiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 52,777.37 lei	- ongoing; I was admitted to the credit table with the amount of 52,777.37 lei; continue bankruptcy proceedings
4	887/90/2013	Oltchim Ramnicu-Valcea	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 19,946.68 lei	- ongoing; I was admitted to the credit table with the amount of 19,946.68 lei; continue bankruptcy proceedings
5	9089/101/2013	Regia Autonoma Pentru Activitati Nucleare Severin	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 1,439,815.78 lei	- ongoing; I was admitted to the credit table with the amount of 1,439,815.78 lei; continue bankruptcy proceedings
6	2570/63/2014	Servicii Energetice Oltenia Craiova	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 3,188.77 lei	- ongoing; I was admitted to the credit table with the amount of 2,486.37 lei; continue bankruptcy proceedings
7	528/95/2015	Succes Nic Com Targu - Jiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 34,155.80 lei	- ongoing; we were admitted to the credit table with the amount of 34,155.80 lei; the procedure of judicial reorganization continues

8	2575/85/2015	Ambient Sibiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 1,240.00 lei	- ongoing; I was admitted to the credit table with the amount of 1,240.00 lei; continue bankruptcy proceedings
9	3520/95/2015	Ignifug Prest Targu-Jiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 4,783.92 lei	- ongoing; I was admitted to the credit table with the amount of 4,783.92 lei; continue bankruptcy proceedings
10	1396/90/2016	CET Govora	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 1,665,256.19 lei	- ongoing; I was admitted to the table with the amount of 1,665,256.19 lei; the procedure of judicial reorganization continues
11	5114/95/2016	Mining Utility Overhaul Installations Targu Jiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 41,307.71 lei	- ongoing; I was admitted to the table with the amount of 41,307.71 lei; continue bankruptcy proceedings
12	1248/95/2018	Roads and Bridges Enterprise Targu Jiu	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of 2,783.39 lei	- ongoing; I was admitted to the table with the amount of 2,783.39 lei, of which I recovered the amount of 1,391.39 lei; continue bankruptcy proceedings
13	5075/97/2016	Energy Complex Company Hunedoara	Insolvency procedure	- the admission to the creditor's table of the debtor with the amount of	- ongoing; I was admitted to the table with the amount of 580,000.00 lei; continue the insolvency proceedings (observation period)

				580,000.00 lei	
14	2867/121/2020	Liberty Galați S.A.	Claims	Obligation of the defendant to pay the amount of 576,801.11 lei	- ongoing; after the date of filing the lawsuit, the debtor paid the amount of 306,380.19 lei, so that the amount in dispute is 270,420.92 lei; trial period - 13.04.2022
15	5751/301/2022	Romarm National Company - Bucharest Mechanical Plant Branch	Payment ordinance	Obligation of the defendant to pay the amount of 111,212.64 lei (debit) and 22,353.74 lei (delay penalties)	- ongoing; - trial term - 31.05.2022

ARTEGO S.A. – defendant

Nr. crt.	File no.	Defendant society	Object	Request/ The requested amount	Stage file / Notifications
1	2983/95/2019	Energy Sports Club Association TG Jiu	claims	Obligation of the defendant to pay the amount of 235,000.00 lei	- ongoing; - by concluding the hearing on 09.09.2020, the court admitted the exception of the prescription of the material right to action for the amount of 120,000 lei, so that the remaining amount in dispute is 115,000 lei; - the court granted a trial date on 05.04.2022 (for deliberation)

2	1214/54/2020	ANAF – DGSC București ANAF – AJFP Valcea	Fiscal administrative act appeal - appeal against the Sentence 286/2021 pronounced by the Craiova Court of Appeal	Cassation Sentence no. 286/2021 pronounced by the Craiova Court of Appeal and rejection of the appeal	- ongoing; the case is in the filter procedure at the High Court of Cassation and Justice
3	5201/95/2021	Club Sportiv Pandurii - Lignitul Tg-Jiu through special administrator Serban Daniela and adm. Judicial Consulting Company IPURL	claims	Obligation of the defendant to pay the amount of 864,956.30 lei (penalty interest)	- ongoing; trial term - 05.04.2022
4	3775/318/2022	Club Sportiv Pandurii – Lignitul Tg-Jiu prin administrator special Serban Daniela si adm. judiciar Consulting Company IPURL	claims	Obligation of the defendant to pay the court costs from File no. 6274/95/2017	- ongoing; the court did not grant a trial term

Affiliated parties

The company has no affiliated parties.

Subsequent events

After the preparation of the reports concluded on March 31, 2022, no events took place whose effects would have been significant and would have influenced the data contained in the current financial statements.

Information regarding the employees and members of the management, administration and supervision bodies

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

During 01.02.2022-28.02.2022, the company reduced the working time of employees by up to 80% of the duration provided in the individual employment contract according to GEO no. 132/2020. During the reduction of working time, the employees affected by the measure benefited from an indemnity of 75% of the difference between the gross basic salary provided in the individual employment contract and the gross basic salary related to the hours actually worked as a result of the reduced working time. In addition to the due salary rights, calculated at the actual time worked. The amount requested from AJOFM for the indemnity provided by this ordinance for February 2022 was 151,513 lei, the amount collected being 151,513 lei.

Other information

SC ARTEGO S.A. was established according to Law 31/1990, based on GD no. 1224/1990 and was registered at the Trade Register Office under no. J18 / 1120/1991, having the fiscal code RO2157428.

SC ARTEGO S.A. is a joint stock company with wholly 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 the subsequent amendments and GD 1/2016 were taken into account for the approval of the Methodological Norms for the application of Law 227/2015 regarding the fiscal code, from which:

- delay increases due to non-timely payment of debts;
- the expenses for the protocol, which exceed the limits provided by the Fiscal Code;
- the amounts that exceed the limits of the expenses considered deductible;
- sponsorship expenses, according to Law 32/1994;
- amounts used for the establishment of reserves according to Law 31/1990 republicata.

Individual Financial Statements**The statement of changes in equity for the year ended at 31 DECEMBER 2021 and 31 MARCH 2022**

(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
Balance on January 1, 2021	22,390,413	89,052,449	10,531,639	4,478,083	28,570,141	25,000,607	1,372,906	-89,052,449	0	767,251	-6,529,411	-381,690	86,199,939
Overall result for the period													
Profit for the year			12,050,173										12,050,173
Other elements of the overall result of which:													
Surplus from revaluation of property, plant and equipment													
Decreased reserve from deferred tax registration revaluation					-159,929					-55,490			-215,419
Total other elements of the overall result					-159,929					-55,490			-215,419
Total overall result for the period			12,050,173		-159,929					-55,490			11,834,754
Other items													
Resumption of the revaluation reserve to the carried forward result							159,929						159,929
Increasing the legal reserve													
Other items			-10,531,639			519,914	610,742		4,425,863			-301,995	-5,277,115
Totally other items			-10,531,639	0		519,914	770,671		4,425,863			-301,995	-5,117,186
Transactions with shareholders recognized directly in equity	-2,103,548								-4,425,863		6,529,411		0
Distribution of dividends							-5,381,387						-5,381,387
Total transactions with owners	-2,103,548						-5,381,387		-4,425,863		6,529,411		-5,381,387
Balance on DECEMBER 31, 2021	20,286,865	89,052,449	12,050,173	4,478,083	28,410,212	25,520,521	-3,237,810	-89,052,449	0	711,761	0	-683,685	87,536,120

Sold 01.01.2022	20,286,865	89,052,449	12,050,173	4,478,083	28,410,212	25,520,521	-3,237,810	-89,052,449	0	711,761	0	-683,685	87,536,120
Overall result for the period													
Profit for the year			3,799,850										3,799,850
Other elements of the overall result of which:													
Surplus from revaluation of property, plant and equipment													
Decreased reserve from deferred tax registration revaluation										-12,713			-12,713
Total other elements of the overall result										-12,713			-12,713
Total overall result for the period			3,799,850							-12,713			3,787,137
Other items													
Resumption of the revaluation reserve to the carried forward result													
Increasing the legal reserve													
Other items			-12,050,173				11,366,488					683,685	0
Totally other items			-12,050,173				11,366,488					683,685	
Transactions with shareholders recognized directly in equity													0
Distribution of dividends													
Total transactions with owners													
SOLD LA 31 MARTIE 2022	20,286,865	89,052,449	3,799,850	4,478,083	28,410,212	25,520,521	8,128,678	-89,052,449	0	699,048		0	91,323,257

SITUATION OF TREASURY FLOWS AT 31 MARCH 2022

INDICATOR LEI (RON)	ACCOMPLISHED 2021	ACCOMPLISHED 31.03.2022
A.LIQUIDITY AT THE BEGINNING OF THE PERIOD	1.799.336	1.053.305
In accounts	1.537.545	996.941
Cash	2.865	24.174
Other Values	258.576	31.781
Treasury advances	-	-
Values to receive	350	409
<i>Encashments from the exploitation activity</i>	211.387.089	66.164.079
<i>Customer encashments</i>	171.867.465	53.482.401
<i>Other encashments</i>	39.519.624	12.681.678
PAYMENT FOR THE EXPLOITATION ACTIVITY	211.811.176	64.858.482
<i>Provider payments</i>	115.490.758	40.636.794
<i>Payments for staff</i>	45.017.489	10.660.375
<i>Payments on taxes and fees</i>	22.428.485	6.037.427
<i>Tax / Advantage</i>	1.730.551	701.137
<i>Interest payments</i>	638.672	287.815
<i>Other payments</i>	26.505.221	6.534.934
CASH FLOW FROM THE EXPLOITATION ACTIVITY	-424.087	1.305.597
PROCEEDS FROM THE INVESTMENTS ACTIVITY	621.211	47.107
<i>Proceeds from the sale of land, fixed assets and intangible assets</i>	621.211	47.107
<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>	-	-
PAYMENT FROM THE INVESTMENTS ACTIVITY	943.155	849.388
<i>Payments for the acquisition of land, fixed assets and intangible assets</i>	943.155	849.388
<i>Proceeds for the acquisition of equity instruments and receivables of other enterprises</i>	-	-
<i>Advances and loans made to other parties</i>	-	-

CASH FLOW FROM THE INVESTMENT ACTIVITY	-321.944	-802.281
PROCEEDS FROM THE FINANCING ACTIVITY	-	-
PAYMENTS FOR THE FINANCING ACTIVITY	-	-
CASH FLOW FROM THE FINANCING ACTIVITY	-	-
CASH FLOW - TOTAL	-746.031	503.316
B. LIQUIDITIES AT THE END OF THE PERIOD	1.053.305	1.556.621
<i>In accounts</i>	996.941	1.356.398
Cash	24.174	56.997
Other Values	31.781	55.404
Treasury advances	-	38.733
Values to receive	409	49.089

ECONOMIC AND FINANCIAL INDICATORS

Indicator	Calculation method	Result
1. Current liquidity indicator	Current assets / current liabilities	103856707/51071449=2.03
2. Indicator of indebtedness	Borrowed capital / own capital x 100 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	33073275/43683713*90=68.14
4. Speed of rotation of fixed assets	Turnover / Fixed Assets	43683713/38561988=1.13

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.

Statement

In accordance with the provisions of art.223, point B, para. (1), letter c) of Regulation no.5 / 2018 regarding issuers and operations with securities we declare that, to our knowledge, the financial statements as of March 31, 2022 offer a correct and realistic picture of the assets, liabilities, financial position and profit and loss account. Also, the Report of the Board of Directors prepared in accordance with the provisions of annex no. 14 presents correctly and completely the information about the company.

General Manager,

Viorel David