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**INDIVIDUAL
INTERIM
FINANCIAL
REPORT**

1st H 2017

**INDIVIDUAL
INTERIM FINANCIAL
REPORT
1st HALF YEAR 2017**

**PREPARED IN ACCORDANCE WITH THE INTERNATIONAL
FINANCIAL REPORTING STANDARDS ADOPTED BY
THE EUROPEAN UNION**

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REPORT

ON THE REVIEW OF ACCOUNTING REPORTS AT JUNE 30th, 2017 OF “COMPA” S.A. SIBIU

We have reviewed COMPA’s accounting reports, drawn up on the 30st of June 2017, which comprise the statement of financial position as at June 30st 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union and the Ministry of Public Finance.

Management is responsible for the preparation and fair presentation of these financial reports in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union and the Ministry of Public Finance Order no. 2844/2016 approving the accounting regulations compliant with the International Financial Reporting Standards, applicable to companies whose securities are admitted to trading on a regulated market.

Our responsibility is to issue a conclusion over these financial reports prepared by S.C. “COMPA” S.A. Sibiu on the basis of the revision.

The financial reports comprise only part of the reporting components stipulated by the International Standards for Financial Reporting and do not represent a complete set of financial situations at 30st of June 2017.

Following the verifications performed on the basis of the obtained evidences, nothing caught our attention in the sense of making us believe that the accounting reports prepared by the company do not present fairly, in all material respects, the company's financial position and the outcome of its activities on the 30st of June 2017, for the quarter that ended at that date, in accordance with International Standards for Financial Reporting adopted by EU.

This auditor's report is addressed solely to the company's shareholder as a whole. This report was drawn up exclusively in order to submit the company's accounting reports afferent to the period that ended on the 30st of June 2017 at the Financial Supervision Authority, and can only be used for this purpose.

On behalf of

Sib Expert SRL

Registered with the Chamber of Financial
Auditors in Romania with no. 318/2003

Pacurariu Ioan

Registered with the Chamber of Financial Auditors in
Romania with no. 341/2000

Sibiu, Romania:

August, 7th 2017

COMPA S.A. Sibiu
Separate statement of financial position for 1st H 2017
(All amounts are expressed in RON, unless otherwise specified)

	Note	30-Jun-2017	31-Dec-2016
ASSETS			
Fixed assets:			
Tangible assets	4.1	312.381.543	316.711.089
Real estate Investment	4.2	41.298.766	41.239.843
Intangible assets	5	3.463.956	3.702.191
Other receivables	7	115.669	107.354
Financial investments	20	1.769.430	1.769.430
Deferred tax asset	10	831.470	804.084
Fixed assets - Total		359.860.834	364.333.991
Current asset:			
Inventories (Stocks)	8,9	93.463.545	91.649.476
Trade and other receivables	6	147.738.434	110.393.385
Other receivables (grants and settlement of ventures operations)	6	22.638	22.638
Cash and cash equivalents	9	842.251	605.611
Current assets - Total		242.066.867	202.671.111
TOTAL ASSETS		601.927.701	567.005.102
Equity			
Share capital	11	21.882.104	21.882.104
Reserves	11	255.811.932	235.888.876
Reserve adjustment	11	23.122.057	23.122.057
Retained earnings of which:	11	87.494.355	85.267.832
Retained earnings derived from the first-time adoption of IAS 29	11	-648.352	-648.352
Total Shareholders' equity		388.310.448	366.160.825
Liabilities			
Long term debt			
Financial debts	12	49.763.094	46.733.495
Deferred revenues (deferred income, grants)	13	28.770.989	30.689.125
Provisions	14	135.645	135.645
Total Long term debt		78.669.728	77.558.264
Current liabilities:			
Financial liabilities	13	118.061.877	109.161.283
Other liabilities	13	9.839.669	9.240.256
Current tax liabilities	10	897.569	165.379
Deferred revenues (deferred income, grants)	13	3.730.105	3.733.494
Provisions	14	2.418.305	985.600
Total current liabilities		134.947.524	123.286.012
TOTAL LIABILITIES		213.617.252	200.844.234
TOTAL EQUITY AND LIABILITIES		601.927.701	567.005.102

CEO,
Ioan DEAC

CFO,
Ioan MICLEA

COMPA S.A. Sibiu
Separate statement of comprehensive income for 1st H 2017
 (All amounts are expressed in RON, unless otherwise specified)

	Nota	30.06.2017	30.06.2016
Revenues	15	364.369.173	325.229.497
Other revenues	15	4.138.141	7.320.890
Total Revenues		368.507.314	332.550.387
Changes in inventories of finished goods and work in progress	16	-6.207.312	1.707.185
Raw materials and consumables	16	-230.016.556	-213.323.007
Employee benefit expense	17	-63.641.326	-56.151.257
Depreciation and amortization expense	4.1, 4.2, 5,16	-22.049.285	-18.954.963
Third parties services	16	-18.734.617	-18.070.138
Other expenses	16	-3.601.061	-4.223.389,68
Operating Results		24.257.157	23.534.817
Financial income	18	129	39.818
Financial expenses (expenditures)	18	-293.286	-411.903
Other financial returns / losses	18	379.237	12.245.701
Net financing costs	18	86.081	11.873.616
Profit before income tax		24.343.238	35.408.433
(Expenses) / Income from deferred tax	10	-103.856	315.719
Expense with current tax	10	-2.221.001	-82.726
Net profit for the period		22.018.381	35.641.426
Other comprehensive income,; of which: income tax relating to other comprehensive income			
Profits tax related to other comprehensive income	10	131.242	-2.201.520
Other incomes of global result, net of tax		131.242	-2.201.520
Total global result of the year		22.149.623	33.439.906
Unbound basic result per share / diluted	19	0,10	0,16

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COMPA S.A.Sibiu
Separate statement regarding the changes in equity capital for the 1st H 2017
 (All amounts are expressed in RON, unless otherwise specified)

Equity capital item	Registered Capital	Adjustments capital	Legal reserves	Legal reserves adjustments	Reassessment reserves	Other reserves	Other reserves Adjustments	Retained earnings	Total
Balance 01.01.2017	21,882,104	0	4,376,421	22,679,066	82,151,679	120,905,482	442,991	64,165,803	316,603,546
Net profit for the period								51,627,557	51,627,557
Other elements of the comprehensive income, of wich:	0	0	0	0	-88,901	-2,070,278	0	0	-2,159,179
Transfer of reserves to result					-88,901				-88,901
Income tax related to other comprehensive income						-2,070,278			-2,070,278
Transactions with shareholders recorded directly in equity, from which:	0	0	0	0	0	30,614,473	0	-30,525,572	88,901
Transfer to reserves result								88,901	88,901
Profit distribution		0				30,614,473		-30,614,473	0
Balance 30.06.2017	21,882,104	0	4,376,421	22,679,066	82,062,778	149,449,677	442,991	85,267,788	366,160,825

The changes in equity in the first 2017 were determined by the result of the period, amounting to RON 22,018,381 and the profit tax on other items of the overall result.

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COMPA S.A. Sibiu
Separate statement of cash flow for the 1st H 2017
 (All amounts are expressed in RON, unless otherwise specified)

INDICATOR	S1	S2	S2-S1
+ Profit or loss		22,018,381	22,018,381
+ Depreciation and provisions		22,049,285	22,049,285
- Stocks change	91,649,476	93,463,545	-1,814,069
- Receivables variation	111,327,462	148,708,210	-37,380,748
+ Variation suppliers and assimilated accounts	109,161,283	118,061,877	8,900,594
+ Variation in other debts	9,405,635	10,737,238	1,331,603
- Variation in other asset items	363,422,553	344,565,701	18,856,852
+ Variation in other liabilities	401,704,689	379,297,826	-22,406,863
A + = Cash flow from operating activities			11,555,035
- Investments made - total, of which:		14,347,994	-14,347,994
purchased and other investment expenditure		12,283,358	-12,283,358
executed by direct labor		2,064,636	-2,064,636
B + = Cash flow from investing activities			-14,347,994
+ Variation in loans and borrowings, of which order::	46,733,495	49,763,094	3,029,599
credit and loans for current activity	46,733,495	49,763,094	3,029,599
C + = Cash flow from financial activity			3,029,599
Cash at beginning of period	605,611		
Cash at end of period		842,251	
= + Net Cash Flow (A+B+C)			236,640

CEO,
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COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
(All amounts are expressed in LEI (RON), unless otherwise stated)

1. GENERAL INFORMATION

COMPA is a Joint Stock Company, headquarters in Sibiu, No 8, Henri Coandă Street, postal code 550234.

1.1. Domain of activity

The main activity according to CAEN is 2932 – Manufacturing of other parts and accessories for motor vehicles and motor vehicle engines.

1.2. Ownership of company

COMPA is privatized 100% since September 1999. The shareholding structure is as follows:

SHAREHOLDER	NO. OF SHARES	% OF TOTAL CAPITAL
COMPA Employees Association	119,474,505	54.60
Legal entities – Romanian or other nationality	80,099,653	36.60
Individuals entities – Romanian or other nationality	19,246,880	8.80
TOTAL NUMBER OF SHARES	218,821,038	100.00

The company is listed on the stock market shares are traded on the Bucharest Stock Exchange in the Standard category, under symbol CMP.

1.3. The company's evolution

By the Government decision nr.1296 / 13 Dec.1990 the company became COMPA, originating from *Intreprinderea de Piese Auto Sibiu (I.P.A. Sibiu)*. *IPA Sibiu* was established in 1969 through the merger of two units: *Elastic Plant* and *Automecanica Plant*.

Since 1991, COMPA was organized in factories workshops, established for product families as cost centers, which in time became profit centers in order to decentralize and facilitate the establishment of joint ventures.

2. BASIS OF PREPARATION

The individual financial statements have been prepared in accordance with International Financial Reporting Standards adopted by the European Union ("EU"). These financial statements are the first financial statements prepared in accordance with International Financial Reporting Standards. The Group adopted IFRS reporting from the financial statements of 2012.

The financial statements presented in Romanian lei (RON), rounded to the nearest value, which is the functional currency of the company.

3. SIGNIFICANT ACCOUNTING POLICIES

The individual financial statements have been prepared in accordance with International Financial Reporting Standards adopted by the European Union ("EU")

Important accounting policies applied by the company are presented in the financial statements closed on 31.12.2016 and have not suffered changes during the interim report.

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
(All amounts are expressed in LEI (RON), unless otherwise stated)

4.1. TANGIBLE ASSETS

Evolution of tangible assets from 1th of January 2017 to 30th of June 2017 is the following:

Explanations	Land	Buildings	Equipment and motor vehicles	Other tangible assets	Tangible assets in progress	Total
Inventory Value						
01.01.2017	43,509,161	72,076,116	452,052,635	1,216,618	15,435,617	584,290,147
Acquisition inputs 1 st H 2017					14,199,559	14,199,559
Internally generated inputs 1 st H 2017					2,061,162	2,061,162
Inputs from commissioning 1 st H 2017		7,717,239	16,732,235			24,449,474
Outputs of transfers to other classes of property 1 st H 2017		112,666				112,666
Input from transfers from other classes of fixed assets 1 st half of 2017					11,207	11,207
Output from transfers to other classes of fixed assets 1 st half of 2017			-11,207		-24,449,474	-24,460,681
Output from transfers within the same class of fixed assets 1 st half of 2017		-112,666				-112,666
Outputs from rescissions 1 st H 2017			-9,785			-9,785
30.06.2017	43,509,161	79,793,355	468,763,878	1,216,618	7,258,071	600,541,083
Amortization, depreciation						
01.01.2017		3,742,440	262,871,301	965,317	0	267,579,058
Expenditure 1 st H 2017	0	2,730,100	17,828,667	31,500	0	20,590,267
Amortization, depreciation afferent outputs 1 st H 2017	0	0	-9,785	0		-9,785
30.06.2017	0	6,472,540	280,690,183	996,817	0	288,159,540
Remaining value						
01.01.2017						316,711,089
30.06.2017						312,381,543

Tangible assets representing "Tangible assets in progress" are valued at historical cost. The Company chose to assess its tangible assets like land and buildings at fair value.

The method used for fair evaluation level 2 is that of comparing prices. Comparable prices for buildings and constructions nearby are adjusted depending on specific characteristics, like size of property, etc. Most important input for this evaluation method is price/ m².

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
 (All amounts are expressed in LEI (RON), unless otherwise stated)

During 2017 there were no transfers within the level where the evaluations are classified at fair value. Depreciation of all tangible assets is determined by linear method.

Fixed assets were reduced in 2017 by cassation and depreciation. The inventory value of fixed assets disposed of in 2017 was 9,785 lei, which were fully amortized.

On 30.06.2017 the mortgage on tangible assets for the contracted loans amounted to a net book value of 37,156,229 lei and the guarantees consisting of technological equipment have a net book value of 14,554,925 lei.

4.2. REAL ESTATE INVESTMENTS

The evolution of real estate investments from January 1, 2017 to June 30, 2017 is as follows:

Explanations	Real estate investments	Real estate investments in progress	Total
Balance at 31.12.2016	32,624,360	5,680,885	38,305,245
Inputs from acquisitions in 1 st H 2017		2,347,925	2,347,925
Internally generated inputs in 1 st H 2017		1,061	1,061
Balance at 30.06.2017	32,635,148	8,029,871	40,665,019

The company has investment property assets. These were registered based on the analysis of owned tangible assets by the company and the concluded lease contracts for 2017.

Certain properties hold a portion destined for leasing and a portion destined for production of goods, provision of services or for administrative purposes. In the case the portion destined for lease has no significant weight, than this portion is treated as a tangible asset.

Real estate investments are evaluated at a fair value. A gain or loss generated by a change in the fair value of property investments is acknowledged in the profit or loss for the period in which it accounted.

Real estate investments were reevaluated on 31.12.2015 by an independent authorized evaluator. The "real estate investments in progress" current assets are evaluated at an historical cost.

5. INTANGIBLE ASSETS

Intangible assets held by the Company are represented by software, software licenses and intangible assets in progress. Their evolution was as follows:

<i>Explanations</i>	Software and software licenses	Total
Cost		
01.01.2017	9,828,971	9,828,971
Inputs 6 months 2017	89,512	89,512
Outputs 6 months 2017	0	0
30.06.2017	9,828,971	9,828,971

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
 (All amounts are expressed in LEI (RON), unless otherwise stated)

<i>Explanations</i>	Software and software licenses	Total
Depreciation, amortization		
01.01.2017	6,126,780	6,126,780
Expenses 6 months 2017	327,747	327,747
Depreciation, amortization afferent outputs H1 2017	0	0
30.06.2017	6,454,527	6,454,527
Remaining value		
01.01.2017		3,702,191
30.06.2017		3,463,956

6. TRADE RECEIVABLES AND OTHER CLAIMS

The trade receivables and other claims situation is as follows:

Explanations	30.06.2017			31.12.2016		
	Total, of which	Long term	Short term	Total, of which	Long term	Short term
Trade receivables	137,312,662	0	137,312,662	101,344,916	0	101,344,916
Adjustments for trade receivables depreciation	-679,044	0	-679,044	-500,836	0	-500,836
Advanced payments to suppliers	4,817,286	0	4,817,286	2,133,766	0	2,133,766
Staff-related claims	17,734	0	17,734	28,652	0	28,652
Claims related to the consolidated state and local budget	5,290,440	0	5,290,440	6,668,333	0	6,668,333
Other debtors	857,739	0	857,739	873,503	0	873,503
Adjustments for debtors depreciation	-578,886	0	-578,886	-578,886	0	-578,886
Prepayments	700,503	0	700,503	423,937	0	423,937
Grants receivables (AMPOSDRU and AMPOSCCE projects)	22,638	0	22,638	22,638	0	22,638
Total Claims	147,761,072	0	147,761,072	110,416,023	0	110,416,023

Claims in foreign currencies are valued in lei at the BNR exchange rate from 30.06.2017

The evolution of adjustments for impairment of receivables throughout the first 6 months of 2017, is as follows

Balance at 31.12.2016	1,110,970
Adjustments in 1 st H 2017	4,993
Reversed adjustment in 1 st H 2017	-6,554
Balance at 30.06.2017	1,109,409

The company's policies in the commercial department require registration of impairment adjustments for receivables exceeding 360 days and for receivables which hint an uncertainty factor. Exceptions are

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
(All amounts are expressed in LEI (RON), unless otherwise stated)

receivables registered at partners to which the company is in debt, debts within approximately same time periods as the unearned claims.

7. OTHER RECEIVABLES

The situation of other receivables of the Company is as follows:

Explanations	30.06.2017			31.12.2016		
	Total, of which	Long term	Short term	Total, of which	Long term	Short term
Custom home warranty	106,185	106,185	0	103,000	103,000	0
Other guarantees	9,484	9,484	0	4,354	4,354	0
Total other assets	115,669	115,669	0	107,354	107,354	0

8. STOCKS

Structure of stocks owned by the Company is presented in the table below:

Explanations	30.06.2017	31.12.2016
Raw materials	30,699,480	27,453,843
Impairment of raw materials	-53,226	-53,226
Packaging materials	17,780,662	13,471,965
Impairment of materials and packaging	-77,894	-80,220
Semi-finished parts and production in progress	34,829,492	32,055,354
Impairment of semi-finished parts	0	-477,314
Finished goods and merchandise	10,454,619	19,448,665
Impairment of finished products and goods	-169,588	-169,591
Total stocks	93,463,545	91,649,476

Adjustments evolution for impairment of inventories in the first 6 months of 2017 is as follows

Balance at 31.12.2016	780,351
Reversed adjustments 1 st H 2017	0
Adjustments established in 1 st H 2017	-479,643
Balance at 30.06.2017	300,708

9. CASH AND CASH EQUIVALENTS

Available cash and cash equivalents are as follows:

Explanations	30.06.2017	31.12.2016
Bank accounts in RON	360,161	361,012
Currency accounts	437,158	236,933
Cash equivalents	32,939	3,949

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
(All amounts are expressed in LEI (RON), unless otherwise stated)

Explanations	30.06.2017	31.12.2016
Petty cash	11,993	3,717
Total Cash and equivalents	842,251	605,611

The Company owns domestic and foreign currency accounts at the following banks: BRD Group Societe Generale, BCR, RBS Bank, ING Bank, Treasury.

10. PROFIT TAX

10.1. Information on the current income tax

Tax for current Company profit, is determined based on the statutory profit and adjusted for non-deductible expenses and non-taxable income at a rate of 16%

Explanations	30.06.2017	6/30/2016
Gross profit	24,343,238	35,408,433
Non-taxable income	1,942,660	14,798,617
Non-deductible expenses	5,070,491	4,960,933
Tax deductible depreciation difference	796,964	857,577
Fiscal profit	26,674,105	24,713,172
Profit tax	4,267,857	3,954,108
Amounts sponsoring	124,040	138,945
Tax relief on reinvested profit	1,922,816	3,815,163
Current income tax payable 16%	2,221,001	0
Current income tax for the year 2016	0	82,726

In 2017, the company applied at the current income tax calculation the fiscal facility regarding tax exemption on reinvested profit in technological equipment, according to OUG no. 19/2014. The company management expects to retain in the company's patrimony technological equipment purchased for a period of at least 5 years, equipment under which the facility was calculated. Furthermore, the management that the reserve established as a consequence of this facility will not be distributed / used under any circumstance.

10.2. Information on deferred tax

Significant components of the deferred income tax included in the financial reports as of 30 June 2017 and 30 June 2016, at a rate of 16%, are as follows:

Explanations	30.06.2017		30.06.2016	
	Temporary accumulated differences	Deferred income tax debt	Temporary accumulated differences	Deferred income tax debt
Tangible assets reprocessing	-5,622,508	-899,602	-6,870,221	-1,099,234
Other liabilities restatement	425,824	68,132	1,566,755	250,681
TOTAL	-5,196,684	-831,470	-5,303,466	-848,553

The company takes into account deferred tax receivables as an estimation of future taxable profit could be used with these receivables.

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
(All amounts are expressed in LEI (RON), unless otherwise stated)

The evolution of deferred income taxes in the period 01.01.2017 – 30.06.2017 is presented in the table below:

Deferred tax at 01.01.2017	-804,084
Deferred tax through the income and loss in 1 st H 2017	103,856
Deferred tax recognized through other elements of the 1 st H 2017 global result, of which:	-131,242
Deferred tax from assets revaluation	-131,242
Deferred tax at 30.06.2017	-831,470

11. EQUITY

Shareholder structure on 30.06.2017 is as follows:

Explanations	No. of shares	% of total share capital
COMPA Employee Association	119,474,505	54.6
Other shareholders (individuals and legal entities)	99,346,533	45.4
Total number of shares	218,821,038	100.0

The company's shares have a nominal value of 0.1 RON /share, the share capital value being of 21,882,104 lei. Since June 1997, the company's shares are traded on the Bucharest Stock Exchange, from July 2001 to second category and is currently quoted in the Standard Category, under symbol CMP.

The equity of the company include the following:

Explanations	30.06.2017	31.12.2016
Subscribed and paid capital	21,882,104	21,882,104
Capital adjustments	0	0
Revaluation reserves	82,062,778	82,062,778
Legal reserves	4,376,421	4,376,421
Adjustment of legal reserves	22,679,066	22,679,066
Other reserves	176,687,606	156,895,792
Adjustment of other reserves	442,991	442,991
Current and deferred income tax recognized in the equity account	-7,314,873	-7,446,115
Retained earnings representing surplus from revaluation reserves	57,483,644	57,483,644
Retained earnings from the first adoption of IAS, less IAS 29	29,144	29,144
Retained earnings from switching to IFRS, less IAS 29	8,611,538	8,611,538
Retained earnings due to the adoption of IAS 29 for the first time	-648,352	-648,352
Reported result from correction of errors	0	-1,221,270
Retained earnings accounting uncovered loss from previous years	0	0

COMPA S.A. Sibiu
Explanatory notes to the separate interim financial report from 1st H 2017
 (All amounts are expressed in LEI (RON), unless otherwise stated)

Explanations	30.06.2017	31.12.2016
Current year profit	22,018,381	51,627,557
Distribution of profit	0	-30,614,473
Total equity	388,310,448	366,160,825

Evolution of the indebtedness of the Company is as follows:

Explanations	30.06.2017	31.12.2016
Total debts	213,617,252	200,844,277
Cash and cash equivalents	-842,251	605,611
Net debt	212,775,001	200,238,666
Equity	388,310,448	366,160,825
Level of indebtedness	0.55	0.55

The company's indebtedness on 30.06.2017 was 0.99

12. FINANCIAL LIABILITIES

Long term and short term financial liabilities expressed in EUR are as follows:

Currency (EUR)

Credit institution	Loan type	30.06.2017			31.12.2016		
		Total, of which:	Long term (< 5 years)	Short term	Total, of which	Long term (< 5 years)	Short term
BRD Group Societe Generale Romania	Credit line for manufacturing	4,143,705	4,143,705	0	4,002,454	4,002,454	0
ING Bank Sibiu	Credit line for manufacturing	6,783,873	6,783,873	0	6,288,773	6,288,773	0
Total financial liabilities (EUR)		10,927,577	10,927,577	0	10,291,227	10,291,227	0

Long term and short term financial liabilities denoted in RON are as follows:

Currency (RON)

Credit institution	Loan type	30.06.2017			31.12.2016		
		Total, of which:	Long term (< 5 years)	Short term	Total, of which	Long term (< 5 years)	Short term
BRD Group Societe Generale Romania	Credit line for manufacturing	18,870,016	18,870,016	0	18,175,546	18,175,546	0
ING Bank Sibiu	Credit line for manufacturing	30,893,078	30,893,078	0	28,557,949	28,557,949	0
Total financial liabilities (RON)		49,763,094	49,763,094	0	46,733,495	46,733,495	0

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For loan contracts, the company filed guarantees. Tangible assets mortgaged at credit institutions on 30.06.2017 have a book value of 14,554,925 RON.

These include land, buildings and equipment. Furthermore, for employed credit guarantees "security interest on debts" was constituted proportionally to the exposure value of the financing banks.

Interest margin of engaged credits at banking institutions vary between:

Euribor at 1 month + 1.15 % per year and Euribor at 1 month + 1.75 % per year

Foreign currency debts are evaluated in RON at the official exchange rate of BNR on 30.06.2017.

13 COMMERCIAL LIABILITIES AND OTHER PAYABLES

The commercial debts and other liabilities are as follows:

Explanations	30.06.2017			31.12.2016		
	Total, of which	Long term	Short term	Total, of which	Long term	Short term
Suppliers	117,714,444	0	117,714,444	108,664,190	0	108,664,190
Advanced payments received from customers	347,433	0	347,433	497,093	0	497,093
Staff-related debts	5,496,930	0	5,496,930	4,296,324	0	4,296,324
Social security and unemployment debts	3,057,168	0	3,057,168	3,495,725	0	3,495,725
Other state budget debts	1,144,899		1,144,899	1,316,808	0	1,316,808
Current income tax liabilities	897,569	0	897,569	165,379	0	165,379
Various creditors	140,672	0	140,672	131,399	0	131,399
Investment subsidies from AMPOSDRU, AMPOSCCE contracts	32,359,704	28,629,599	3,730,105	34,225,226	30,491,732	3,733,494
Inventory excess of property nature	141,390	141,390	0	197,393	197,393	0
Total Commercial liabilities and other payables	161,300,209	28,770,989	132,529,220	152,989,537	30,689,125	122,300,412

14. PROVISIONS

Provisions situation as of 30.06.2017 is shown below:

Explanations	Provisions for guarantees to customers	Provisions for employee benefits	Other provisions	Total provisions
Balance 31.12.2017	26,945	108,700	0	135,645
Provisions established in 1 st H 2017	0	0	3,202,655	3,202,655
Provisions reversed in 1 st H 2017	0	0	-1,957,655	-1,957,655
Balance 30.06.2017	26,945	108,700	1,245,000	1,380,645

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During 1st half of 2017 other provisions were established amounting to a total of 2,773,500 lei in the commercial relation between Compa and its external partners Delphi and Robert Bosch Belgium.

The value of provisions reversed during this period was 1,340,795 lei. The balance of other provisions on 30.06.2017 amounting to 2,553,950 MDL represents obligations towards our partner DELPHI.

Established provisions represent Compa's obligations towards its partners mentioned above due to price differences corresponding to parts delivered during 2016 and 2017.

Price differences come from the following:

- Recalculation of depreciation included in price of pieces delivered by Compa to Delphi Diesel Systems France. Depreciation was negotiated on a certain volume of parts and there were some deviations from the volumes considered in the calculations. Deviations from the planned volumes are established periodically and after checking and validation of the calculations by both parties invoices are issued for price differences.
- Price recalculation of windscreen wipers delivered to Robert Bosch Belgium, meaning decreases.

Provisions were determined by estimation at the date of Compa's recognition of certain obligations, but the process of analyzing and validation by both partners of additional obligations was not yet finalized.

15. INCOME

The company's income structure is as follows:

Explanations	30.06.2017	30.06.2016
Total Turnover, of which:	364,369,173	325,229,497
Revenues from sales of finished products	362,570,106	315,256,027
Revenues from provision of services	1,141,516	1,085,075
Revenues from sale of goods	377,006	8,252,978
Revenues from other activities (rents, various activities)	276,889	455,330
Revenues from associated subsidies (EU funds projects)	3,656	180,087
Other operating income	4,138,141	7,320,890
Total operating income	368,507,314	332,550,387

Other operating revenues consist of:

Explanations	30.06.2017	30.06.2016
Revenues from sales revaluation of properties	0	0
Revenues from production assets	2,064,635	3,452,382
Income from assets held for sale transferred	-2,117	2,134,620
Revenues from investment grants (projects and partner contract projects AMPOSDRU and AMPOSCCE)	1,865,522	1,708,249
Other operating revenues	210,101	25,639
TOTAL Other operating income	4,138,141	7,320,890

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16. EXPENSES

Operating expenses made within the first 6 months of 2016 and 2017 are presented in the following table:

Explanations	30.06.2017	30.06.2016
Material expenditures	200,340,728	127,008,501
Stock differences	-1,707,185	4,993,232
Energy and water expenses	12,982,279	11,401,565
Employee benefits expenditures, of which:	56,151,257	48,088,393
Salaries and compensations	43,955,502	39,408,860
Insurance and social protection expenses	12,195,755	8,679,533
Insurance and social protection expenses	17,718,125	11,877,532
Adjustments to the value on current assets	-8,162	-2,201,620
Provisions adjustments	1,245,000	0
Expenses with third party services	18,070,138	15,959,501
Other tax expenditures, taxes and similar payments	799,259	874,779
Expenses of owned assets held for transferred sales	2,097,433	0
Other operating expenses	1,326,698	1,443,999
Total Operating expenses	309,015,570	219,445,882

Segments of activity

The Board of Directors regularly evaluates the Company's activity in order to identify the activity segments that need separate reporting. The Company is based in Romania. All its revenues belong to its home country.

The immovable assets, other than financial instruments, receivables concerning the deferred tax, receivables concerning post-hire benefits and other rights resulted from endurances contracts are based in Romania. The company holds no such assets outside the home country.

All revenue belongs to the activities done in Romania.

17. EMPLOYEE BENEFITS EXPENSES

Employee benefits expenses include salaries, compensations and social security contributions. Short term benefits are recognized as expenditures as the services are rendered

Explanations	30.06.2017	30.06.2016
Salaries and compensations	49,371,271	43,955,502
Insurance and social protection expenses	14,270,055	12,195,755
TOTAL	63,641,326	56,151,257

18. FINANCIAL LOSSES (GAINS)

The financial losses (gains) structure is shown below:

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Explanations	30.06.2017	30.06.2016
Gains from foreign exchange differences relating to monetary items denominated in foreign currency	482,981	354,396
Losses from interest rates	-293,156	-372,085
Financial gains from disposal of financial assets	0	12,012,660
Gains from financial asset disposal	-103,744	-121,355
Total Losses / Gains	86,081	11,873,616

19. EARNINGS PER SHARE

The earnings per share for 1st H of 2017 and 2016 is summarized as follow:

Explanations	30.06.2017	30.06.2016
No. of shares at the beginning of the year	218,821,038	218,821,038
Shares issued during the year	0	0
No. of shares at the end of the year	218,821,038	218,821,038
Net profit	22,018,381	35,641,426
Earnings per share (in RON per share) basic / diluted	0.10	0.16

20. FINANCIAL INVESTMENTS

The company's financial investments represent shares owned at affiliated entities. Securities held are carried at cost and include the following:

Company that holds the securities	Social headquarters	% of share capital	Securities Value	Main activity (according to CAEN)
COMPA IT S.R.L.	No.8, Henri Coandă Str., Sibiu, Sibiu County	100.00	200,000	6201 "Activities of achieving custom software"
TRANS CAS S.R.L.	No.12, Henri Coandă Str., Sibiu, Sibiu County	99.00	1,498,450	4941 "Freight transport by road"
COMPA EXPEDIȚII INTERNAȚIONALE S.R.L.	No.8, Henri Coandă Str., Sibiu, Sibiu County	98.00	980	5229 "Other transportation activities"(Activity suspended since 2009)
RECASERV S.R.L.	No.51, Henri Coandă Str., Sibiu, Sibiu County	70.00	70,000	5629 "Other types of activities"
TOTAL			1,769,430	

Entities affiliated with the company were formed in time, due to the need of outsourcing some COMPA S.A. specific activities like: software design, domestic and international auto transport, catering, etc..

The outsourcing accomplished to streamline these activities and to benefit from some state-offered facilities for specific activities (IT activities, transport licenses etc.). Most contracts and transactions with these entities represent COMPA (holder of special and specific installations) sourcing utilities like: electricity, heat, water, telephone services, compressed air, rental of premises and equipment necessary to conduct business, as well as contracts for the supply of goods and services. On the other hand, these affiliated entities provide COMPA with the goods and services they produce and for which outsourcing was imposed.

Relationships were conducted on free market commercial terms, the price of which is agreed upon by negotiation, falling in the prevailing market levels.

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Transactions in the first 6 months of 2016 and 2017 with the companies in which COMPA holds stakes were as follows (amounts include VAT):

Explanations	30.06.2017		30.06.2016	
	Purchases of goods and services	Sales of goods and services	Purchases of goods and services	Sales of goods and services
TRANS C.A.S. S.R.L.	8,609,757	137,167	9,312,426	142,460
COMPA - IT S.R.L.	1,013,285	12,327	969,600	13,456
RECASERV S.R.L.	625,177	33,599	110,995	32,634

Mutual debts and claims registered at 30.06.2017 and 30.06.2016 are:

Claims receivable by COMPA S.A. from:

Explanations	30.06.2017	30.06.2016
TRANS C.A.S. S.R.L.	31,947	18,559
COMPA-IT S.R.L.	11,957	4,840
RECASERV S.R.L.	16,911	2,315

Debts paid by COMPA Company S.A. to:

Explanations	30.06.2017	30.06.2016
TRANS C.A.S. S.R.L.	2,680,293	2,819,632
COMPA-IT S.R.L.	705,666	648,249
RECASERV S.R.L.	326,380	264,702

Outstanding balances are not guaranteed. No guarantees have been issued nor received for claims or liabilities of affiliated entities.

Company Management

List of the Board members:

NAME AND SURNAME	QUALIFICATION	POSITION
DEAC Ioan	Engineer	Chairman & CEO
MICLEA Ioan	Economist	Board member & CFO
MAXIM Mircea Florin	Engineer	Board member
BENCHEA Cornel	Economist	Board member
VELȚAN Ilie-Marius	Economist	Board member

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List of company executive members:

DEAC Ioan	CEO
MICLEA Ioan	CFO
FIRIZA Ioan	Management Director
BĂIAȘU Dan-Nicolae	Purchasing Director
BUCUR Tiberiu-Ioan	Sales Director
ACU Florin-Ștefan	Technical Director
MUNTENAȘ Bogdan-Vasile	Logistics Director
ȚUICU Liviu-Laurențiu	Quality and Environment Director
ȚUȚUREA Mihai	Production Director
ROTARU Petru-Liviu	Production Director
MORARIU Mircea	Production Director
HERBAN Dorin-Adrian	Industrial Engineering Director
SUCIU Ioan-Octavian	Quality and Environment Management Systems Director
OPRIȚOIU Dumitru	Chief engineer - Energy Base
DRAGOMIR Marius-C-tin	Chief engineer - Maintenance

Transactions with the company's executive members are limited to wages and allowances.

Explanations	30.06.2017	30.06.2016
Wages and allowances granted to the Board of Directors and executive management members	2,478,525	2,253,588

21. EVENTS SUBSEQUENT TO THE DATE OF THIS REPORT

Management has not identified any subsequent events with significant impact on the financial position and income statement of COMPA S.A.

The General Meeting of Shareholders took place on 24 April 2017, and approved the financial situations concluded on 31 December 2016 and profit distribution from 2016.

Chairman & CEO,
Ioan DEAC

CFO,
Ioan MICLEA

DECLARATION

In accordance with provisions of article 30 of the Accounting Law no.82 / 1991

The separate financial statements are prepared on 30.06.2017 for:

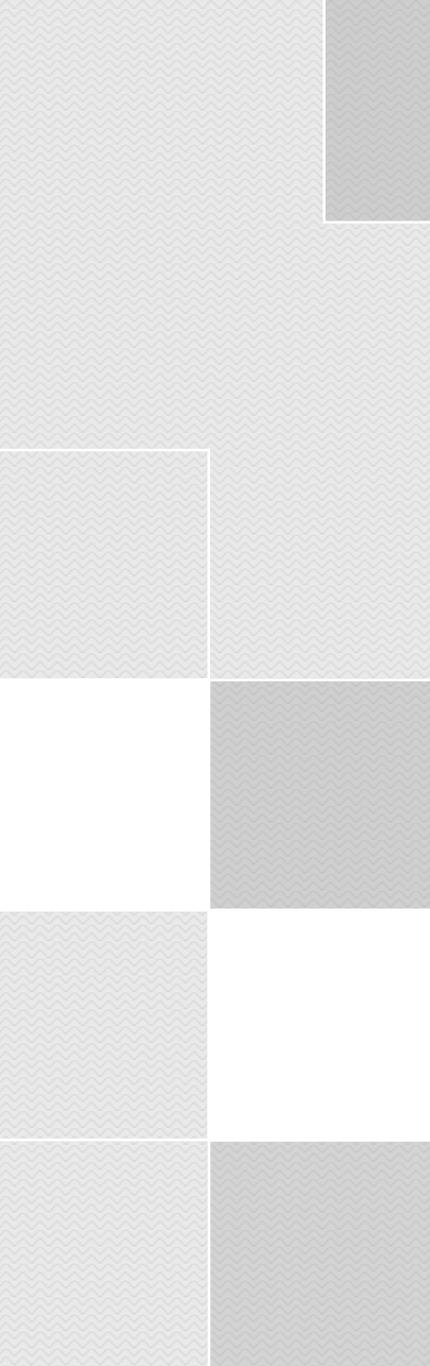
Name of the issuing entity	COMP A S.A.
County	32 Sibiu
Registered office	Sibiu, No 8 str. Henri Coandă, Sibiu County, postal cod 550234
Registration number in the Trade Registry	J32/129/1991
Property form	34 Companies stock
Predominant activity (CAEN code and class name)	2932 - Manufacture of other parts and accessories for motor vehicles
VAT Code	RO 788767

IOAN MICLEA undersigned,

According to Art.10 (1) of the accounting Law no.82 / 1991, having the position of Economical Manager undertakes the responsibility for elaborating the financial reporting statement at 30/06/2017 and confirms the following:

- Unbound statements for 06/30/2016 are prepared in accordance with International Financial Reporting Standards as adopted by the European Union.
- The accounting policies used in preparing the 1st H 2017 are in accordance with the applicable accounting regulations.
- The company operates in terms of continuity.

CFO,
IOAN MICLEA



1st HALF
YEAR 2017

REPORT

COMPA S.A.SIBIU



REPORT

According to National Securities Commission Regulation no. 1/2006 regarding issuers and securities operations (Annex 31)

Report date	30/06/2017
Name of the issuing entity	COMPA S.A.
Social headquarters	Sibiu, no.8, Str.Henri Coandă, 550234
Phone number	+40 269 237878
Fax number	+40 269 212204; +40 269 237770
VAT code	RO 788767
Registration number in the Trade Registry	J 32 / 129 / 1991
Subscribed and paid share capital	21.882.103,8 RON
Regulated Market on which the issued securities are traded	Bucharest Stock Exchange, Standard Category, symbol CMP

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1. ECONOMIC AND FINANCIAL SITUATION

SIGNIFICANT EVENTS THAT TOOK PLACE BETWEEN 01.01.2017 – 30.06.2017

WITH IMPACT ON THE FINANCIAL POSITION OF THE COMPANY

The most important events that occurred in the 1st H of 2017 are:

-  Even though the growth rate of manufactured goods production and turnover achieved in the 1st H of 2017, over 12% compared to the corresponding period of the previous year (1st H of 2016) is lower than the one realized in the previous year; We still appreciate that this level of growth is quite high and is recorded after one year (2016) when the increases recorded for these indicators were over 33% compared to the previous year. We can highlight significant increases in the production of Bosch injection components, turbocharger components as well as welded parts and subassemblies.
-  The 12th cell for the manufacturing of Bosch Rail components has been put into operation with an impact on the increase of production capacity in this type of product, with a high level of orders this year.
-  The measures for cost reducing, achieved from improvement projects implementation in all areas of activity involving a significant number of people from the technical, production, quality and other departments, have been applied in 1st H of 2017 as well and will be continued during the year 2017. The development of improvement projects ensures both a positive impact on the achievement of the financial indicators of the company and stimulative gains for the employees participating in the elaboration and implementation of these projects.
-  The process of transferring to COMPA additional operations that are currently being carried out by the customer and which ensure the integration of COMPA into the process of developing components from the Delphi injection system have begun.
-  The investment program has been continued in the 1st H of 2017 by acquiring machinery and equipment designed to expand the production capacities needed to achieve the new products attributed to COMPA by the partners.

1.1. Presenting an analysis of current economic and financial situation compared to the same period of last year, including at least:

- a. Balance sheet elements, assets representing at least 10% of the total cash assets and other liquid availabilities; reinvested profits; total current assets; company debt situation; total current liabilities;

Analyzing the economic and financial situation for the first half of 2017, the following indicators are presented:

INDICATOR	Achievements 30.06.2016 (RON)	Achievements 30.06.2017 (RON)	Level of achievement (column 2 / column 1) (%)
0	1	2	3
Fixed assets	364,333,991	359,860,834	98.77
Current assets	202,671,111	242,066,867	119.44
Debts of less than one year	123,286,012	134,947,524	109.46
Debts over a year	77,558,264	78,669,728	101.43
Capital and reserves	366,160,825	388,310,448	106.05

Analyzing the evolution of the main elements of the patrimony, we can specify the following:

 The value of fixed assets decreased at the end of the first half of the year 2017 by approximately 4.5 million RON compared to the level recorded at the end of 2016. This difference comes mainly from the group "Property, plant and equipment", where the value of outflows included in cost sem. I 2017 was significantly higher than the value of commissioning in this asset group.

 Current assets increased by 39.4 million RON (19.44%) compared to the balance of this group of assets at the end of 2016 (31.12.2016). The overwhelming weight of the increases (almost 36 million RON) was recorded in the "trade receivables" group where there is a low level of the collection of bills in the country 1st H 2017 as compared to the last part of 2016.

The increase in commercial claims could be justified by the overall increase in the volume of turnover in the market 1st H 2017 versus second semester 2016 and in particular due to billing at a higher level in the last month of 1st H 2017 (June 2017), compared to the lower billable level in the last month of 2016 (December with lower sales).

Trade receivables at the end of the sem. I 2017 are still higher than the end of the 1st H 2016 even considering the increase in turnover in the 1st H of 2017 compared to the 1st H 2016 approx. 12%. Increases in the value of current assets at the end of the 1st 2017 also recorded at stocks (1.8 million RON) as compared to the end of 2016, which is due to the increase in a larger proportion of the turnover.

 Less than a year's debt recorded at the end of 1st H 2017 are also higher by 11.7 million RON as compared to their level at the end of 2016. The weight of these debt increases is due to commercial debts which increased by 8.9 million RON, the increase is justified being below the level of the percentage Increase of the turnover of the 1st H 2017 compared to the same period of the previous year.

 The debts over one year recorded an increase of 1.1 million RON. A significant weight of these debts is held by the debts to banks, namely the credit line committed by COMPA at the end of the 1st H 2017. The value of debts to banks increased by 3 million RON, being influenced to a great extent by the non-collection of certain customers' bills, respectively by the increase in commercial debts at the end of the 1st 2017 compared to those recorded at the end of 2016.

 Capital positions, respectively Equity plus reserves increased by 22.1 million RON. This increase in the company's capital represents the net profit realized in the first half of 2017, remaining as a source of financing within the company's equity.

b. Profit and loss account: net sales; gross revenues; elements of costs and expenses accounting for at least 20% of net sales or gross revenues; risk provisions for various expenses; reference to any sale or shutdown of an activity segment done in the last 6 months or intended to be conducted in the following 6 months; declared and paid dividends;

The *Income and expenses* statement for the 1st H of 2017 in comparison to the same period of last year is as follows:

INDICATOR	Achievements 30.06.2016 (RON)	Achievements 30.06.2017 (RON)	Level of achievements (column 2 / column 1) (%)
0	1	2	3
Turnover	325,229,497	364,369,173	112.03
from which, export	245,546,513	292,156,772	118.98
Other operating revenues	7,320,890	4,138,141	56.53
Total operating revenues	332,550,387	368,507,314	110.81
Stock change	-1,707,185	6,207,312	
Material costs	200,340,728	217,915,585	108.77
Costs with energy	12,982,279	12,100,971	93.21
Costs with salaries	56,151,257	63,641,326	113.34
Depreciation and impairments of assets	17,718,125	20,918,014	118.06
Other operating expenses	23,530,366	23,466,949	99.73
Total operating expenses	309,015,570	344,250,157	111.40
Operational result	23,534,817	24,257,157	103.07
Interest expenses	411,903	293,286	71.20
Other financial charges	5,854,867	5,225,755	89.25
Total financial expenses	6,266,770	5,519,041	88.07
Interest revenue	39,818	129	0.32
Other financial revenue	18,100,568	5,604,993	30.97
Total financial revenues	18,140,386	5,605,122	30.90
Financial result	11,873,616	86,081	0.72
TOTAL REVENUE	350,690,773	374,112,436	106.68
TOTAL EXPENSES	315,282,340	349,769,198	110.94
Gross result	35,408,433	24,343,238	68.75
Current income tax	82,726	2,221,001	2,684.77
Deferred income tax	-315,719	103,856	
Net result	35,641,426	22,018,381	61.78

Analyzing the value of indicators included in the profit and loss account for the 1st H 2017 in comparison with the value of the same indicators from the 1st H 2016, we highlight the following:

-  Turnover achieved here 1st H 2017 registered an increase of 12.03% compared to the corresponding period of the previous year. The main production sectors in the COMPA activity recorded increases in the volume of goods and turnover:
 - Production and delivery of components for injection systems for trucks and vans, as well as for injection systems for cars
 - Manufacture of welded parts and subassemblies for the manufacture of lifting machinery and equipment;
 - Manufacture of components for turbochargers for Diesel engines
 - Production of steering gear pinions.
-  In the structure of operating costs, we can exemplify a more pronounced increase in costs with:
 - Depreciation of tangible assets as a result of the investments that have been put into operation in the last period;
 - Wage costs.

It is also possible to highlight cost reductions with:

- Interest on credit lines accessed;
- Utilities costs;
- Other external rendering by third parties.
-  Gross profit of RON 24.3 million realized in the first half of 2017, although it is significantly lower than the one obtained in the present 1st H 2016, however, exceeds the 22% level provided by the Income and Expenditure Budget 2017.

The big profit in the land. 1st 2016 was positively influenced by the sale (in the first half of 2016) of the share held by COMPA to the joint-stock company ThyssenKrupp Bilstein Compa, which resulted in a gain of more than 12 million RON which was reflected directly in gross and net profit per share. I 2016.
-  Facilities for tax relief on reinvested earnings were obtained during the 1st H 2017.
-  Last but not least, we should emphasize the persistent and aggressive concern of COMPA's management to implement cost-cutting measures included in the projects developed and applied in this respect at the level of the entire society.

c) Cash flow: all changes that occurred at the cash level of core activities, investments and financial activities, cash level at the beginning and end of the period.

Cash flow calculations for the total activity in the first half of 2017.

INDICATOR	S1	S2	S2-S1
+ Profit or loss		22,018,381	22,018,381
+ Depreciation and provisions		22,049,285	22,049,285

INDICATOR		S1	S2	S2-S1
-	Stocks change	91,649,476	93,463,545	-1,814,069
-	Receivables variation	111,327,462	148,708,210	-37,380,748
+	Variation suppliers and assimilated accounts	109,161,283	118,061,877	8,900,594
+	Variation creditor customers	9,405,635	10,737,238	1,331,603
+	Variation in other debts	363,422,553	344,565,701	18,856,852
-	Variation in other asset items	401,704,689	379,297,826	-22,406,863
+	Variation in other liabilities		22,018,381	22,018,381
A	+ = Cash flow from operating activities			11,555,035
-	Investments made - total, of which:		14,347,994	-14,347,994
	purchased and other investment expenditure		12,283,358	-12,283,358
	executed by direct labor		2,064,636	-2,064,636
B	+ = Cash flow from investing activities			-14,347,994
+	Variation in loans and borrowings, of which order	46,733,495	49,763,094	3,029,599
	credit and loans for current activity	46,733,495	49,763,094	3,029,599
C	+ = Flux de numerar din activitatea financiara			3,029,599
	Cash at beginning of period	605,611		
	Cash at end of period		842,251	
=	+ Net Cash Flow (A+B+C)			236,640

Cash flow, as a whole, at the end of the 1st H 2017 was positive. A major impact on the generation of positive cash flow had it:

- Net profit for this period;
- Depreciation included in the cost of the period

A negative impact on cash flow had it:

- Increasing the value of receivables;
- Expenditure on investments

Analyzing the cash flow per semester as a whole, in 2017, it can be characterized as positive. Cash-generating factors (profit, depreciation) have had a positive impact during this period in securing the need for financial resources that have led to a low level of access to credit lines, despite the investments made and the increase in turnover for which Imposing additional resources.

2. ANALYSIS OF THE COMPANY'S ACTIVITY

2.1. Presentation and analysis of trends, elements, items, events or uncertainty factors that could affect the liquidity of the company, in comparison to the same period of last year.

The liquidity of a company is its ability to have the necessary funds to carry out its economic and financial activity, the ability to make payments on time to the state budget and to suppliers.

The current liquidity index of 1.79 achieved in the 1st H 2017 is a good liquidity index, (having a level similar to that recorded in the two semesters of 2016).

2.2. Presentation and analysis of the effects on the company's financial situation, all capital expenditures, current or anticipated (including the funding purposes and sources of these expenditures), in comparison to the same period of last year.

Capital expenditures

In the investment activity, funds were used for:

- purchase of equipment;
- modernization of existing equipment and installations;
- improvements to some of the production facilities.

The necessary funds for the investment activity in the amount of 14,347,994 RON for the 1st H of 2017 were provided from own sources. The economic effects of purchasing new machinery and production lines are:

- increase in labor productivity;
- decrease in repair costs;
- improvements in the technological flow;
- increase in the quality of manufactured parts and decrease of scrap;
- reduction of energy consumption;
- improvement in the precision of part processing;
- safety improvements of operational machinery;
- cost reduction of non-quality;
- increase in the efficiency of promptness.

2.3. Presentation and analysis of the events, transactions, economic changes that significantly affect revenues from core activities. Specifying the extent to which revenues were affected by each identified element in comparison to the same period of last year.

The evolution of items constituting incomes from core activities for the 1st H of 2016 can be observed in the table below:

INDICATOR	Achievements 30.06.2016 (RON)	Achievements 30.06.2017 (RON)	Level of achievements (column 2 / column 1) %
0	1	2	3
Sold production	316,796,432	363,988,511	114.9
Revenue from sale of goods	8,252,978	377,006	4.57
Income from subsidies related to net turnover	180,087	3,656	2.03
Capitalized production	3,452,382	2,064,635	59.8
Other operating revenues	3,868,508	2,073,506	53.6
Total operating revenue	332,550,387	368,507,314	110.81

Total revenue realized in the 1st H are almost 33 million RON higher than those realized in the 1st H 2016.

Analyzing in the structure, we can assume that the main contribution to the increase of this income had revenues from the sale of manufactured products, which grew by 47.2 million RON (14.9%)

Decreases in the value of income earned in the 1st H recorded all other types of income outside the income from the production sold, but the largest decreases were recorded at:

- Revenues from the sale of goods which decreased by 7.9 million RON. In here 1st H 2017 were fewer first-aid tools bought by COMPA and refurbished to the customer, 1st H 2016.
- Revenues from the production of tangible assets decreased by almost 1.4 million RON, as a result of the decrease in investments in machinery and equipment manufactured in COMPA.

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

3.1. Expounding the cases in which the company was unable to meet its financial obligations during said period.

In 1st H 2017, as in the past few years, our Company has had no cases of failure to comply with its financial obligations, delays in creditors' payment, and in particular of materials and equipment suppliers.

During the 1st H 2017, with an increase in turnover of about 12%, which could have attracted access to a similar level of the credit line, we can appreciate, however, that the long-term financial liabilities included and the credit lines have registered A decrease of about 15% (from 58.65 million RON on 30.06.2016 to 49.73 million RON on 30.06.2017).

3.2. Description of any changes to the rights of holders of securities issued by the company

During this period there were no cases on amendments of stakeholder rights of securities issued by COMPA.

4. SIGNIFICANT TRANSACTIONS

4.1. In the case of issuers of shares, information on major transactions concluded by the issuer with the persons they act in agreement with, or in which these people were involved with, in the relevant time frame.

During the 1st H 2017, COMPA did not carry out major transactions with affiliated companies in its Group or with other companies holding shares in COMPA S.A.'s share capital.

**CEO,
Ioan DEAC**

**CFO,
Ioan MICLEA**