Quarterly Report according to C.N.V.M.
(National Securities Commission) regulation no. 1/2006
for the third quarter of 2016

Date of report:15.11.2016
Name of the Company - Prefab S.A.
Head Office – Bucuresti, Dr.Iacob Felix, nr. 17-19 ,et.2, sector 1
Office: Calarasi, str. Bucuresti, nr. 396.
Phone/fax no. – 021-3315116/ 021-3305980
Registration Code at the Trade Register – RO 1916198
Number in the Trade Register – J40/9212/2003
Regulated market on which are traded the securities issued – Bucharest Stock Exchange, Standard category
Subscribed and paid capital – 24.266.709,5 lei
The main characteristics of the securities issued – the company has issued a number of 48.533.419 registered shares with a nominal value of 0,5 lei, dematerialized
Accounting standard applied: International Financial Reporting Standards

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Compared with 2015, in 2016 it was felt a regression of the construction materials market. The lack of infrastructure projects, the current economic conditions and the fact that 2016 is an election year put their mark on Prefab SA Company's activity especially in the first half of the year.

In these circumstances, the turnover registered on 30.09.2016 was affected, being with 11.80 % lower than that recorded in 30.09.2015.
The operating result on 30.09.2016 is in the amount of 1.853.850 ron, comapred to 190.881 ron, made on 30.09.2015, in increase compared to the same period of the previous year, the appreciation being due to policies and strategies adopted in order to optimize the costs and margins offered.
The operating result on 30.09.2016 is in the amount of -1.050.505 ron, comapred to 322.759 ron achieved in the same period of year 2015. The financial result recorded in the year 2015 was driven by record of revenues from the distribution of dividends, by Prefab Invest SA, to Prefab SA, a shareholder who holds 99,9% of its share capital.

Current assets also decreased by 0.66%, from 232.037.899 ron (31.12.2015) to 230.514.480 ron (30.09.2016), a decline mainly due to depreciation, but also because at the beginning of the year the company alienated assets (unproductive) which do not contribute to achieving the object of activity, the resources obtained being used for early repayment of loans contracted, according to decisions of general meeting of shareholders.

The value of current assets and other assets decreased by 1.88%, from 47.542.041 ron (31.12.2015) to 46.649.097 ron (30.09.2016), mainly due to diminishing stocks of finished products amid an increase in demand for construction materials market in summer, market that is still unstable and affected by lack of capital for investments in 2016. The net assets of the Company was appreciated significantly, being in the amount of 3.177.659 ron on 30.09.2016, compared to -1.557.994 ron on 31.12.2015.

Total liabilities decreased by 3.54%, from 65.895.738 ron (31.12.2015) at 63.559.850 ron (30.09.2016), a decrease due to monthly reimbursements in the account of long-term loans.

Indicators (lei)	30.09.2016	31.12.2015	Variation
Fixed assets	230.514.480	232.037.899	-0.66%
Current assets and other assets	46.649.097	47.542.041	-1.88%
Total debts	63.559.850	65.895.738	-3.54%
Equity and liabilities	213.603.727	213.684.202	-0.038%

Indicators (lei)	30.09.2016	30.09.2015	Variation
Net turnover	51.605.359	58.511.115	-11.80%
Operating income	60.393.716	68.023.682	-11.21%
Operating expenses	58.539.866	67.832.801	-13.70%
Operational result	1.853.850	190.881	+871.20%
Amortization	4.606.029	6.679.703	-31.04%
EBITDA	6.459.879	6.870.584	-5.98%
Financial income	185.791	1.612.640	-88.48%
Financial charges	1.236.296	1.289.871	-4.15%
Financial result	-1.050.505	322.769	-425.46 %
Total income	60.579.507	69.636.322	-13%
Total expenses	59.776.162	69.122.672	-13.52%
Gross profit	803.345	513.650	+56.40%
Net income	649.363	403.994	+60.74%

To view the entire report which shows the Company's activity for the period January-September 2016 please see the company website.

Milut Petre Marian
General Manager