



SINTEZA S.A.  
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VAT Reg.No.: RO 67329  
Reg.No.at Commerce Register: J.05/197/1991

BANK: BANCA TRANSILVANIA ORADEA  
IBAN EURO:RO61BTRL00504202N98396XX

SWIFT CODE: BTRL RO22XXX

## QUARTERLY REPORT ACCORDING TO ASF REGULATION NO.5/2018

Report Data:	31.03.2019
Name of issuing company:	SINTEZA S.A
Headquarters:	Oradea, 35 Borsului Road
Tel/Fax:	0259456116; 0259444969, Fax: 0259462224
VAT Reg. No.:	RO 67329
Reg.No.at Commerce Register:	J05/197/1991
Share capital:	9.916.888,50 LEI
Regulated market where the issued securities are traded:	Bucharest Stock Exchange

This Quarterly Report includes:

- 1) The financial statements on 31/03/2019, prepared in accordance with International Financial Reporting Standards (IFRS).
  - Statement of financial position at 31/03/2019
  - Statement of Comprehensive Income on 31/03/2019
- 2) Notes to the financial statements ended 31/03/2019
- 3) Economic and financial indicators specified in Appendix 30 B of ASF Regulation No.5 / 2018.
  - \* Note that first quarter 2019 financial statements were not audited.

SINTEZA SA ORADEA informs the investors that Q1 REPORT is available for consultation at the company's headquarters in Oradea, Borșului Street No. 35, daily from 9 to 12, on the company's website [www.sinteza.ro](http://www.sinteza.ro), as well as in link below, starting on 15/05/2019 at 09:00.

GENERAL MANAGER  
COSMIN TURCU

**1. Financial statements at 31.03.2019.2018:**

**Individual and consolidated Financial Statements 31.03.2019**

Indicator	INDIVIDUAL		CONSOLIDATED	
	31-Dec-2018	31-Mar-2019	31-Dec-2018	31-Mar-2019
<b>Tangible assets</b>				
Freehold land and land improvements	15.220.540	15.220.540	15.220.540	15.220.540
Buildings	14.004.992	13.836.624	14.004.992	13.836.624
Technical installations and transport means	15.817.796	15.456.878	15.771.206	15.456.878
Furniture, office automation equipments	14.314	13.981	14.314	13.981
Tangible assets in progress	1.803.960	1.907.692	1.803.960	1.907.692
Advance payments for tangible assets	42.403		42.403	0
<b>Total of tangible assets</b>	<b>46.904.005</b>	<b>46.435.715</b>	<b>46.857.415</b>	<b>46.435.715</b>
<b>Intangible assets</b>				
Concessions, patents, licences, trademarks	245.294	234.683	245.294	234.683
Investment assets			0	0
Shares owned at branch offices and other fixed securities	25.702	28.134	28.602	31.034
<b>Total of intangible assets</b>	<b>47.175.001</b>	<b>46.698.532</b>	<b>47.131.311</b>	<b>46.701.432</b>
<b>Current assets</b>				
Stocks	3.157.570	2.698.239	3.161.241	2.701.910
Trade receivables and other receivables	4.606.097	5.722.272	2.839.257	3.963.136
Accrued expenses	353.542	286.996	353.542	286.996
Cash and cash equivalent	65.477	47.402	68.222	50.231
Assets classified as being held for sale	3.602.553	3.602.553	3.605.944	3.602.553
<b>Total of current assets</b>	<b>11.785.239</b>	<b>12.357.462</b>	<b>10.028.206</b>	<b>10.604.826</b>
<b>Total of assets</b>	<b>58.960.240</b>	<b>59.055.994</b>	<b>57.159.517</b>	<b>57.306.258</b>
<b>Shareholders' equities</b>				
Share capital	9.916.889	9.916.889	9.916.889	9.916.889
Share premiums				
Reserves	29.836.350	29.836.350	31.275.588	31.275.588
Result of the year	-4.607.158	336.358	-5.284.663	323.051
Result carried forward	5.076.161	469.003	2.673.334	-2.568.129
Other elements of shareholders' equities	-540	-540	-540	-540
Minority interests			-3.764	-3.796
<b>Total of shareholders' equities</b>	<b>40.221.702</b>	<b>40.558.060</b>	<b>38.576.844</b>	<b>38.943.063</b>
Long-term liabilities	0			
Long-term loans and other liabilities	2.480.551	2.264.773	2.480.551	2.264.773
Deferred income				
Provisions				
Deferred tax liabilities	4.328.381	4.328.381	4.328.381	4.328.381
<b>Total of long-term liabilities</b>	<b>6.808.932</b>	<b>6.593.154</b>	<b>6.808.932</b>	<b>6.593.154</b>
<b>Current liabilities</b>	<b>0</b>			
Short-term loans	4.845.857	6.472.640	4.845.857	6.472.640
Trading liabilities and other liabilities, including derivatives	6.819.922	5.254.636	6.661.041	5.119.249
Deferred income	82.595	58.500	82.595	58.500
Provisions	181.232	119.004	184.248	119.652
Liabilities classified as being held for sale				
<b>Total of current liabilities</b>	<b>11.929.606</b>	<b>11.904.780</b>	<b>11.773.741</b>	<b>11.770.041</b>
<b>Total of liabilities</b>	<b>18.738.538</b>	<b>18.497.934</b>	<b>18.582.673</b>	<b>18.363.195</b>
<b>Total of shareholders' equities and liabilities</b>	<b>58.960.240</b>	<b>59.055.994</b>	<b>57.159.517</b>	<b>57.306.258</b>

**Statement of comprehensive income, individual and consolidated 31.03.2019**

Indicator	INDIVIDUAL		CONSOLIDATED	
	31-Dec-2018	31-Mar-2019	31-Dec-2018	31-Mar-2019
<b>Continuous activities</b>				
Income	6.102.899	8.926.450	5.968.598	8.926.450
Other income	19.250	139.484	24.183	141.852
Changes in inventories	-708.388	-55.641	-708.388	-55.641
<b>Total of operating income</b>	<b>5.413.761</b>	<b>9.010.293</b>	<b>5.284.393</b>	<b>9.012.661</b>
Expenses related to inventories	3.371.678	4.922.256	3.375.588	4.922.256
Expenses related to utilities	849.297	914.742	849.297	914.742
Expenses with the employees' benefits	971.759	1.161.868	1.092.410	1.177.436
Amortization and depreciation of fixed assets	577.423	543.640	582.036	543.640
Gains (-)/losses from the assignation of fixed assets (+)	25.061	25.061	25.061	25.061
Value adjustment of current assets	0	0	84.823	0
Adjustments related to provisions	0	0		0
Other expenses	741.580	834.518	617.753	834.656
<b>Total of operating expenses</b>	<b>6.536.798</b>	<b>8.402.085</b>	<b>6.626.968</b>	<b>8.417.791</b>
<b>Result of the Operating Activities</b>	<b>-1.123.037</b>	<b>608.208</b>	<b>-1.342.575</b>	<b>594.870</b>
Financial income	85.534	37.059	85.534	37.059
Financial expenses	102.330	308.909	102.330	308.909
<b>Net financial result</b>	<b>-16.796</b>	<b>-271.850</b>	<b>-16.796</b>	<b>-271.850</b>
<b>Result before the taxation</b>	<b>-1.139.833</b>	<b>336.358</b>	<b>-1.359.371</b>	<b>323.020</b>
Expense with the current income tax				
Expenses with the deferred income tax	2.551	0	2.551	0
Deferred income tax-related income				0
<b>Result of the Continuous Activities</b>	<b>-1.142.384</b>	<b>336.358</b>	<b>-1.361.922</b>	<b>323.020</b>
Minority interests				31
<b>Total of the overall result afferent to the period</b>	<b>-1.142.384</b>	<b>336.358</b>	<b>-1.361.922</b>	<b>323.051</b>

## 2. Notes to the financial statements ended 31.03.2019

The entity reported:

SINTEZA S.A. it is headquartered Oradea, Borsului Road No.35, Registration No. J 05/197/1991 T. It is a joint stock company and operates in Romania in accordance with Law No.31 / 1990 on commercial companies.

The activity of the Company is based on the production and marketing of basic organic chemical products - CAEN code 2014.

The Company's shares are listed on the Bucharest Stock Exchange, Standard category, with the indicative STZ.

On this, the company is owned by the following shareholders:

Crt. Iss.	Name	Percentage owned
1	F.I.I. BT Invest 1 administered by BT Asset Management S.A.	51,8898
2	Tincau Tibor	28,1346
3	Other shareholders	19,9756
	Total	100,00

Evidence shares and shareholders is held according to the law, by SC Depozitarul Central S.A. Bucharest

### Presentation of Financial Statements

The individual financial statements are presented in accordance with International Financial Reporting Standards requirements (IFRS).

### Functional and presentation currency

The functional currency is the leu chosen. The financial statements are presented in RON.

### Significant accounting policies

The Company organizes and manages financial accounting, according to the Accounting Law no. 82/1991, with subsequent amendments and IFRS

Financial accounting provides a chronological and systematic recording, processing, publish and maintain information about the financial position, financial performance and other information related to the work.

### Transactions in foreign currencies

Operations in foreign currency are recorded in RON at the exchange rate on the date of the transaction. At the end of each month, the liabilities in foreign currency are valued at the exchange rate of the currency market, announced by the National Bank of Romania in the last working day of the month in question.

### Financial instruments

The company owns the non-derivative financial assets: trade receivables, cash and cash equivalents.

### Tangible assets

Tangible assets are assets that:

- are held by a company for use in the production of goods or services, for rental to others or for administrative purposes; and
- are used over a period longer than one year.

Production cost includes direct costs related to the production assets such as direct materials, energy consumption for technological purposes, the costs of salaries, contributions and other legal related expenses, arising directly from the construction of property and equipment, costs of site preparation costs initial delivery and handling, installation and assembly costs, testing costs for the proper functioning of the asset, professional fees and fees paid in connection with the asset, the cost of designing products and obtain necessary permits;

Subsequent expenditure on a tangible asset is recognized:

as an expense in the period in which they were incurred if they are considered repairs or purpose of these expenditures is to ensure continued use of the asset while maintaining the original technical parameters; or

as part of the asset, as subsequent expenses, if the conditions to be considered investments on fixed assets.

Depreciation of tangible assets is calculated starting with next month commissioning and until full recovery of their input.

The Company calculated and accounted for depreciation of tangible leased, rented or management location. Land is not depreciated.

#### **Intangible assets:**

Within intangible assets include:

- up costs;
- development costs;
- concessions, patents, licenses, trademarks, rights and similar assets, except those created by society;
- goodwill;
- other intangible assets;
- advance payments for intangible assets;
- intangible assets in progress.

Amortization of intangible assets is allocated on a systematic basis over the best estimate of its useful life. The method of amortization of intangible assets is a straight.

#### **Items of stocks**

Registration in inventory accounting entry shall be made after the transfer of risks and rewards.

Trade discounts granted by the supplier and included in the purchase invoice reduces the acquisition cost of goods.

In determining the cost of production using standard cost method, taking into account normal levels of materials and supplies, labor, efficiency and production capacity.

The levels considered normal consumption of material shall be reviewed within 12 months.

#### **Revenue**

Revenue represents increases in economic benefits, incurred during the year, which generated an increase in equity in forms other than those expressing consideration enterprise's new owners.

Revenues are recognized on an accrual basis.

#### **Expenditure**

Company expenses are amounts paid or payable.

Accounting expenses take the kinds of expenses as follows:

Synthetic spending accounts covering multiple items with different tax deductibility regime develops analytical, analytical so that each reflect specific content.

#### **Debts of company**

Debts evidenced by accounting company on behalf of third-party accounts. Accounting suppliers and other liabilities take into categories and each person or entity.

Personal rights shall be accounted for retaining contributions

Income tax payment as a liability should be recognized to the extent unpaid.

Foreign currency debt rating and those with settlement in lei depending on the course of currencies is made at the exchange rate of the National Bank of Romania, valid on the date of each financial year.

#### **Commercial and financial discounts**

Trade discounts granted by the supplier and included in the purchase invoice adjusted downwards acquisition cost of goods.

Trade discounts to customers in order to reduce the amount of income adjusted for the transaction.

#### **Contingent assets and liabilities**

Contingent assets and liabilities is presented in the notes if the inflows are likely to arise economic benefits.

#### **Events after the preparation of financial statements**

Events after the balance sheet date are those events, favorable or unfavorable, that occur between the balance sheet date and the date the annual financial statements are authorized for issue. They are presented in the notes when considered significant.

#### **Events or uncertainty factors that affect or could affect the company's activity**

Business is affected by the global crisis of credit and liquidity constraints that led to a low level and difficult access to funds on the capital market.

Signaled contraction in the financial market, generated in part by developments in the euro zone lately, could affect the Company's ability to access new loans and refinance those already obtained in terms and conditions related to past transactions.

Also, borrowers Company may be affected by low levels of available liquidity, which could affect their ability to repay debt when due, which will have an impact on the ability to forecast cash flows.

The Company can not predict all the events that would impact on the financial sector and any effects that would interfere with the financial statements.

The Company can not estimate the effects on the financial statements of future decreases liquidity in the financial market, the devaluation of financial assets or credit market contraction or increasing currency volatility.

However, the Company believes that, in specific market conditions that works, characterized by a strong specialization of a small number of participants and their risk assessment and management can be achieved through daily monitoring of incoming and outgoing flows of cash and by making short-term forecasts net liquidity.  
The Company is not subject to externally imposed capital requirements.

### 3. Economic and financial indicators

<b>Current iss.</b>	<b>Indicator</b>	<b>Calculation</b>	<b>Result</b>
1	Current liquidity	Current Assets / Current Liabilities	1,04
2	Indebtedness percentage	Borrowed capital / Equity *100 Equity / Capital employed * 100	5,58 94,71
3	The rotation speed of debits - clients	The average balance of clients /Turnover* 90	35,80
4	The rotation speed of fixed assets	Turnover/Fixed assets	0,19

GENERAL MANAGER  
COSMIN TURCU

FINANCIAL MANAGER  
DOINA UJUPAN