



31.12.2022

ANNUAL REPORT

PRELIMINARY RESULTS

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Annual report regarding the preliminary results

Date of release: 28.02.2023

Reporting date: 31.12.2022

Name of the Company: SC ROMCARBON SA

Headquarters: Buzau , 132, Transilvaniei street

Tel / fax: 0238/711155; 0238/710697

Sole registration code: RO 1158050

Registered business number: J10 / 83/1991

Subscribed and paid up share capital: RON 26,412,209.60

Regulated market where the issued securities are traded: Bucharest Stock Exchange, Standard category, **Symbol ROCE**

The main characteristics of the securities issued by the company: 264,122,096 registered shares, dematerialized, with a nominal value of RON 0.1.

LANGUAGE DISCLAIMER

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MANAGEMENT'S COMMENTS

Dear Shareholders,



At the end of December 2022, Romcarbon closed the transaction and sell its investment in Green Group. The profit from this transaction is 45,784,358 lei.

Exiting this investment do not mean that Romcarbon would like to stop its journey on the path of the circular economy. On the contrary, Romcarbon will continue on this direction and have more source to integrate it with the existing activity.

For Romcarbon standalone, without the impact of this share transaction, Romcarbon registered in 2022 a profit from operating activity of 7,610,389 lei, increased with 49,957 lei (+1%) compared with 2021; and a net profit of 5,932,555 lei, increased with 7,380,013 lei compared with 2021. Operational EBITDA increased 1,038,253 lei (+7%) compared with 2021.

Regarding the consolidated result of Romcarbon Group, the net profit is 56,342,160 lei, increased with 54,551,549 lei as compared with 2021, while EBITDA Operational is 24,700,499 lei, increased with 47% as compared with the previous year.

The consolidated result was mainly influenced by:

- Livingjumbo Industry SA – registered a profit of 3,477,122 lei, while in 2021 it was a loss of (2,319,221) lei. Both PP and PET sectors have improved the performance significantly;
- RC Energo Install SRL registered a profit of 1,162,130 lei, increased with 866,749 lei as compared with 2021, due to the increasing of Christmas lighting business in the winter 2021- 2022;
- Transaction of Green-Group share – profit of 45,784,358 lei

Despite the difficulties we faced in 2022, the increasingly high costs of utilities and raw materials, the Group recorded better performances in its main activities compared to previous years.

Looking to 2023, the main challenges will be the energy cost and the uncertainty of the market demand. In regard of the energy cost, as long term strategy, Romcarbon will continue to invest in green energy powered by photovoltaic panels which not only help us to save the energy cost but also be more responsible for the carbon emission issue.

In terms of the market demand, we will continue our efforts on cost down in order to be more competitive. On the investment end, we are expecting to install some new machineries in the middle of 2023, which will bring up the existing capacity and a new product line (laminated XPS panels).

The management team will continue to explore the new business opportunity to enlarge our footprint in the circular economy in order to bring not only the better profit for the investors but also contribution to the society.

Huang Liang Neng

Chairman of the Board and General Manager
on behalf of the management team

[MAIN ITEMS OF THE REPORT]

Evolution of the main indicators of the Standalone financial statements of ROMCARBON SA

Indicators	2020	2021	2022	2022 vs. 2021	2022 vs. 2021
Revenues (Net sales)	181,146,472	264,737,646	262,801,053	▼	(1,936,593) -1%
Other Income	3,967,550	4,459,406	4,454,249	▼	(5,157) 0%
EBITDA	10,207,661	8,112,816	61,072,654	▲	52,959,838 653%
EBITDA Operational	12,374,754	13,987,048	15,025,300	▲	1,038,253 7%
Profit(loss) from operations	3,195,643	7,560,432	6,621,229	▼	(939,203) -12%
Net profit (loss)	869,104	(1,447,458)	51,689,095	▲	53,136,553 n/a
Revenues from dividends	-	-	46,745,700	▲	46,745,700 n/a
Expenses related to the sales of Green-group shares	-	-	(989,160)	▲	(989,160) n/a
Net profit w/o the impact of the sales of Green-Group shares	869,104	(1,447,458)	5,932,555	▲	7,380,013 n/a
Non-Current assets	152,917,930	138,364,502	133,313,885	▼	(5,050,617) -4%
Current assets	78,436,251	105,658,368	146,929,521	▲	41,271,153 39%
Total Equity	138,212,543	134,144,882	160,167,030	▲	26,022,148 19%
Total Liabilities	93,141,638	109,877,988	120,076,376	▲	10,198,388 9%
Debt ratio	40%	45%	43%	▼	(0) -5%
Current liquidity	116%	119%	148%	▲	0 24%

Evolution of the main indicators in the Group's Consolidated financial statements

Indicator	2020	2021	2022	2022 vs. 2021	2022 vs. 2021
Revenue (Sales)	256,828,358	341,319,436	381,985,677	▲	40,666,241
Other income	4,418,916	4,291,042	4,287,141	▼	(3,901)
Share of profit / loss of associates	(2,564,549)	(1,144,985)	2,402,565	▲	3,547,550
EBITDA	13,462,961	15,528,593	70,401,193	▲	54,872,601
EBITDA Operational	17,752,992	16,824,568	24,700,499	▲	7,875,931
Profit(loss) from operations	6,084,741	6,833,936	12,867,795	▲	6,033,859
Net profit ¹	(83,966)	1,790,611	56,342,160	▲	54,551,549
Net profit without the impact of Share of profit / loss of associates [Green-Group] and sales of the financial investment	2,480,583	2,935,596	9,413,700	▲	6,478,104
Non-Current assets	181,875,186	167,356,018	134,542,936	▼	(32,813,082)
Current assets	97,641,045	134,454,393	208,667,635	▲	74,213,242
Total Equity	139,711,610	138,920,166	169,624,324	▲	30,704,158
Total Liabilities	139,804,622	162,890,245	173,586,247	▲	10,696,002
Debt ratio	50%	54%	51%	▼	(0)
Current liquidity	104%	103%	142%	▲	0

¹ The contribution of the subsidiaries to the net profit of the Group

Company	Result 12 Months of 2021	Result 12 Months of 2022	2022 vs 2021
Romcarbon SA (without impact of the GreenGroup Share transaction)	(1,447,458)	5,932,555	7,380,013
Profit from Green-Group share transactions after adjustment	-	45,784,358	45,784,358
Livingjumbo Industry SA	(2,319,221)	3,477,122	5,796,343
RC Energo Install SRL	295,381	1,162,130	866,749
Infotech Solutions SRL	63,728	116,305	52,577
Eco Pack Management SA	(24,810)	(14,914)	9,897
Elimination of the unrealized profit related to the raw material inventories and fixed assets from the Group companies	(109,309)	(115,397)	(6,088)
Recyplat Ltd Cipru	(346)	-	346
Share of the profit of the associates (Romgreen Universal LTD)	(1,144,985)	0	1,144,985
Elimination of the financial investment impairment in LivingJumbo	6,477,632	0	(6,477,632)
Total	1,790,612	56,342,160	54,551,548



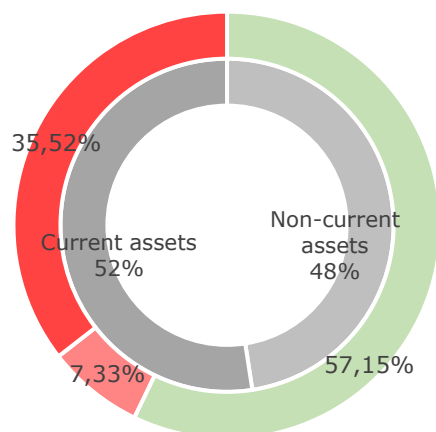


Report regarding the separate Financial Statements

1.1 STATEMENT OF THE FINANCIAL POSITION

Indicator	31.12.2020	31.12.2021	31.12.2022	31.12.2022 vs. 31.12.2021	
Property, plant and equipment	113,644,666	106,567,874	102,490,667	-4,077,207	▼ -3.83%
Investment property	11,885,346	10,894,586	9,883,738	-1,010,848	▼ -9.28%
Intangible assets other than goodwill	302,737	294,483	330,920	36,437	▲ 12.37%
Investments in subsidiaries, joint ventures and associates	27,085,181	20,607,559	20,608,560	1,001	▲ 0.00%
Total non-current assets	152,917,930	138,364,502	133,313,885	-5,050,617	▼ -3.65%
Current inventories	22,285,771	27,647,514	29,963,708	2,316,194	▲ 8.38%
Trade and other current receivables	36,839,898	57,999,727	63,829,750	5,830,023	▲ 10.05%
Other current financial assets	570,774	1,265,317	42,738,851	41,473,534	▲ 3277.72%
Other current non-financial assets	1,080,363	2,187,278	3,864,347	1,677,069	▲ 76.67%
Cash and cash equivalents	17,588,598	12,798,377	2,772,710	-10,025,667	▼ -78.34%
Non-current assets or disposal groups classified as held for sale or as held for distribution to owners	70,845	3,760,155	3,760,155	0	— 0.00%
Total current assets	78,436,251	105,658,368	146,929,521	41,271,153	▲ 39.06%
Total assets	231,354,181	244,022,870	280,243,406	36,220,536	▲ 14.84%
Issued capital	26,412,210	26,412,210	26,412,210	0	— 0.00%
Share premium	2,182,283	2,182,283	2,182,283	0	— 0.00%
Other reserves	59,466,597	58,542,209	58,654,262	112,053	▲ 0.19%
Retained earnings	50,151,453	47,008,179	72,918,275	25,910,096	▲ 55.12%
Total Equity	138,212,543	134,144,882	160,167,030	26,022,148	▲ 19.40%
Other non-current provisions	200,000	400,000	1,000,000	600,000	▲ 150.00%
Deferred tax liabilities	7,857,468	8,012,574	8,012,574	0	— 0.00%
Other non-current financial liabilities	6,420,472	4,017,590	4,044,764	27,174	▲ 0.68%
Other non-current non-financial liabilities	10,879,379	8,619,928	7,475,188	-1,144,740	▼ -13.28%
Total non-current liabilities	25,357,319	21,050,091	20,532,526	-517,565	▼ -2.46%
Trade and other payables	26,129,532	37,161,910	48,060,900	10,898,990	▲ 29.33%
Other current financial liabilities	37,277,228	46,860,194	45,859,692	-1,000,502	▼ -2.14%
Other current non-financial liabilities	4,377,559	4,805,793	5,623,258	817,465	▲ 17.01%
Total current liabilities	67,784,319	88,827,897	99,543,850	10,715,953	▲ 12.06%
Total liabilities	93,141,638	109,877,988	120,076,376	10,198,388	▲ 9.28%
Total equity and liabilities	231,354,181	244,022,870	280,243,406	36,220,536	▲ 14.84%

STRUCTURE OF THE FINANCIAL POSITION AS AT 31.12.2022



Current liabilities: 99.543.850 lei | 36%

Non-current liabilities: 20.532.526 lei | 7%

Equity: 160.167.030 lei | 57%

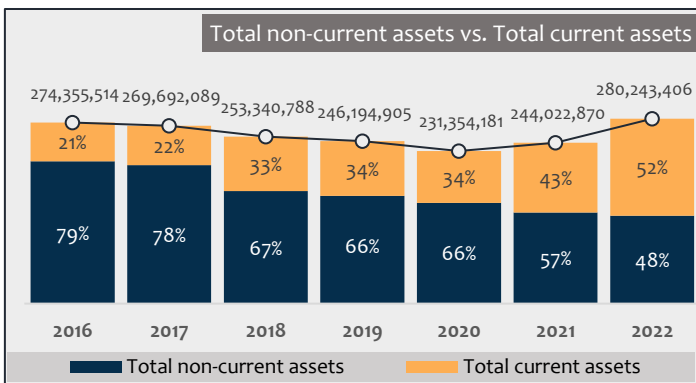
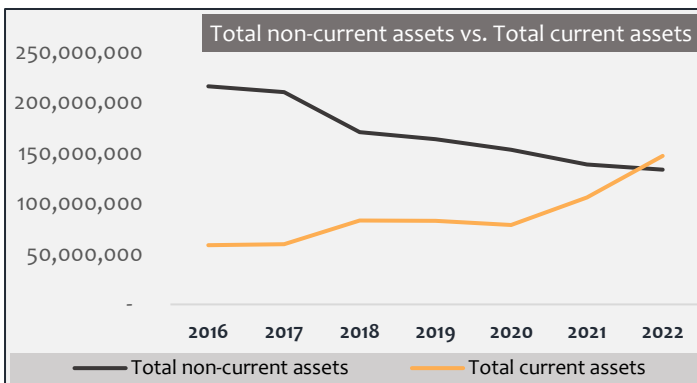
Non-current assets: 133.313.885 lei | 48%

Current assets: 146.929.521 lei | 52%



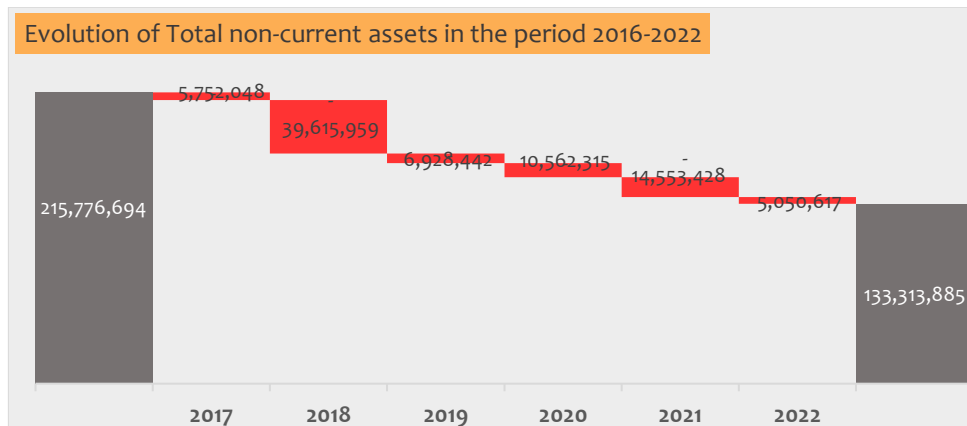


ASSETS



NON-CURRENT ASSETS

As at 31.12.2022, **Non-currents assets** hold 47.57% of the company's assets, recording a decrease of – Lei 5,050,617, i.e. 3.65% ,as compared with the beginning of the year



Non-current assets (NCA)	31.12.2022	% in total NCA	% in total Assets	2022 vs. 2021
Property, plant and equipment	102,490,667	76.88%	36.57%	-3.83%
Investment property	9,883,738	7.41%	3.53%	-9.28%
Intangible assets other than goodwill	330,920	0.25%	0.12%	12.37%
Investments in subsidiaries, joint ventures and associates	20,608,560	15.46%	7.35%	0.00%
Total non-current assets	133,313,885	100.00%	47.57%	-3.65%

In the reporting period the entries of Non-current assets (except the investments in progress) are presented in the following table:

- Buildings (including re-arrangements and improvement) : 1,320,580 lei
- Equipment and installations : 2,352,741 lei

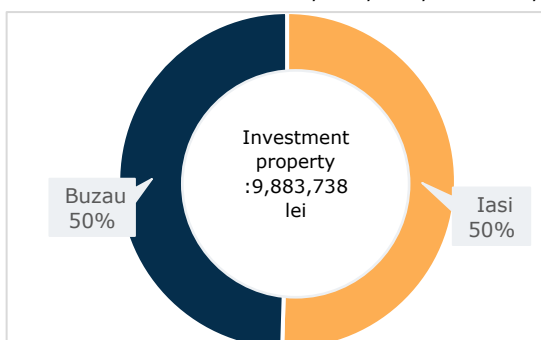
The inflows of the Non-current assets in 2022 had the following destinations: Plastics processing sector: 1,062,707 lei; Administrative and other sectors: 2,610,613 lei.

The outputs of Non-current assets in 2022 totalized LEI 4,067,575 out of which LEI 498,518 cassations/dismantle and LEI 3,569,057 sales.

On December 31, 2022, the Company revaluated the investment property held at the end of the financial year, resulting in an increase in the net value of LEI 176,315 lei, the amount was recorded as a result of the year

On December 31, 2022, the Company revaluated the lands and buildings. As a result of the revaluation the amount of LEI 745,265 was recorded in Revaluation reserves and the amount of – LEI 1,370,104, net loss, in the result of the year.

The Investment property (land & plants) have the following geographical distribution:





Outflows of investment property

In July 2022 was sold a land having a total surface of 504 sq m, located in Iasi, Calea Chisinaului no. 29, for which it was cashed the price of Lei 249,299 (equivalent of Eur 50,400).

In November 2022 was sold a land having a total surface of 2,732 sq m, located in Iasi, Calea Chisinaului no. 29, for which it was cashed the price of Lei 2,123,852 (equivalent of Eur 432,257).

Financial Investments hold 7.35% of Total Assets, and 15.46% of Non-current assets. As at 31.12.2022, S.C. ROMCARBON S.A. held shares in other companies totalizing Lei 30,340,197, as follows:

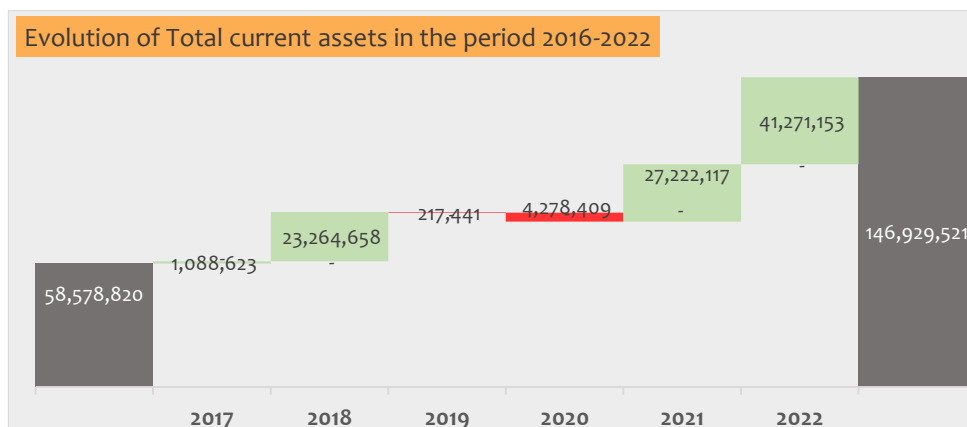
Company	Total no. of shares	Nominal value (lei)	Capital (lei)	Capital held (lei)	No. of shares held	Acquisition value of the shares (lei)	Participati on quota (%)
RECYPLAT LTD CIPRU	26,000	4.3521	113,154	113,154	26,000	20,261,120	100.00%
RC ENERGO INSTALL SRL	200	10	2,000	2,000	200	15,112	100.00%
INFO TECH SOLUTIONS SRL	200	10	2,000	1,980	199	1,990	99.50%
LIVINGJUMBO INDUSTRY SA	1,400	4,032	5,644,800	5,636,736	1,398	6,477,632	99.8571%
GRINFILD LLC UCRAINA						2,687,755	62.62%
YENKI SRL	32,800	10	328,000	109,340	10,934	100,000	33.34%
ECO PACK MANAGEMENT SA	144,600	10	1,446,000	366,700	36,670	586,625	25.36%
KANG YANG							
BIOTECHNOLOGY CO.LTD	2,889,993			0	139,000	203,963	1.95%
REGISTRUL MIORITA SA	10,500	10	105,000	3,980	398	5,000	3.79%
VIITORUL INCEPE AZI (ONG)	7,000					1,000	14.29%
TOTAL						30,340,197	

The impairment of financial investments are presented in the following table:

Company	Holdings (%)	Adjustments
GRINFILD LLC UCRAINA	62.62%	2,687,755
YENKI SRL	33.34%	11,989
ECO PACK MANAGEMENT SA	25.36%	554,262
LIVINGJUMBO INDUSTRY SA	99.86%	6,477,632
Total		9,731,638

CURRENT ASSETS

As at 31.12.2022, **Current assets** hold 52.43% of total assets recording an increase of Lei 41,271,153, i.e. 39.06% as compared with the beginning of the year.



Current assets (CA)	31.12.2022	% in total CA	% in Total Assets	2022 vs. 2021
Current inventories	29,963,708	20.39%	10.69%	8.38%
Trade and other current receivables	63,829,750	43.44%	22.78%	10.05%
Other current financial assets ¹	42,738,851	29.09%	15.25%	3277.72%
Other current non-financial assets	3,864,347	2.63%	1.38%	76.67%
Cash and cash equivalents	2,772,710	1.89%	0.99%	-78.34%
Non-current assets held for sale ²	3,760,155	2.56%	1.34%	0.00%
Total current assets	146,929,521	100.00%	52.43%	39.06%





¹ In this indicator it is registered the dividends to be received from Recyplat LTD in amount of LEI 39,579,200 (equivalent of EUR 8,000,000) and loans granted to affiliates.

Affiliate	Value of the contract	Balance as at 31.12.2022	Interest	Total	Tenor
RC Energo Install SRL	3,000,000 lei	3,000,000 lei	159,651 lei	3,159,651 lei	03/06/2023
Total	3,000,000 lei	3,000,000 lei	159,651 lei	3,159,651 lei	

In June 2022, the loan granted in 2019 to RC Energo Install SRL having a maximum ceiling of LEI 1,231,700 was extended by 12 months.

In July 2022, an additional act was signed by which the ceiling limit was increased to LEI 3,000,000.

² Non-current assets or disposal groups classified as held for sale or as held for distribution to owners

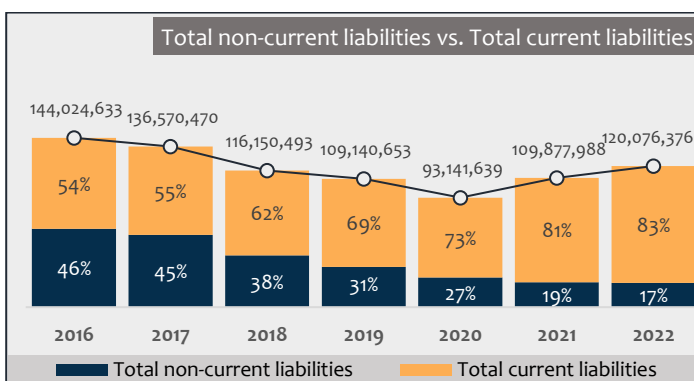
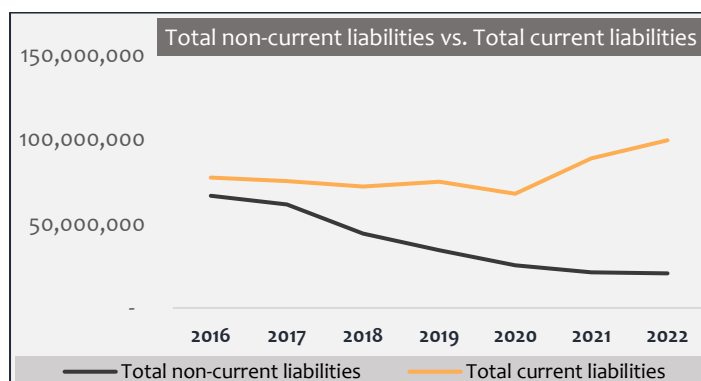
In December 2021, it was purchased a building located in the vicinity of Romcarbon SA having a total area of 3,723 sq.m., land together with the three buildings erected on it for which it was paid the price of Lei 3,164,050 , equivalent to Eur 639,370. From the acquired building, the surface of 3,450 sqm together with a land with an area of 3,957 sqm from the company's patrimony will be the object of the sale-purchase transaction with LIDL ROMANIA S.C.S., which will materialize in 2023, this building being classified as fixed assets held for sale.

Subsequent events

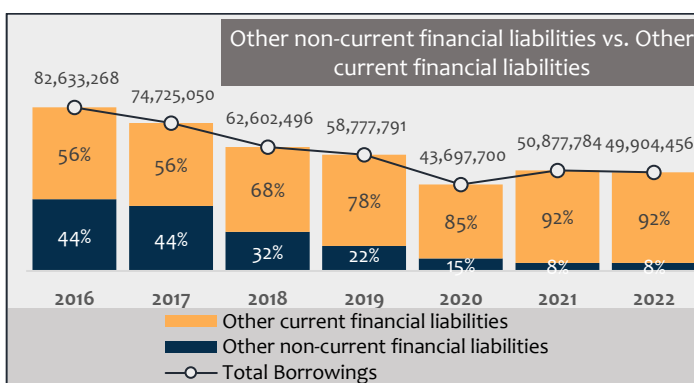
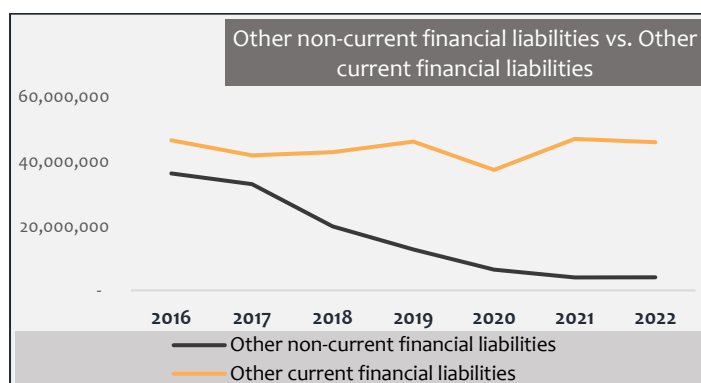
On 16.02.2023, it was signed the sale and purchase contract with LIDL ROMANIA S.C.S. the object of which is the sale of the land area of 7,407 sqm, the total price being LEI 7,659,971 collected as follows: LEI 2,419,280 in December 2021 and LEI 5,240,691 on the date of signing the contract. The registration cost of this land is LEI 3,689,310.

LIABILITIES

Total Liabilities hold 42.85% of the company's Equity&Liabilities recording an increase of Lei 10,198,388, i.e. 9.28% as compared with the beginning of the year.



BORROWINGS





As at 31.12.2022 the loans contracted by S.C. ROMCARBON S.A. have the following structure :

Type	Balance as at 31.12.2022		< 1 year	>1 year
	in euro	in lei		
Credit lines in euro	€ 7,742,820	38,306,826 lei	38,306,826 lei	- lei
Short term credits in euro	€ 290,500	3,799,602 lei	3,799,602 lei	- lei
Investment loans in euro	€ 1,824,882	6,666,041 lei	3,429,839 lei	3,236,202 lei
Total credits in euro	€ 9,858,202	48,772,470 lei	45,536,268 lei	3,236,202 lei
Short term credits in lei		- lei	- lei	- lei
Investment loans in lei		1,131,986 lei	323,424 lei	808,561 lei
Total credits in lei		1,131,986 lei	323,424 lei	808,561 lei
Total bank exposure		49,904,456 lei	45,859,692 lei	4,044,763 lei

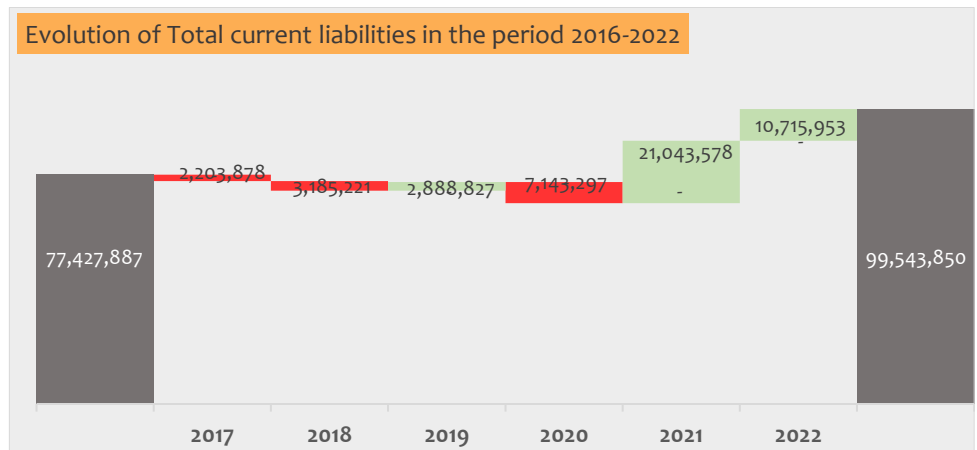
In June 2022, Romcarbon SA and Livingjumbo Industry SA signed a credit contract with UniCredit Bank SA to finance the purchase of inventories with a ceiling of EUR 3,000,000, the maturity of the credit being 07.06.2023. The credit facility was used 26% by Romcarbon and 74% by Livingjumbo Industry.

Also in June 2022, Romcarbon SA signed a long-term loan agreement with UniCredit Bank SA with a value of EUR 2,950,000 for the financing of the investment plan for the year 2022, the maturity of the loan being 08.06.2027.

In December 2022 it was increased the ceiling of the credit line contracted with UniCredit Bank SA from EUR 5,450,000 to EUR 8,000,000. The credit line can be used both by Romcarbon SA and Livingjumbo Industry SA.

CURRENT LIABILITIES

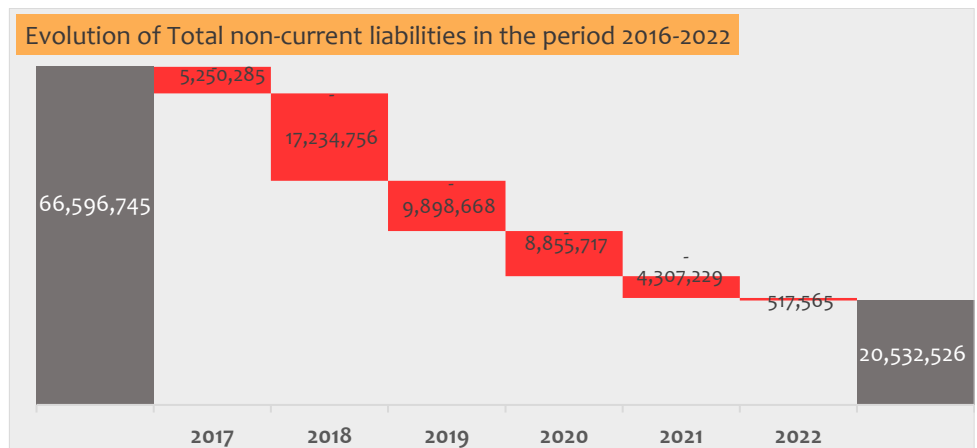
Current liabilities of the Company, representing 82.90% of the Total Liabilities and 35.52% of Total Equity & Liabilities have increased by Lei 10,715,953 as compared with the beginning of the year, i.e. 12.06%.



Current liabilities	31.12.2022	% in total liabilities	% in Total current liabilities	% in Total Equity and Liabilities	2022 vs. 2021
Trade and other payables	48,060,900	40.03%	48.28%	17.15%	29.33%
Other current financial liabilities	45,859,692	38.19%	46.07%	16.36%	-2.14%
Other current non-financial liabilities	5,623,258	4.68%	5.65%	2.01%	17.01%
Total current liabilities	99,543,850	82.90%	100.00%	35.52%	12.06%

NON-CURRENT LIABILITIES

Non-current Liabilities representing 7.33% of the company's Equity & Liabilities recording in the reporting period an increase of - Lei 517,565, i.e. -2.46%, as compared with the beginning of the year.

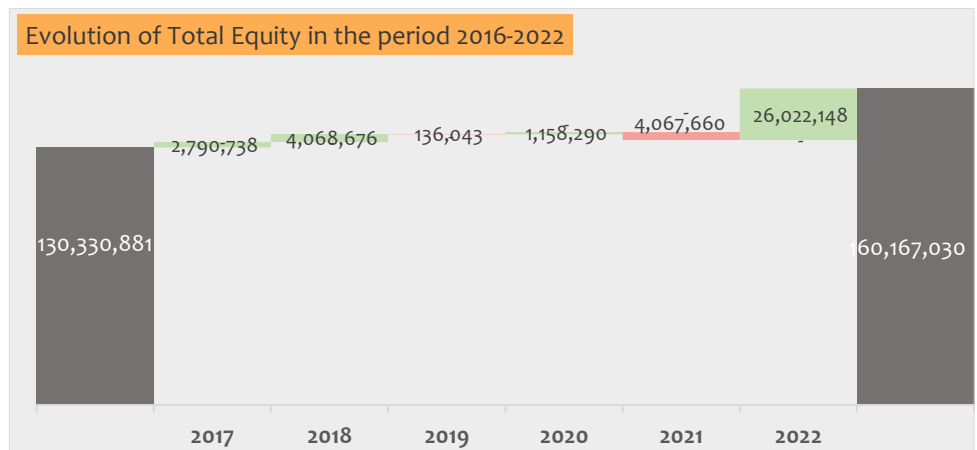




Non-current liabilities	31.12.2022	% in total liabilities	% in Total Non-current liabilities	% in Total Equity and Liabilities	2022 vs. 2021
Other non – current provisions	1,000,000	0.83%	4.87%	0.36%	150.00%
Deferred tax liabilities	8,012,574	6.67%	39.02%	2.86%	0.00%
Other non-current financial liabilities	4,044,764	3.37%	19.70%	1.44%	0.68%
Other non-current non-financial liabilities	7,475,188	6.23%	36.41%	2.67%	-13.28%
Total non-current liabilities	20,532,526	17.10%	100.00%	7.33%	-2.46%

EQUITY

Total Equity holds **57.15%** of Total Equity & Liabilities, recording in the reporting period an increase of Lei 26,022,148 as compared with the beginning of the year.



Equity	31.12.2022	% in Total Equity and liabilities
Issued capital (264,122,096 shares at Lei 0.10/share)	26,412,210	9.42%
Share premium	2,182,283	0.78%
Reserves	58,654,262	20.93%
Retained earnings	72,918,275	26.02%
Total equity	160,167,030	57.15%





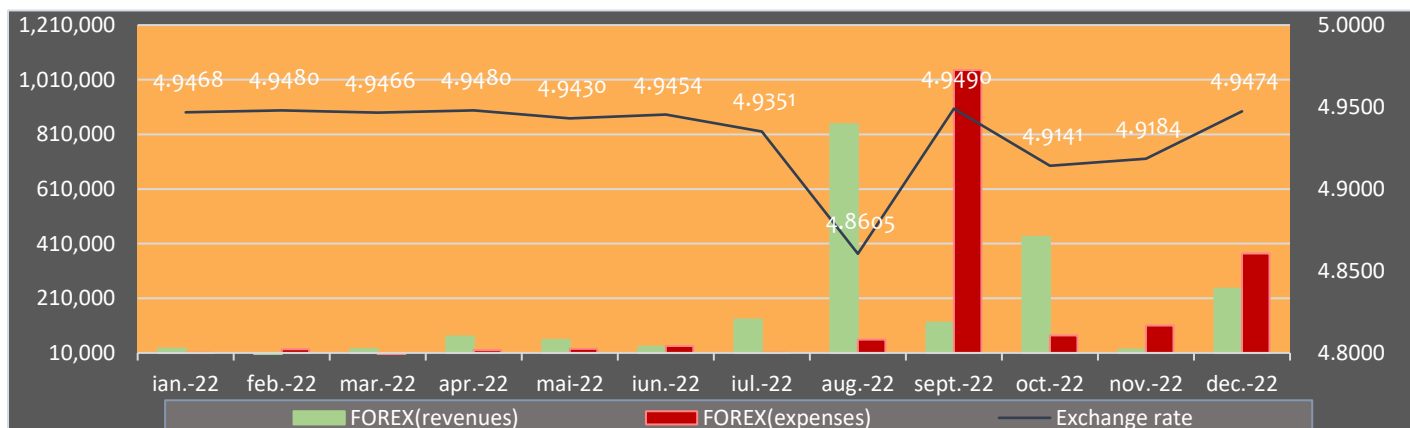
1.2. STATEMENT OF THE COMPREHENSIVE INCOME

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs. 2021	
Revenues (Net sales)	181,146,472	264,737,646	262,801,053	▼	(1,936,593) -1%
Other Income ³	3,967,550	4,459,406	4,454,249	▼	(5,157) 0%
Increase (decrease) in inventories of finished goods and work in progress	(843,348)	872,218	7,447,654	▲	6,575,436 754%
Raw materials, consumables, commodities and utilities used	(117,623,988)	(197,945,281)	(199,065,784)	▲	(1,120,503) 1%
Employee benefits expenses and social charges	(37,639,734)	(40,568,395)	(42,312,860)	▲	(1,744,465) 4%
Depreciation and amortisation expenses	(10,202,833)	(9,977,583)	(9,609,158)	▼	368,425 -4%
Other expenses	(15,084,038)	(15,900,694)	(18,863,784)	▲	(2,963,090) 19%
Other gains and losses	(524,439)	1,883,115	1,769,859	▼	(113,256) -6%
Profit (loss) from operating activities	3,195,643	7,560,432	6,621,229	▼	(939,203) -12%
Finance Income ⁴	105,139	128,719	47,336,583	▲	47,207,864 36675%
Finance Cost	(2,303,519)	(1,769,890)	(1,574,051)	▼	195,839 -11%
Gain/loss from the impairment of financial investment	110,138	(6,477,632)	-	▼	6,477,632 -100%
Profit (loss) before tax	1,107,401	(558,371)	52,383,761	▲	52,942,132 n/a
Income Tax	(238,297)	(889,087)	(694,666)	▼	194,421 -22%
Profit (loss) of the year	869,104	(1,447,458)	51,689,095	▲	53,136,553 n/a
Deferred tax adjustment for non-deductible tax revaluation reserves	289,186	21,017	0	▼	(21,017) -100%
Total comprehensive income	1,158,290	(1,426,441)	51,689,095	▲	53,115,536 n/a
EBITDA Operational	12,374,754	13,987,048	15,025,300	▲	1,038,253 7%

Note: EBITDA operational is calculated only for operational activity, excluding the depreciation, sales of non-current assets, non-repeating elements and financial activity.

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022
Average no. of employees	803	807	734

In accordance with Order no. 1286/2012 the company bank availabilities, the receivables and the liabilities expressed in a foreign currency are evaluated each month at the closing exchange rate comunicated by NBR. From this evaluation in 2022 the company registered revenues in amount of Lei 2,019,619 and expenses in amount of Lei 1,790,498, resulting a profit of Lei 229,121.



In 2021 by re-valuing the company bank availabilities, receivables and liabilities expressed in a foreign currency it was registered a loss of – Lei 651,119.





³ In the item « Other income » are comprised the following revenues :

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs. 2021	
Rentals	1,705,120	2,199,955	2,247,585	▲	47,630	2%
Income from subsidies for investments	2,262,431	2,259,451	2,206,664	▼	(52,787)	-2%
Total	3,967,550	4,459,406	4,454,249	▼	(5,157)	0%

⁴ In the item « Financial income » are comprised the following revenues :

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs 2021
Revenues from interests	105,139	128,719	316,730	▲	188,011
Revenues from dividends -Recyplat LTD	0	0	46,745,700*	▲	46,745,700
Forex net gain	0	0	274,153	▲	274,153
Total	105,139	128,719	47,336,583	▲	47,207,864

*Equivalent of 9,500,000 Eur





On quarters, **the Statement of the comprehensive income** has the following evolution:

Income statement	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 : 2022 vs 2021	Q2 : 2022 vs 2021	Q3 : 2022 vs 2021	Q4 : 2022 vs 2021
Revenues (Net sales)	68,291,731	66,360,336	66,616,772	61,532,214	7,066,974	4,292,091	(11,498,709)	(1,796,949)
Other Income	1,116,613	1,138,214	1,114,239	1,085,183	7,643	23,755	71	(36,626)
Increase (decrease) in inventories of finished goods and work in progress	3,326,017	545,180	364,199	3,212,258	2,277,561	(539,135)	1,199,897	3,637,113
Raw materials, consumables, commodities and utilities used	(54,965,256)	(46,892,247)	(48,489,194)	(48,719,087)	(8,917,055)	(3,237,554)	11,218,445	(184,339)
Employee benefits expenses and social charges	(10,055,518)	(10,894,571)	(10,667,004)	(10,695,767)	(126,089)	(335,195)	(420,588)	(862,593)
Depreciation and amortisation expenses	(2,459,525)	(2,445,222)	(2,366,876)	(2,337,535)	63,939	30,483	130,754	143,249
Other expenses	(3,815,220)	(4,046,798)	(3,986,169)	(7,015,597)	61,986	(36,214)	46,059	(3,034,921)
Other gains and losses	64,602	24,472	103,285	1,577,500	(21,925)	(85,975)	925	(6,281)
Profit (loss) from operating activities	1,503,444	3,789,364	2,689,252	(1,360,831)	413,034	112,256	676,854	(2,141,347)
Finance Income	75,258	113,099	97,041	47,051,185	27,299	87,735	69,306	47,023,524
Finance Cost	(338,272)	(365,122)	(418,234)	(452,423)	413,431	(70,700)	24,211	(171,103)
Gain/loss from the impairment of financial investment	-	-	-	-	-	-	-	6,477,632
Profit (loss) before tax	1,240,430	3,537,341	2,368,059	45,237,931	853,764	129,291	770,371	51,188,706
Income Tax	(189,811)	(529,285)	(367,291)	391,721	(99,393)	(95,964)	(168,193)	557,971
Profit (loss) of the year	1,050,619	3,008,056	2,000,768	45,629,652	754,371	33,327	602,178	51,746,677
Deferred tax adjustment for non-deductible tax revaluation reserves	0	0	0	-	-	-	-	(21,017)
Total comprehensive income	1,050,619	3,008,056	2,000,768	45,629,652	754,371	33,327	602,178	51,725,660
EBITDA Operational	3,425,842	5,692,009	4,461,103	1,446,347	352,510	114,375	574,301	(2,934)





1.3. REVENUES (NET SALES)

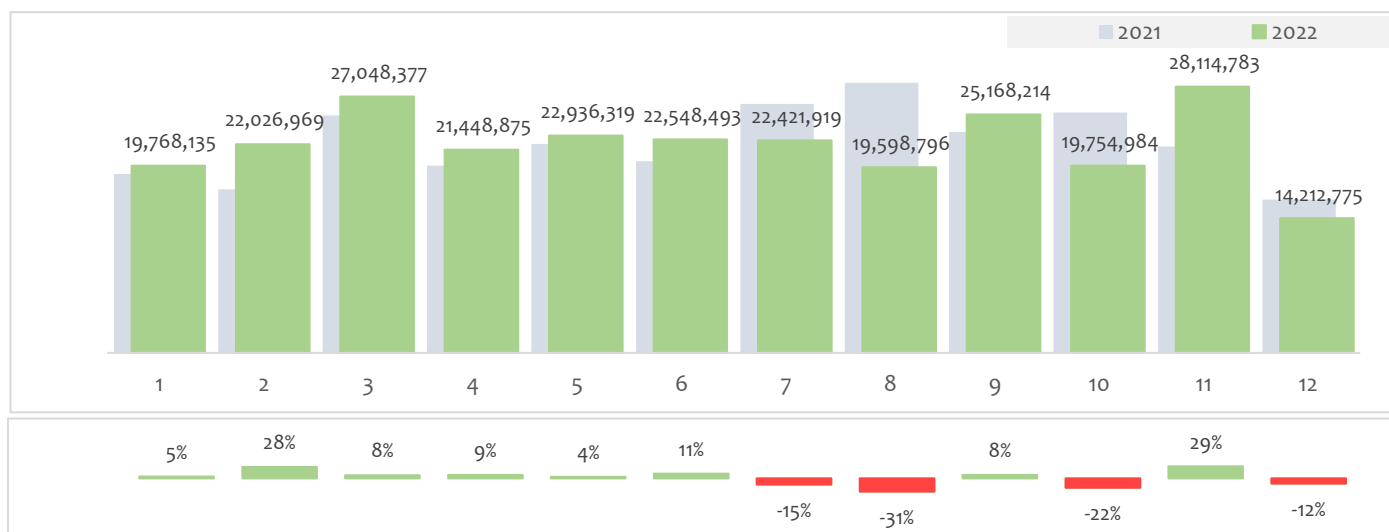
The item "Revenues(Net sales)" had the following evolution:

	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs. 2021	
- Sales of finished goods	129,838,505	169,491,035	183,306,275	▲	13,815,240	8%
- Sales of intermediary goods	17,409	40,938	68,499	▲	27,562	67%
- Services rendered	320,971	488,677	721,836	▲	233,159	48%
- Sales of commodities	45,457,832	89,734,867	71,556,260	▼	(18,178,607)	-20%
- Other sales	5,511,755	4,982,129	7,148,183	▲	2,166,054	43%
Total revenues	181,146,472	264,737,646	262,801,053	▼	(1,936,593)	-1%

Grouped by segments of activities, the Revenues are presented in the below table

	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs. 2021	
Plastic processing sector: polyethylene+polystyrene+polypropylene	101,171,875	125,387,823	127,314,644	▲	1,926,821	2%
Recycled polymers & Compounds	23,154,619	38,271,305	46,502,132	▲	8,230,827	22%
Other production sectors (industrial and automotive filters, active carbon, respiratory protective equipment, PVC traffic base)	5,512,011	5,831,907	9,489,499	▲	3,657,592	63%
Other activities	51,307,968	95,246,611	79,494,778	▼	(15,751,833)	-17%
Total	181,146,472	264,737,646	262,801,053	▼	(1,936,593)	-1%

The monthly evolution of the Revenues and the comparison with 2021



	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs. 2021	
Net sales	181,146,472	264,737,646	262,801,053	▼	(1,936,593)	-1%
Rental and royalty income	1,705,120	2,199,955	2,247,585	▲	47,630	2%
Turnover, out of which:	182,851,592	266,937,601	265,048,638	▼	(1,888,963)	-1%
~domestic market	143,931,914	216,788,923	211,389,472	▼	(5,399,450)	-2%
~exports	38,919,678	50,148,679	53,659,166	▲	3,510,487	7%

Note: Turnover comprises the item Revenues from Profit and Loss Account , plus Rental and royalty income which is comprised in Other income.



**1.4. FINANCIAL RATIOS**

Indicator	Formula	31.12.2020	31.12.2021	31.12.2022
EBIT	Gross profit + Income tax + Expenses with interest	2,267,259	394,684	53,670,160
EBITDA	EBIT + Depreciation-Subsidies for investment	10,207,661	8,112,816	61,072,654
Sales	Revenue + Rental and royalty income	182,851,591	266,937,601	265,048,638
EBITDA to sales ratio	EBITDA/Sales	5.58%	3.04%	23.04%
EBITDA to Equity ratio	EBITDA/Equity	7.45%	5.87%	38.13%
Gross profit margin	Gross profit/Sales	0.61%	-0.21%	19.76%
Current ratio	Current assets/Current liabilities	1.16	1.19	1.47
Quick ratio	(Current assets - Inventories)/Current liabilities	0.83	0.88	1.17
Non-current liabilities to Equity ratio	Non-current liabilities/Equity	18%	16%	13%
Total liabilities to Assets ratio	Total liabilities/Total Assets	40%	45%	43%
Long term capital to Equity	Borrowed capital/Equity	5%	3%	3%
Long term capital to engaged capital	Borrowed capital/Engaged capital	4%	3%	2%
Interest coverage ratio	EBIT/Interest expenses	1.95	0.41	41.72
Account receivable turnover ratio (days)	Average receivables/Sales	81	64	83
Account payable turnover ratio (days)	Average payables/Sales	49	43	58
Non-current assets rotation	Non-current liabilities/Sales	1.20	1.93	1.99
Return on assets (ROA)	Net profit/Assets	0.35%	-0.63%	18.44%
Return on equity (ROE)	Net profit/Equity	0.63%	-1.05%	32.27%
Return on sales (ROS)	Net profit/Sales	0.48%	-0.54%	19.50%

1.5. STATEMENT OF CASH-FLOW

	31/12/2020	31/12/2021	31/12/2022
CASH FLOWS FROM OPERATIONS			
<i>Cash generated from operations (A)</i>	24,263,477	(4,583,835)	(3,855,720)
CASH FLOWS FROM INVESTMENT ACTIVITY			
<i>Net cash (used in)/generated by investing activities(B)</i>	3,786,679	(3,998,272)	5,499,743
CASH FLOWS FROM FINANCING ACTIVITY			
<i>Net cash generated/used by/in financing activities (C)</i>	(16,011,003)	3,791,886	(11,669,689)
NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)	12,039,153	(4,790,221)	(10,025,667)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	5,549,445	17,588,598	12,798,377
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	17,588,598	12,798,377	2,772,710

2. TRANSACTIONS WITH AFFILIATES IN 2022

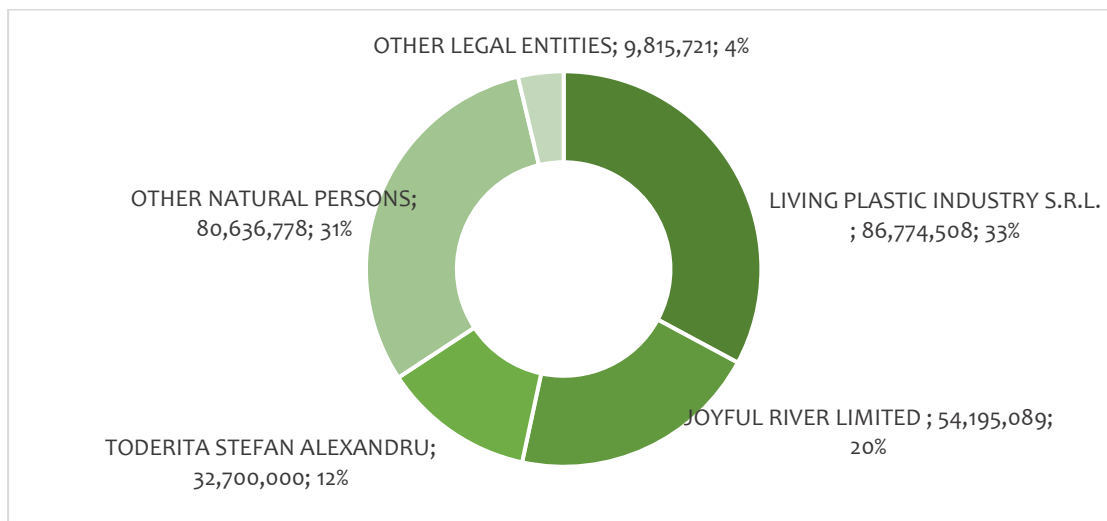
Affiliate	Sales (w/o VAT)	Acquisitions (w/o VAT)
ECO PACK MANAGEMENT SA	0	0
INFO TECH SOLUTIONS S.R.L.	28,582	669,093
LIVINGJUMBO INDUSTRY SA	58,149,628	1,572,332
RC ENERGO INSTALL SRL	112,854	3,055,612
YENKI SRL BUZAU	0	0
Total	58,291,064	5,297,037



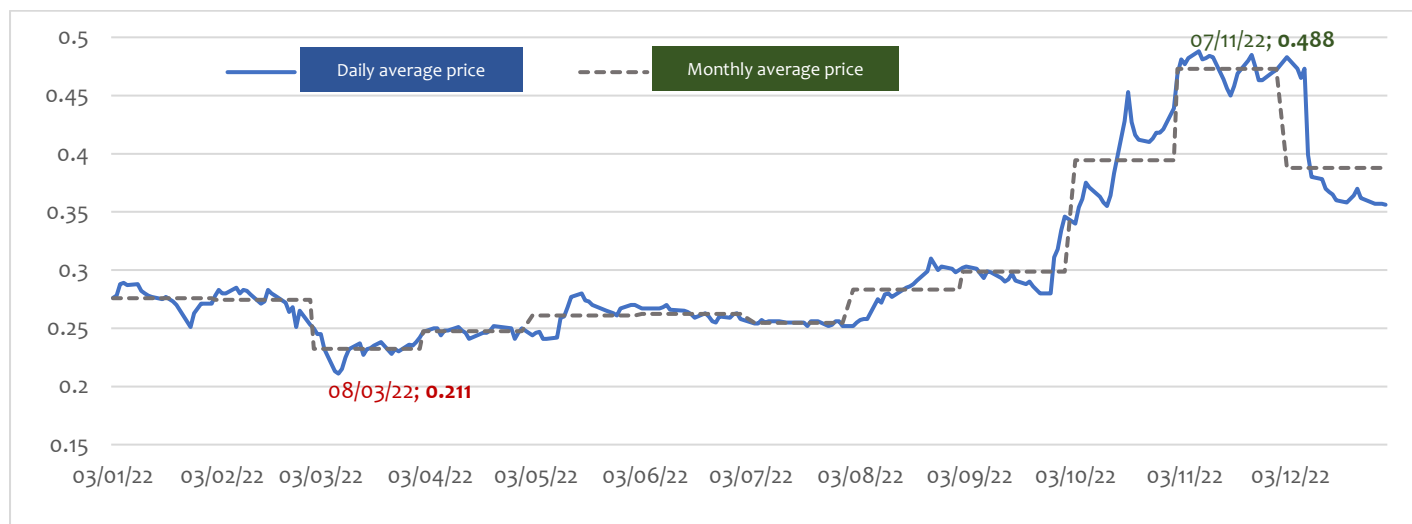


3. STRUCTURE OF SHAREHOLDERS

As at **31.12.2022** SC Romcarbon SA shareholders' structure, according to Depozitarul Central SA was as follows:



Evolution of average price of ROCE shares in the period 01.01.2022-31.12.2022



The Preliminary Separate Financial Statements for the period ended December 31, 2022 have not been audited.

HUANG LIANG NENG
Chairman of the Board of Directors
and General Manager

ZAINESCU VIORICA
Financial Manager

MANAILA CARMEN
Deputy general manager for administrative operations





BOARD OF DIRECTORS' REPORT

REGARDING THE PRELIMINARY UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2022

BOARD OF DIRECTORS REPORT REGARDING THE CONSOLIDATED FINANCIAL STATEMENTS

MAIN INDICATORS FROM CONSOLIDATED FINANCIAL STATEMENTS

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs 2021	
Revenue (Sales)	256,828,358	341,319,436	381,985,677	▲	40,666,241	12%
Other income	4,418,916	4,291,042	4,287,141	▼	(3,901)	0%
Share of profit / loss of associates	(2,564,549)	(1,144,985)	2,402,565	▲	3,547,550	-310%
EBITDA	13,462,961	15,528,593	70,401,193	▲	54,872,601	353%
EBITDA Operational	17,752,992	16,824,568	24,700,499	▲	7,875,931	47%
Profit from operations	6,084,741	6,833,936	12,867,795	▲	6,033,859	88%
Net profit	(83,966)	1,790,611	56,342,160	▲	54,551,549	3047%
Net profit without the impact of Share of profit / loss of associates [Green-Group] and sales of financial investments	2,480,583	2,935,596	9,413,700	▲	6,478,104	221%
Non-Current assets	181,875,186	167,356,018	134,542,936	▼	(32,813,082)	-20%
Current assets	97,641,045	134,454,393	208,667,635	▲	74,213,242	55%
Total Equity	139,711,610	138,920,166	169,624,324	▲	30,704,158	22%
Total Liabilities	139,804,622	162,890,245	173,586,247	▲	10,696,002	7%
Cash and cash equivalents	20,704,632	17,596,893	73,869,061	▲	56,272,168	320%
Debt ratio	50%	54%	51%	▼	(0)	-6%
Current liquidity	104%	103%	142%	▲	0	38%

The main indicators of the Statement of profit or loss registered by the two major companies of the Group, Romcarbon SA and Livingjumbo Industry SA, according to their Standalone Financial Statements.

ROMCARBON SA

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs 2021	
Turnover	182,851,592	266,937,601	265,048,638	-1,888,963	-1%
EBITDA Operational	12,374,754	13,987,049	15,025,300	1,038,251	7%
Profit	869,104	(1,447,458)	51,689,095	53,136,553	n/a

From **EBITDA Operational** to **Net Profit**

Indicator (12 luni)	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs 2021	
EBITDA Operational	12,374,754	13,987,049	15,025,300	1,038,251	7%
Fixed assets depreciation	(10,202,833)	(9,977,583)	(9,609,158)	368,425	-4%
Revenues from subsidy from Government for investments	2,262,431	2,259,451	2,206,664	(52,787)	-2%
Interest expenses	(1,159,858)	(953,055)	(1,286,399)	(333,344)	35%
Gain/loss from sales of assets	(350,498)	432,513	2,106,927	1,674,414	387%
Gain/loss from revaluation of fixed assets and investment properties	(278,663)	1,377,918	(1,199,108)	(2,577,026)	n/a
Other non-operational items(provisions, penalties, donations)	(618,687)	(715,609)	(2,244,792)	(1,529,182)	214%
Forex gain/loss	(948,390)	(654,633)	274,153	928,785	n/a
Other gain/loss from Financial	29,147	(6,314,423)	47,110,176	53,424,600	n/a
Tax on profit	(238,297)	(889,087)	(694,666)	194,421	-22%
Net Profit/Loss	869,104	(1,447,458)	51,689,095	53,136,553	n/a



LIVINGJUMBO INDUSTRY SA

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs 2021	
Turnover	110,666,945	133,415,290	164,064,764	30,649,474	23%
EBITDA Operational	5,055,294	2,349,885	8,164,661	5,814,776	247%
Profit	538,251	(2,319,221)	3,477,122	5,796,343	-250%

From EBITDA Operational to Net Profit

Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs 2021	
EBITDA Operational	5,055,294	2,349,885	8,164,661	▲	5,814,776
Fixed assets depreciation	(4,860,955)	(4,748,269)	(4,829,234)	▲	(80,965)
Revenues from subsidy from Government for investments	1,519,521	1,486,241	1,486,241	—	-
Interest expenses	(562,603)	(657,540)	(895,464)	▲	(237,924)
Gain/loss from sales of assets	462,779	-	-	—	-
Other non-operational items(provisions, penalties, donations)	(67,106)	(355,245)	(345,627)	▼	9,618
Forex gain/loss	(353,573)	(353,372)	(46,915)	▼	306,457
Other gain/loss from Financial	(659,771)	(40,921)	(56,540)	▲	(15,619)
Net Profit/Loss	533,586	(2,319,221)	3,477,122	▲	5,796,343





Presentation of the evolution of the key indicators on production sectors – 12 Months

	Indicator	12 Months of 2020	12 Months of 2021	12 Months of 2022	2022 vs 2021	
ROMCARBON	PLASTIC PROCESSING SECTOR : POLYETHYLENE					
	Turnover	27,663,389	36,047,057	36,512,692	465,636	1%
	EBITDA before overhead	746,474	3,051	2,439,836	2,436,785	79859%
	Profit before overhead	(126,044)	(779,566)	1,697,246	2,476,812	n/a
	PLASTIC PROCESSING SECTOR : POLYSTYRENE					
	Turnover	41,113,965	51,040,479	54,425,638	3,385,159	7%
	EBITDA before overhead	11,000,107	9,725,267	7,382,299	(2,342,967)	-24%
	Profit before overhead	9,487,524	8,335,220	6,131,441	(2,203,779)	-26%
	PLASTIC PROCESSING SECTOR : POLYPROPYLENE					
	Turnover	34,770,909	42,780,899	40,326,620	(2,454,278)	-6%
	EBITDA before overhead	4,618,128	4,719,369	3,454,650	(1,264,720)	-27%
	Profit before overhead	4,305,035	4,394,850	3,129,217	(1,265,633)	-29%
	RECYCLED POLYMERS & COMPOUNDS					
	Turnover	23,436,682	40,009,626	51,224,339	11,214,713	28%
	EBITDA before overhead	2,956,979	5,811,810	6,952,632	1,140,822	20%
	Profit before overhead	(757,367)	1,930,489	3,094,107	1,163,618	60%
	OTHER PRODUCTIVE SECTORS : FILTERS, ACTIVE CARBON, PROTECTIVE EQUIPMENT, PVC TRAFFIC BASE SIGNS					
	Turnover	5,546,725	5,876,115	9,569,410	3,693,295	63%
EBITDA before overhead	1,045,305	743,723	2,933,897	2,190,174	294%	
Profit before overhead	719,032	429,011	2,623,639	2,194,628	512%	
LIVINGJUMBO INDUSTRY	PLASTIC PROCESSING SECTOR : POLYPROPYLENE					
	Turnover	57,605,412	70,185,696	87,305,549	17,119,853	24%
	EBITDA before overhead	5,122,265	4,090,236	9,554,043	5,463,807	134%
	Profit before overhead	4,252,578	3,356,297	8,842,685	5,486,389	163%
	PLASTIC PROCESSING SECTOR : PET					
	Turnover	53,061,537	63,229,595	76,759,215	13,529,620	21%
EBITDA before overhead	4,072,995	2,532,900	3,208,616	675,716	27%	
Profit before overhead	1,607,215	4,811	576,980	572,169	11893%	



**ACTIVITY OF THE GROUP**

As at December 31, 2022 ROMCARBON SA holds participations directly and/or indirectly in 10 entities:

COMPANY	31.12.2022		Consolidation method
	Interest	Control	
RECYPLAT LTD CIPRU	100.00%	100.00%	Global
RC ENERGO INSTALL SRL	100.00%	100.00%	Global
ECO PACK MANAGEMENT SA	25.36%	99.88%	Global
LIVINGJUMBO INDUSTRY SA	99.86%	99.86%	Global
INFOTECH SOLUTIONS SRL	99.50%	99.50%	Global
GRINFILD LLC UCRAINA	62.62%	62.62%	Global
GRINRUH LLC UCRAINA	62.62%	62.62%	Global
YENKI SRL	33.34%	33.34%	Equity method
REGISTRUL MIORITA SA	3.79%	3.79%	Outside the consolidation area
KANG YANG BIOTECHNOLOGY CO.LTD	1.95%	1.95%	Outside the consolidation area

In the period **01.01.2022 - 30.12.2022**, the Group consolidated through the equity method the holdings held by Recyplat LTD in Romgreen Universal LTD and its subsidiaries

Company	31.12.2022	
	Interest	Control
ROMGREEN UNIVERSAL LTD CIPRU	17.5879%	17.5879%
GREENWEEE INTERNATIONAL SA	17.5879%	17.5879%
GREENTECH SA	17.5879%	17.5879%
GREENGLASS RECYCLING SA	12.3116%	12.3116%
GREENFIBER INTERNATIONAL SA	17.5879%	17.5879%
TOTAL WASTE MANAGEMENT SRL	17.5879%	17.5879%
GREEN RESOURCES MANAGEMENT S.A.	11.7259%	11.7259%
GREENTECH BALTIC UAB LITUANIA	17.5879%	17.5879%
ASOCIATIA ECOLOGICA GREENLIFE	17.5879%	17.5879%
GREENTECH SLOVAKIA S.R.O.(EKOLUMI S.R.O)	14.0704%	14.0704%
ELTEX RECYCLING SRL	17.5879%	17.5879%
CIRCULAR VENTURES SA	17.5879%	17.5879%
SENEX SIGAD S.R.L.	12.3490%	12.3490%

In December 2022 Recyplat LTD sold the stake of 17,59% held in Romgreen Universal LTD (Green-Group), for the price of EUR 14,200,000.

PRESENTATION OF THE GROUP AND THE MAIN INDICATORS ACHIEVED IN 2022**PRESENTATION OF THE GROUP'S MEMBER COMPANIES**

As at December 31, 2022 the company was holding directly or through other subsidiaries, participating interest in the following entities:

RECYPLAT LTD is a company established in 2011, having a share capital of Lei 112,532 (EUR 26,000) wholly owned by SC Romcarbon SA. The company's main office is located in Akropoleos, 59-61, 3rd floor, Nicosia, Cyprus. The company's main object of activity is the Conduct of activities and business of consultants, experts in all scientific fields, financial, administrative or otherwise, in relation to the setting up, operation, development and improvement of any business, industry, company, partnership or other organization.

RC ENERGO INSTALL S.R.L. is a company established in 2005, with a share capital of lei 2,000, fully owned by S.C. Romcarbon S.A. The company's main office is located in Buzău, Str. Transilvaniei, nr. 132. The company was established by outsourcing the maintenance and repair of heating, water installations, sewage and substations; the main object of activity is Plumbing, heat and air conditioning installation (NACE code 4322).





ECO PACK MANAGEMENT SA is a company established in 2010, with a share capital of lei 1,446,000, where SC Romcarbon SA directly holds 25.36% and 74.62% indirectly. The remaining shares are held by Romanian legal persons. The company's main office is located in Buzau, 132 Transilvaniei street, Granules Hall, room no.7, 2nd floor. The company's main object of activity is Other business support service activities n.e.c. (NACE code 8299). Starting with 10.12.2021, the company suspended his activity for a period of 3 years.

INFO TECH SOLUTIONS S.R.L. is a company established in 2005, with a share capital of lei 2,000, where S.C. Romcarbon S.A. holds 99.50% of the shares and the remaining shares are held by natural persons. The company's main office is located in Buzău, Str. Transilvaniei, nr. 132. The company was established by outsourcing the IT services and its main object of activity is Other information technology and computer service activities (NACE code 6209).

LIVINGJUMBO INDUSTRY S.A. is a company established in 2002, with a share capital of lei 5,644,800, where S.C. Romcarbon S.A. holds 99.86% of the shares and the remaining shares are held by Romanian legal persons. The company's main office is located in Buzău, Str. Transilvaniei, nr. 132. The company's main object of activity is Manufacture of plastic packing goods (NACE code 2222).

GRINFILD LLC UKRAINE is a company established in 2007, with a share capital of lei 4,312,062, where SC Romcarbon SA holds 62.62% of the shares and the remaining shares are held by foreign legal persons. The company's main office is located in Ukraine, Odessa region, Krijianivka locality, Str. Mikolayevska, Bl. 2. The company's main object of activity is wholesale. The company ceased its activity in 2012.

GRINRUH LLC UKRAINE is a company established in 2007, with a share capital of lei 4,426,809, where SC Romcarbon SA holds 62.62%. The company's main office is located in Ukraine, Odessa region, Krijianivka locality, Str. Mikolayevska, Bl. 2. The company's main object of activity is construction and wholesale. The company ceased its activity in 2012.

YENKI S.R.L. is a company established in 2007, with a share capital of lei 328,000, where S.C. Romcarbon S.A. holds 33.34% of the shares and the remaining shares are held by Romanian legal and natural persons. The company's main office is located at Soseaua Nordului, DN2, Buzău. The company's main object of activity is Operation of sports facilities (NACE code 9311).

Association "VIITORUL INCEPE AZI (VIA)", established in accordance with GO no. 26/2000, is a non-governmental, non-profit and non-political organization; The association's mission is to improve the quality of technical professional training and development in the Buza area (Romania), to support and promote the interests and needs of its members in front of the authorities and/or various bodies, third parties.

The association was established in 2022 by 7 economic operators from Buzau - Voestalpine RAILWAY SYSTEMS ROMANIA SA, URBIS SERV SRL, LUCSOR IMPEX SRL, URSUS BREWERIES SA, ROMCARBON SA, BENCOMP SRL, GREENFIBER INTERNATIONAL SA - as founding members, with contribution equal in its patrimony and with equal right to vote in the General Assembly.

The association's assets, worth 7,000 lei, constituted by the membership contribution of the founding members.

HOLDINGS IN ROMGREEN UNIVERSAL LTD HELD THROUGH RECYPLAT LTD until 30.12.2022

ROMGREEN UNIVERSAL LTD Cyprus is a company established in 2011, with a share capital of lei 177,858 (EUR 39,800), where SC Romcarbon SA indirectly holds 17.5879% of the shares through Recyplat LTD Cyprus. The company's main office is located in 2 Prodromou & Dimitrakopoulou, 5th floor, 1090, Cyprus. The company's object of activity is the conduct of activities and business of consultants, experts in all scientific fields, financial, administrative or otherwise, in relation to the setting up, operation, development and improvement of any business, industry, company, partnership or other organization.

"Greenlife" Ecological Association, established in accordance with GO no. 26/2000, is a non-governmental, non-profit and non-political organization. The association's patrimony amounts to RON 1,200. The association's purpose is to represent, promote and support the employer and professional interests of its members in the relationship with public authorities and other legal and natural persons, to consolidate their authority and social renown and to act towards modernizing the developing the field regarding environmental protection according to the international rules and standards. Also, the association sets itself to promote human solidarity, by organizing and supporting humanitarian actions.

The association was established by SC Greenfiber International SA, SC Greentech SA and SC Romcarbon SA as founding members, each holding 33.33% of its patrimony. In May 2020, SC Romcarbon SA resigned from its membership in this association, the place being taken over by SC Greenweee International SA. After this change, the indirect ownership of Romcarbon SA in the association is 17.59%.





GREENWEEE INTERNATIONAL SA is a company established in 2007, with a share capital of lei 28,827,300, where SC Romcarbon SA indirectly holds 17.5879% of the shares. The company's main office is located in Buzău, Comuna Tintesti, Str. Ferma Frasinu. The company's object of activity is Dismantling of wrecks for materials recovery (NACE code 3831).

On 31.12.2019 GREENWEEE INTERNATIONAL SA (absorbing company) merged with GREENLAMP RECICLARE S.A. (absorbed company). As a result of the merger process, the share capital of GREENWEEE INTERNATIONAL SA increased from lei 26,212,300 to lei 28,827,300 , issuing 26,150 new shares with a nominal value of lei 100.

GREENTECH SA is a company established in 2002, with a share capital of lei 4,649,117, where SC Romcarbon SA indirectly holds LTD 17.5879% of the shares. The company's main office is located in Buzău, Aleea Industriilor, nr. 17. The company's main object of activity is Recovery of sorted materials (NACE code 3832).

GREENFIBER INTERNATIONAL SA is a company established in 2004, with a share capital of lei 35,250,000, where SC Romcarbon SA indirectly holds 17.5879% of the shares. The company's main office is located in Buzău, Aleea Industriilor, nr. 17. The company's main object of activity is Manufacture of man-made fibres (NACE code 2060).

In December 2022, the merger process between GREENFIBER INTERNATIONAL SA, the absorbing company, and GREENTECH SA, the absorbed company, the new entity named GREENTECH SA, was completed.

TOTAL WASTE MANAGEMENT SRL is a company established in 2005. In 2012, it changed its object of activity from Business and other management consultancy activities (NACE code 7022) to Collection of non-hazardous waste (NACE code 3811). The company's share capital is lei 19,442,580. The company's main office is located in Buzău, Str. Aleea Industriilor, nr. 17. As at the date of these financial statements, SC Romcarbon SA was indirectly holding 17.5879% of the share capital.

GREENGLASS RECYCLING SA is a company established in 2013, where SC Romcarbon SA indirectly holds 12.3116% of the shares. The remaining shares are held by natural and legal persons. The company's share capital is lei 6,750,000. The company's main office is located in Ilfov, Popești Leordeni Șos. OLTENIȚEI 181, Corp Administrativ. The company's main object of activity is Recovery of sorted materials (NACE code 3832).

GREEN RESOURCES MANAGEMENT is a company established in 2016, having a share capital of lei 400,000 where SC Romcarbon SA indirectly holds 11.73%. The company's main office is located in Bucharest, sector 2, Barbu Vacarescu 164A Barbu Vacarescu street, etaj 3, within Building C3 – Office Building, room 18-22. The company's main object of activity is Other business support service activities n.e.c. (NACE code 8299).

GREENTECH BALTIC UAB LITUANIA is a company established in 2016 where SC Romcarbon SA indirectly holds 17.5879%. The company's main office is located in Vilnius, Sandeliu g.16. The company's share capital is lei 8,444,696 (EUR 1,852,500). The company's object of activity is commercial, economic, financial and industrial activity.

GREENTECH SLOVAKIA S.R.O. (EKOLUMI s.r.o) is a company established in 2010 where SC Romcarbon SA indirectly holds 14.07% and the remaining shares are held by foreign natural persons. The company's share capital is lei 17,829,227 (EUR 3,705,000). The company's main office is located in Slovakia, Partizánska cesta 4634, Banská Bystrica. The company's object of activity is collection of non-hazardous waste (NACE code 3811).

ELTEX RECYCLING SRL is a company established in 2014 having a share capital of lei 50,000 where SC Romcarbon SA indirectly holds 17.5879%. The company's main office is located in Oradea, 5 Octavian Goga street. The company's object of activity is Treatment and disposal of non-hazardous waste (NACE code 3821).

In December 2020, Romgreen Universal LTD sold its holdings in GREENTECH DOO SERBIA and GRINTEH MK DOO MACEDONIA.

CIRCULAR VENTURES SA is a company established in 2022 having a share capital of lei 9,000 where SC Romcarbon SA indirectly holds 17.5879%. The company's main office is located in 165 Calea Floreasca, OneTower, 11 Floor, District 1, Bucuresti. The company's main object of activity is Other business support service activities n.e.c. (NACE code 8299).



**PRESENTATION OF THE GROUP COMPANIES**

The following persons ensured the executive management of the group companies in 2022:

ROMCARBON SA – General Manager – Huang Liang Neng
 RECYPLAT LTD CYPRUS – Director – Nicos Avraamides
 RC ENERGO INSTALL SRL – General Manager Duca Eugen Florin
 ECO PACK MANAGEMENT SA – Sole administrator WEY, JIANN-SHYANG
 INFO TECH SOLUTIONS SRL – General Manager Hristache Cornel
 LIVINGJUMBO INDUSTRY SA – General Manager WU,HUI-TZU
 GRINFILD LLC UKRAINE – The company has not been operating since 2012
 GRINRUH LLC UKRAINE – The company has not been operating since 2012
 YENKI SRL – Administrator Petre Romeo Florinel
 ROMGREEN UNIVERSAL LTD CYPRUS– Nicos Avraamides, Constantinos Chiotis, Grzegorz Adam Piejka, Nicolaos Koronis, Paulina Anna Pietkiewicz
 GREENGLASS RECYCLING SA – General Manager Costache Iulian Marius
 GREENWEEE INTERNATIONAL SA – General Manager Costache Iulian Marius
 TOTAL WASTE MANAGEMENT SRL – Administrators – Genes Alina Elena, Stanculescu Adrian, Enache Pommer Matei
 GREENTECH SA General Manager Genes Alina Elena
 GREENFIBER INTERNATIONAL SA – General Manager Genes Alina Elena
 GREENWEEE INTERNATIONAL SA – General Manager Costache Marius Iulian
 GREEN RESOURCES MANAGEMENT S.A – General Manager –Bratu Constantin
 GREENTECH BALTIC UAB LITHUANIA – Administrator VLADAS VENSKUTONIS
 GREENTECH SLOVAKIA S.R.O. – Administrators – Michal Figur, Lukas Cierny
 ELTEX RECYCLING SRL – Administrators – Marin Georgian Ionut, Bartha Zoltan, Costache Marius Iulian
 CIRCULAR VENTURES SA – Administrators – Costache Marius Iulian, Vorosciuc Gabriela, Stoica Serban Andrei
 SENEX SIGAD S.R.L. – Administrators – Costache Marius Iulian, Dobrin Andrei, Stoica Serban Andrei

ACTIVITY OF THE GROUP OF COMPANIES

The evolution of the subsidiaries' contribution to the consolidated net profit of the group in 2022 is presented in the table below:

Company	Result 12 Months of 2021	Result 12 Months of 2022	2022 vs 2021
Romcarbon SA (without impact of the GreenGroup Share transaction)	(1,447,458)	5,932,555	7,380,013
Profit from Green-Group share transactions after adjustment	-	45,784,358	45,784,358
Livingjumbo Industry SA	(2,319,221)	3,477,122	5,796,343
RC Energo Install SRL	295,381	1,162,130	866,749
Infotech Solutions SRL	63,728	116,305	52,577
Eco Pack Management SA	(24,810)	(14,914)	9,897
Elimination of the unrealized profit related to the raw material inventories and fixed assets from the Group companies	(109,309)	(115,397)	(6,088)
Recyplat Ltd Cipru	(346)	-	346
Share of the profit of the associates (Romgreen Universal LTD)	(1,144,985)	0	1,144,985
Elimination of the financial investment impairment in LivingJumbo	6,477,632	0	(6,477,632)
Total	1,790,612	56,342,160	54,551,548





FINANCIAL STATEMENTS

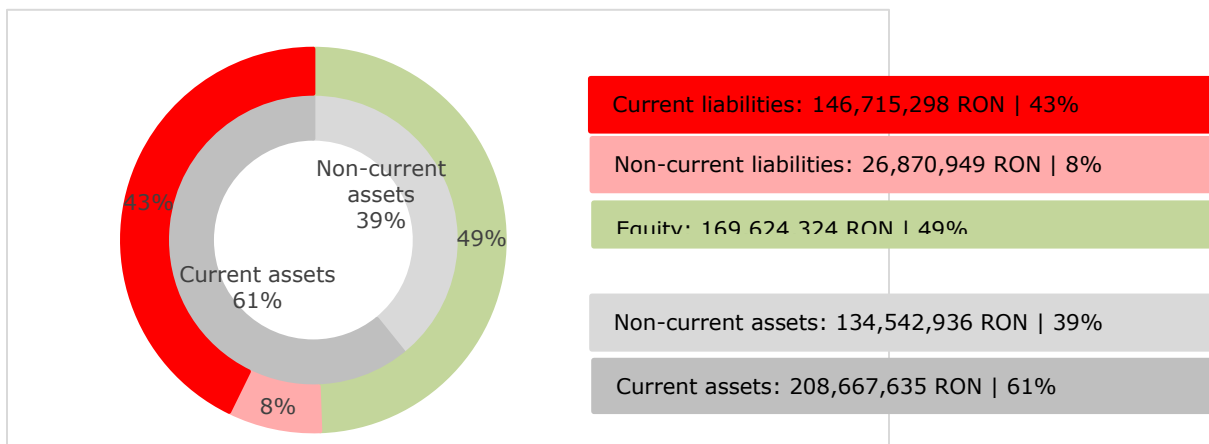
A.) STATEMENT OF THE FINANCIAL POSITION

Indicator	31.12.2020	31.12.2021	31.12.2022	2022 vs. 2021	
Property, plant and equipment	144,756,737	132,497,914	123,886,765	-8,611,149	▼ -6.50%
Investment property	11,885,346	10,894,586	9,883,738	-1,010,848	▼ -9.28%
Goodwill	143,461	143,461	143,461	0	▲ 0.00%
Intangible assets other than goodwill	323,176	298,466	329,100	30,634	▲ 10.26%
Investments accounted for using equity method	24,469,503	23,324,617	0	-23,324,617	▼ -100.00%
Investments in subsidiaries, joint ventures and associates	196,964	196,974	297,974	101,000	▲ 51.28%
Other non-current financial assets	100,000	0	1,898	1,898	▲ #DIV/0!
Total non-current assets	181,875,186	167,356,018	134,542,936	32,813,082	▼ -19.61%
Current inventories	39,267,786	54,803,659	65,899,751	11,096,092	▲ 20.25%
Trade and other current receivables	36,180,344	53,054,234	60,078,567	7,024,333	▲ 13.24%
Other current financial assets	181,047	617,902	263,414	-354,488	▼ -57.37%
Other current non-financial assets	1,236,391	4,621,551	4,796,687	175,136	▲ 3.79%
Cash and cash equivalents	20,704,632	17,596,893	73,869,061	56,272,168	▲ 319.78%
Non-current assets classified as held for sale	70,845	3,760,155	3,760,155	0	— 0.00%
Total current assets	97,641,045	134,454,393	208,667,635	74,213,242	▲ 55.20%
ASSETS	279,516,232	301,810,411	343,210,571	41,400,160	▲ 13.72%
Issued capital	26,412,610	26,412,210	26,412,210	0	▼ 0.00%
Share premium	2,182,283	2,182,283	2,182,283	0	— 0.00%
Reserves	60,969,177	60,227,360	60,502,608	275,248	▲ 0.46%
Retained earnings	49,237,598	49,182,732	79,606,307	30,423,575	▲ 61.86%
Equity attributable to equity holders of the parent	138,801,669	138,004,585	168,703,408	30,698,823	▲ 22.24%
Non-controlling interests	909,941	915,581	920,916	5,335	▲ 0.58%
Total equity	139,711,610	138,920,166	169,624,324	30,704,158	▲ 22.10%
Other non-current provisions	446,038	659,623	1,429,017	769,394	▲ 116.64%
Deferred tax liabilities	7,852,871	8,012,574	8,012,574	0	— n/a
Other non-current financial liabilities	17,856,699	7,623,547	4,044,764	-3,578,783	▼ -46.94%
Other non-current non-financial liabilities	19,761,267	16,015,575	13,384,594	-2,630,981	▼ -16.43%
Total non-current liabilities	45,916,875	32,311,319	26,870,949	-5,440,370	▼ -16.84%
Trade and other current payables	33,374,994	55,224,664	63,161,506	7,936,842	▲ 14.37%
Other current financial liabilities	52,867,565	67,635,179	74,737,029	7,101,850	▲ 10.50%
Other current non-financial liabilities	7,645,188	7,719,083	8,816,763	1,097,680	▲ 14.22%
Total current liabilities	93,887,747	130,578,927	146,715,298	16,136,371	▲ 12.36%
Total liabilities	139,804,622	162,890,245	173,586,247	10,696,002	▲ 6.57%
TOTAL EQUITY AND LIABILITIES	279,516,232	301,810,411	343,210,571	41,400,160	▲ 13.72%





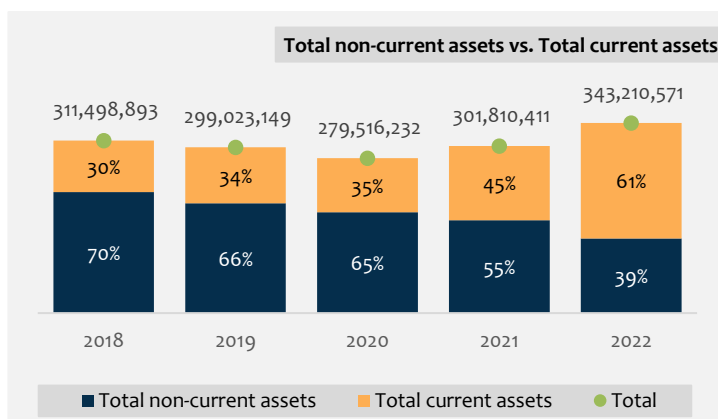
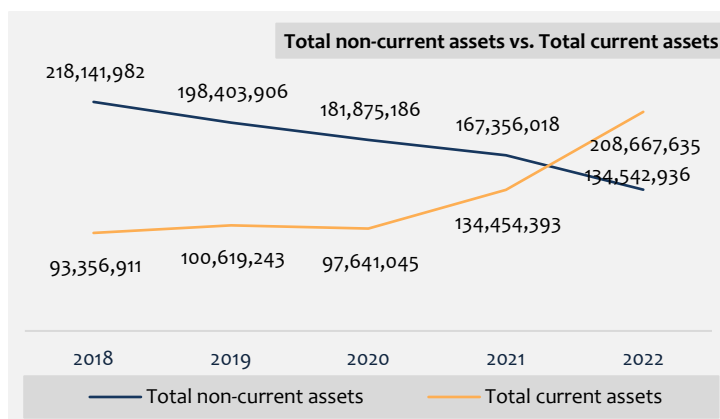
STRUCTURE OF THE FINANCIAL POSITION AS AT 31.12.2022



The participation of the consolidated companies in the indicators of the Statement of Financial Position in 2022 is presented in the table below

Company	Non-current assets	Current assets	Non-current liabilities	LEI
				Current liabilities
Romcarbon SA	133,313,885	145,852,574	20,532,526	98,466,903
Livingjumbo Industry SA	22,980,200	62,716,657	6,338,423	77,541,777
RC Energo Install SRL	61,474	13,685,282	0	8,371,709
InfoTech Solutions SRL	56,899	1,011,765	0	699,915
Grinfeld Ucraina	4,426,809	8,614	0	879,485
Grinruh Ucraina	1,186,187	1,007,788	0	6,728
Recyplat LTD		62,838,622	0	39,579,200
Eco Pack Management SA	28,751	163,993	0	882,288
Consolidation adjustments	(27,511,269)	(78,617,659)	0	(79,712,706)
Total	134,542,936	208,667,635	26,870,949	146,715,298

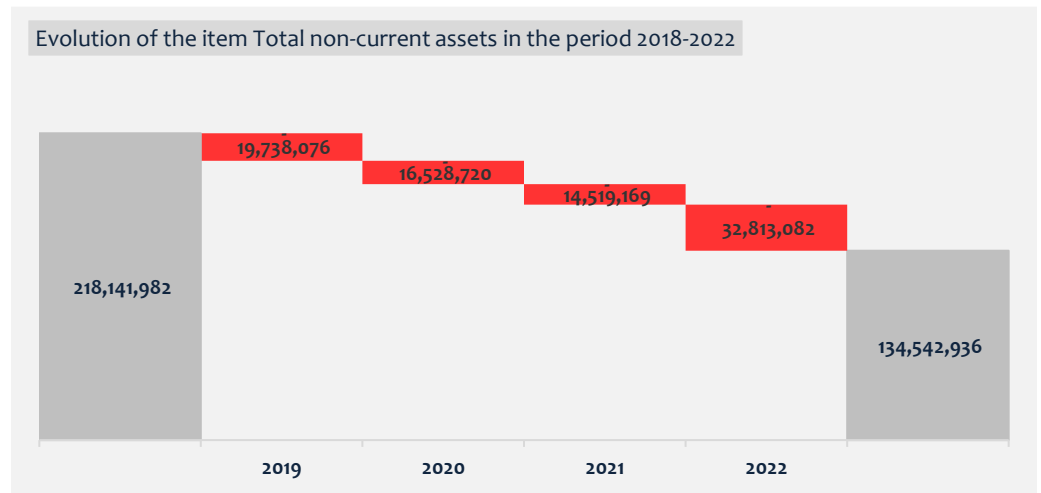
ASSETS





NON-CURRENT ASSETS

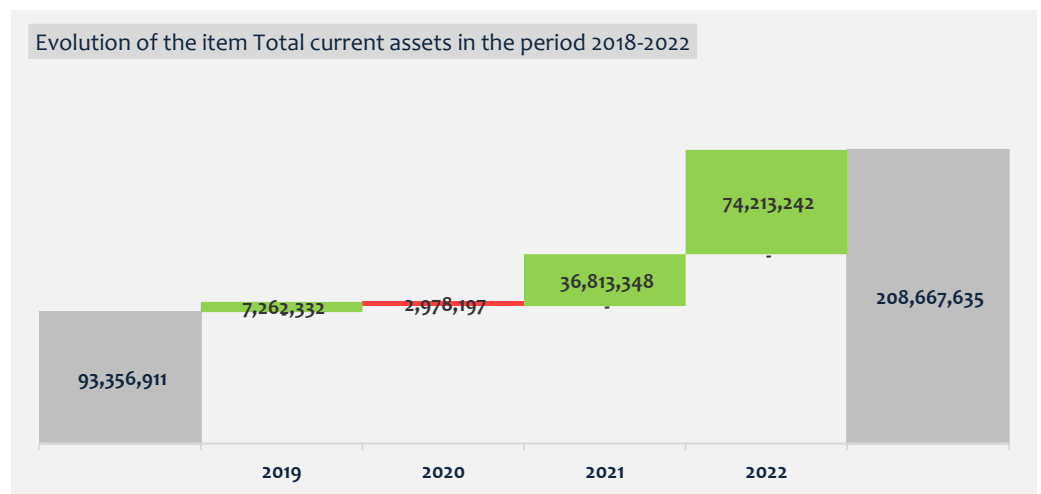
Non-current assets have a weight in Total Assets of 39.20% recording a decrease of - LEI 32,813,082, i.e. - 19.61%, as compared with the beginning of the year.



Non-current assets (lei)	31/12/2022	% in total NCA	% in total Assets	2022 vs. 2021
Property, plant and equipment	123,886,765	92.08%	36.10%	-6.50%
Investment property	9,883,738	7.35%	2.88%	-9.28%
Goodwill	143,461	0.11%	0.04%	0.00%
Intangible assets other than goodwill	329,100	0.24%	0.10%	10.26%
Investments accounted for using equity method	0	0.00%	0.00%	-100.00%
Investments in subsidiaries, joint ventures and associates	297,974	0.22%	0.09%	51.28%
Other non-current financial assets	1,898	0.00%	0.00%	n/a
Total non-current assets	134,542,936	100.00%	39.20%	-19.61%

CURRENT ASSETS

Current assets have a weight in Total Assets of 60.80% recording an increase of LEI 74,213,242, i.e. 55.20%, as compared with the beginning of the year.

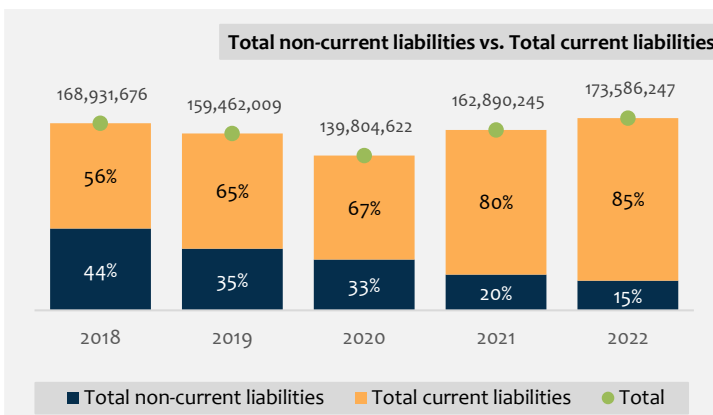
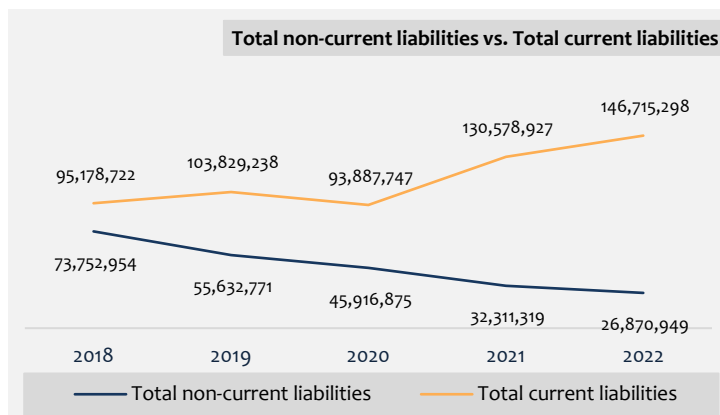
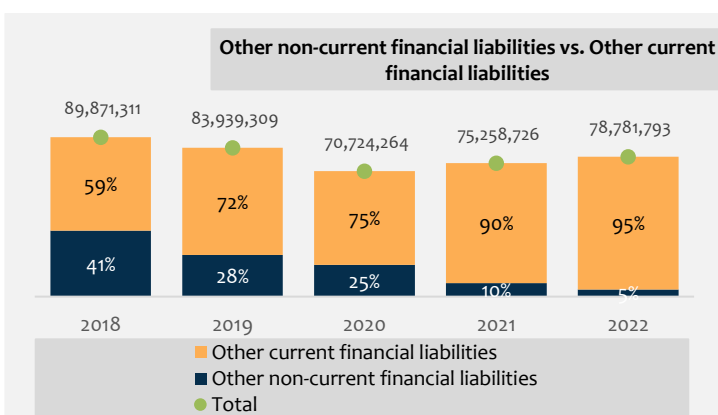
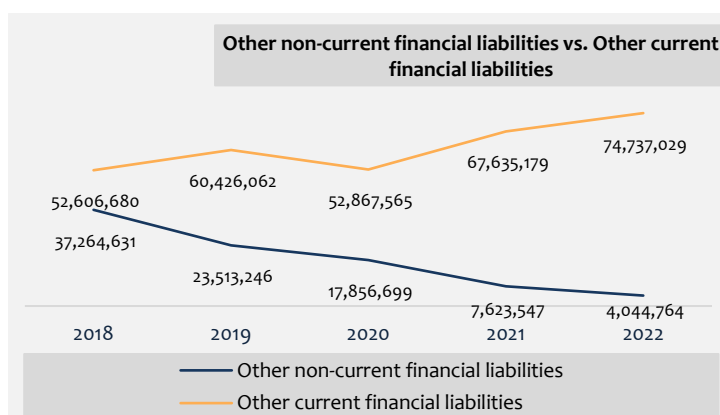


Current assets (lei)	31/12/2022	% in total CA	% in Total Assets	2022 vs. 2021
Current inventories	65,899,751	31.58%	19.20%	20.25%
Trade and other current receivables	60,078,567	28.79%	17.50%	13.24%
Other current financial assets	263,414	0.13%	0.08%	-57.37%
Other current non-financial assets	4,796,687	2.30%	1.40%	3.79%
Cash and cash equivalents	73,869,061	35.40%	21.52%	319.78%
Non-current assets classified as held for sale	3,760,155	1.80%	1.10%	0.00%
Total current assets	208,667,635	100.00%	60.80%	55.20%



LIABILITIES

Total Liabilities hold 50.58% of the Group's Equity&Liabilities recording an increase of Lei 10,696,002, i.e. 6.57%, as compared with the beginning of the year.

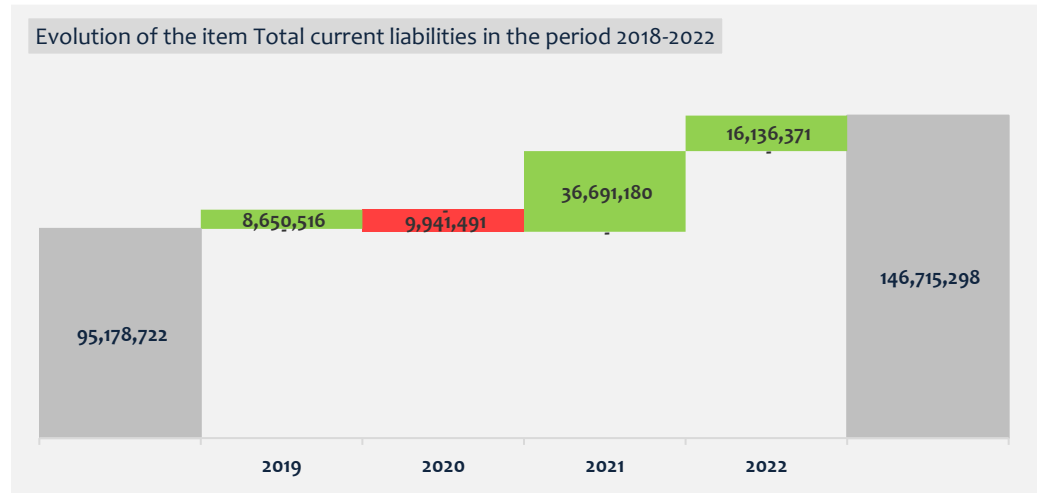

BORROWINGS

BORROWINGS

Company	31.12.2021	31.12.2022	2022 vs 2021
Romcarbon, total, out of which:	50,877,784	49,904,456	(973,329)
< 12 months	46,860,194	45,859,692	(1,000,502)
> 12 months	4,017,591	4,044,764	27,173
LivingJumbo Industry, total, out of which:	20,111,839	28,189,837	8,077,998
< 12 months	17,193,383	28,189,837	10,996,454
> 12 months	2,918,456	-	(2,918,456)
Energoinstall, total, out of which:	4,269,102	687,500	(3,581,602)
< 12 months	3,581,602	687,500	(2,894,102)
> 12 months	687,500	-	(687,500)
Total borrowings, out of which:	75,258,726	78,781,793	3,523,067
< 12 months	67,635,179	74,737,029	7,101,850
> 12 months	7,623,547	4,044,764	(3,578,783)



CURRENT LIABILITIES

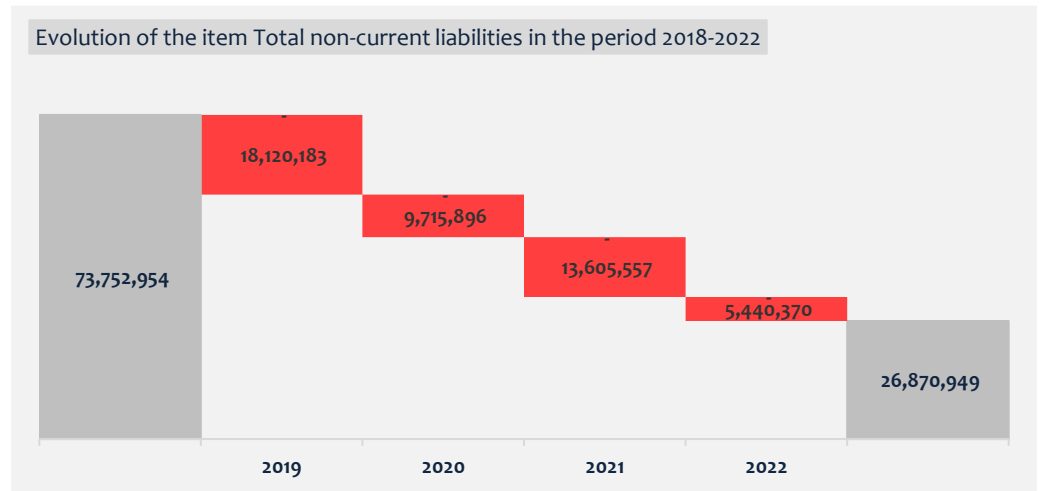
Current liabilities of the Group have a weight in Total Liabilities of 84.52% and in Total Equity and Liabilities of 42.75% recording an increase of LEI 16,136,371, i.e. 12.36%, as compared with the beginning of the year.



Current liabilities (lei)	31/12/2022	% in total liabilities	% in Total Current liabilities	% in Total Equity and liabilities	2022 vs 2021
Trade and other current payables	63,161,506	36.39%	43.05%	18.40%	14.37%
Other current financial liabilities	74,737,029	43.05%	50.94%	21.78%	10.50%
Other current non-financial liabilities	8,816,763	5.08%	6.01%	2.57%	14.22%
Total current liabilities	146,715,298	84.52%	100.00%	42.75%	12.36%

NON-CURRENT LIABILITIES

Non-current liabilities have a weight in Total Equity and Liabilities of 7.83% recording a decrease of - LEI 5,440,370, i.e. -16.84%, as compared with the beginning of the year.



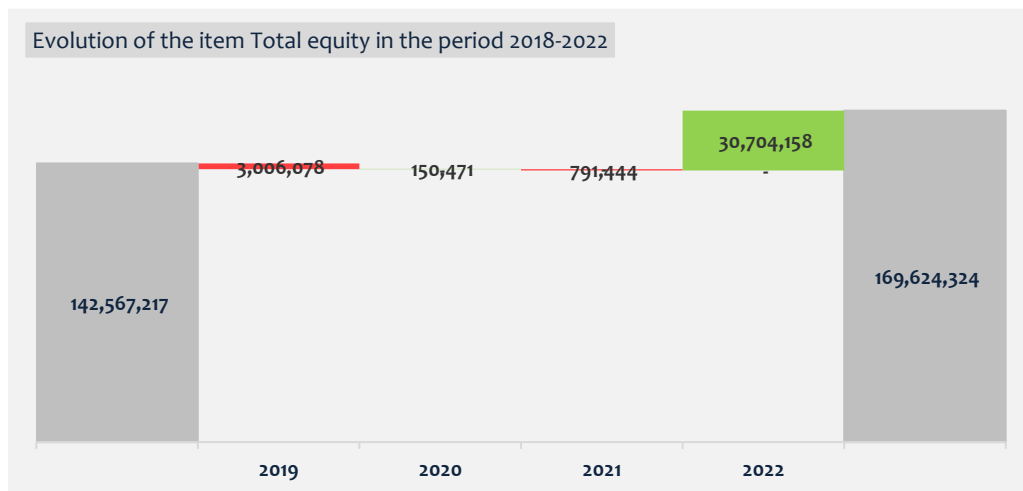
Non-current liabilities (lei)	31/12/2022	% in total liabilities	% in Total Non-current liabilities	% in Total Equity and liabilities	2022 vs 2021
Other non-current provisions	1,429,017	0.82%	5.32%	0.42%	116.64%
Deferred tax liabilities	8,012,574	4.62%	29.82%	2.33%	0.00%
Other non-current financial liabilities	4,044,764	2.33%	15.05%	1.18%	-46.94%
Other non-current non-financial liabilities	13,384,594	7.71%	49.81%	3.90%	-16.43%
Total non-current liabilities	26,870,949	15.48%	100.00%	7.83%	-16.84%





EQUITY

The Equity have a weight in Total Equity and Liabilities of 49.42% recording an increase of LEI 30,704,158, i.e. 22.10%, as compared with the beginning of the year.



Equity (lei)	31/12/2022	2022 vs 2021
Issued capital	26,412,210	0.00%
Share premium	2,182,283	0.00%
Reserves	60,502,608	0.46%
Retained earnings	79,606,307	61.86%
Equity attributable to equity holders of the parent	168,703,408	22.24%
Non-controlling interests	920,916	0.58%
Total Equity	169,624,324	22.10%





B.) STATEMENT OF THE COMPREHENSIVE INCOME

Indicator (lei)	12 Months of 2020	12 Months of 2021	12 Months of 2022		2022 vs.2021	
Revenue	256,828,358	341,319,436	381,985,677	▲	40,666,241	12%
Other Income	4,418,916	4,291,042	4,287,141	▼	(3,901)	0%
Increase (decrease) in inventories of finished goods and work in progress	(1,549,135)	4,710,209	11,496,807	▲	6,786,598	144%
Raw materials, consumables, commodities and utilities used	(150,122,594)	(235,396,370)	(263,732,961)	▲	(28,336,591)	12%
Employee benefits expense	(70,282,433)	(73,746,328)	(78,261,063)	▲	(4,514,735)	6%
Depreciation and amortisation expenses	(15,272,031)	(14,897,799)	(14,538,409)	▼	359,390	-2%
Other expenses	(18,739,100)	(21,382,633)	(30,646,145)	▲	(9,263,512)	43%
Other gains (losses)	802,760	1,936,380	2,276,748	▲	340,368	18%
Profit (loss) from operating activities	6,084,741	6,833,937	12,867,795	▲	6,033,858	88%
Finance Income	89,608	85,170	290,047	▲	204,878	241%
Net gain/(loss) on disposal of financial investments	-	-	44,525,895	▲	44,525,895	#DIV/0!
Finance costs	(3,426,116)	(3,054,857)	(2,894,705)	▼	160,152	-5%
Share of profit of associates (GREEN-GROUP)	(2,564,549)	(1,144,985)	2,402,565	▲	3,547,550	-310%
Profit / (loss) before tax	183,684	2,719,265	57,191,597	▲	54,472,332	2003%
Tax income (expense)	(267,650)	(928,652)	(849,437)	▼	79,215	-9%
Profit (loss) of the year, attributable to	(83,966)	1,790,612	56,342,160	▲	54,551,548	3047%
Equity holders of the parent	(86,818)	1,793,730	56,336,824	▲	54,543,094	3041%
Minority interest	2,852	(3,118)	5,336	▲	8,454	-271%
Profit (loss) from continuing operations	(83,966)	1,790,612	56,342,160	▲	54,551,548	3047%
Differences from foreign operations	12,170	115	-	▼	(115)	-100%
Deffered profit tax allocated to the comprehensive income	289,186	21,017	-	▼	(21,017)	-100%
Comprehensive income of the year, attributable to:	217,390	1,811,744	56,342,160	▲	54,530,416	3010%
Equity holders of the parent	214,538	1,814,862	56,336,824	▲	54,521,962	3004%
Minority interest	2,852	(3,118)	5,336	▲	8,454	-271%

Indicator	12M 2020	12M 2021	12M 2022		2022 vs.2021	
EBITDA OPERATIONAL	17,752,992	16,824,568	24,700,499	▲	7,875,931	47%

Indicator	12M 2020	12M 2021	12M 2022
Av. number of employees	1,470	1,440	1,338

From EBITDA OPERATIONAL to NET PROFIT

Indicator	12M 2020	12M 2021	12M 2022		2022 vs 2021	
EBITDA OPERATIONAL	17,752,992	16,824,568	24,700,499	▲	7,875,931	47%
Fixed assets depreciation	(15,272,031)	(14,897,799)	(14,538,409)	▼	359,390	-2%
Revenues from subsidy from Government for investments	3,781,951	3,745,692	3,692,905	▼	(52,787)	-1%
Interest expenses	(1,789,198)	(1,657,222)	(2,364,092)	▲	(706,870)	43%
Gain/loss from sales of assets	85,857	(85,226)	1,191,313	▲	1,276,539	n/a%
Net gain/loss from revaluating the investment properties and fixed assets	(278,663)	1,377,918	(1,199,108)	▼	(2,577,026)	-187%
Other non-operational items(provisions,penalties, donations)	(303,722)	(483,113)	(1,475,250)	▲	(992,137)	205%
Forex gain/loss	(1,309,826)	(1,037,861)	71,335	▼	1,109,196	n/a
Share of profit / loss of associates	(2,564,549)	(1,144,985)	2,402,565	▲	3,547,550	n/a
Net gain/(loss) on disposal of financial investments	-	-	44,525,895	▲	44,525,895	0%
Other gain/loss from Financial	80,873	77,291	183,944	▲	106,653	138%
Tax on profit	(267,650)	(928,652)	(849,437)	▼	79,215	-9%
NET PROFIT	(83,966)	1,790,612	56,342,160	▲	54,551,548	





On quarters, the **Statement of the comprehensive income** has the following evolution:

Income statement	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 : 2022 vs 2021	Q2 : 2022 vs 2021	Q3 : 2022 vs 2021	Q4 : 2022 vs 2021
Revenue	95,365,144	97,686,287	95,775,679	93,158,567	21,521,163	15,825,876	3,704,187	(384,986)
Other Income	1,073,659	1,095,422	1,074,311	1,043,749	2,900	25,148	8,532	(40,481)
Increase (decrease) in inventories of finished goods and work in progress	6,403,775	902,457	(1,185,374)	5,375,949	3,868,781	(1,806,224)	(329,803)	5,053,844
Raw materials, consumables, commodities and utilities used	(67,381,271)	(65,457,740)	(64,470,503)	(66,423,447)	(17,949,516)	(10,275,088)	(272,094)	160,107
Employee benefits expense	(18,971,412)	(19,796,619)	(19,594,716)	(19,898,316)	(737,844)	(735,384)	(1,339,386)	(1,702,121)
Depreciation and amortisation expenses	(3,691,727)	(3,666,881)	(3,602,325)	(3,577,476)	54,079	39,795	126,561	138,955
Other expenses	(9,044,823)	(5,028,616)	(4,789,918)	(11,782,788)	(3,968,062)	(402,471)	(127,740)	(4,765,239)
Other gains (losses)	41,189	26,086	171,529	2,037,944	(76,486)	(138,341)	39,660	515,535
Profit (loss) from operating activities	3,794,535	5,760,395	3,378,683	(65,818)	2,715,015	2,533,312	1,809,917	(1,024,386)
Finance Income	52,855	2,034	72,943	162,216	11,846	(16,293)	58,885	150,440
Net gain/(loss) on disposal of financial investments	-	-	-	44,525,895	-	-	-	44,525,895
Finance costs	(581,933)	(749,410)	(874,435)	(688,927)	545,041	(195,942)	(179,522)	(9,426)
Share of profit of associates (GREEN-GROUP)	1,583,476	1,374,247	867,591	(1,422,749)	843,600	(252,216)	376,591	2,579,575
Profit / (loss) before tax	4,848,934	6,387,265	3,444,781	42,510,617	4,115,503	2,068,861	2,065,871	46,222,098
Tax income (expense)	(377,230)	(529,285)	(367,291)	424,369	(245,969)	(112,068)	(161,206)	598,458
Profit (loss) of the year, attributable to	4,471,704	5,857,980	3,077,490	42,934,986	3,869,534	1,956,793	1,904,665	46,820,556
Equity holders of the parent	4,470,369	5,855,631	3,076,823	42,934,001	3,867,369	1,953,613	1,902,969	46,819,143
Minority interest	1,335	2,349	667	985	2,165	3,180	1,696	1,413
Profit (loss) from continuing operations	4,471,704	5,857,980	3,077,490	42,934,986	3,869,534	1,956,793	1,904,665	46,820,556
Differences from foreign operations	(2)	(2)	4	-	(84)	(5)	(25)	(1)
Deffered profit tax allocated to the comprehensive income	-	-	-	-	-	-	-	(21,017)
Comprehensive income of the year, attributable to:	4,471,702	5,857,978	3,077,494	42,934,986	3,869,450	1,956,788	1,904,640	46,799,538
Equity holders of the parent	4,470,367	5,855,629	3,076,827	42,934,001	3,867,285	1,953,608	1,902,944	46,798,125
Minority interest	1,335	2,349	667	985	2,165	3,180	1,696	1,413
EBITDA OPERATIONAL	6,572,211	8,368,149	5,897,359	3,862,780	2,670,226	2,444,140	1,620,241	1,141,324



**C.) REVENUES (NET SALES)**

The participation of the consolidated subsidiaries in obtaining the item "Revenues ", in the reporting period is presented in the below table:

Company	12 Months of 2020	% in total	12 Months of 2021	% in total	12 Months of 2022	% in total	2022 vs.2021
Romcarbon SA	181,146,472	60%	264,737,647	64%	262,801,054	59%	-0.73%
LivingJumbo Industry SA	110,666,945	37%	133,415,290	32%	164,064,764	37%	22.97%
RC Energo Install SRL	7,646,082	3%	11,711,050	3%	17,005,204	4%	45.21%
Info Tech Solutions SRL	936,533	0%	1,071,637	0%	1,124,044	0%	4.89%
Total, out of which:	300,396,032	100%	410,935,625	100%	444,995,067	100%	8.29%
Within the Group	43,567,674	15%	69,616,189	17%	63,009,389	14%	-9.49%
Outside of the Group	256,828,358	85%	341,319,436	83%	381,985,677	86%	11.91%

In the reporting period the item «Revenues» have the following structure:

Structure of Revenues (Net sales)	12 Months of 2020	% in total	12 Months of 2021	% in total	12 Months of 2022	% in total	2022 vs.2021
Sales of finished goods (701+709)	221,265,575	86%	276,755,901	81%	313,728,863	82%	13.36%
Sales of intermediary goods	12,402,732	5%	14,703,881	4%	17,584,021	5%	19.59%
Sales of residual products	329,150	0%	643,853	0%	479,172	0%	-25.58%
Services rendered	3,958,649	2%	3,514,731	1%	3,141,708	1%	-10.61%
Sales of goods purchased for resale	17,605,357	7%	43,132,592	13%	37,641,933	10%	-12.73%
Revenues from sundry activities	1,266,895	0%	2,568,478	1%	9,409,981	2%	266.36%
Total	256,828,358	100%	341,319,436	100%	381,985,677	100%	11.91%

D.) STATEMENT OF THE CASH-FLOW

	12M 2020	12 M 2021	12M 2022
Net cash generated by operating activities	19.968.923	(1.778.786)	(5.853.183)
Net cash (used in)/generated by investing activities	4.101.582	(2.175.748)	69.287.108
Net cash (used in)/generated in financing activities	(13.215.044)	846.795	(7.161.758)
Net increase in cash and cash equivalents	10.855.461	(3.107.739)	56.272.168
Cash and cash equivalents at the beginning of the year	9.849.170	20.704.632	17.596.893
Effects of exchange rate changes on the balance of cash held in foreign currencies	0	0	0
Cash from subsidiaries acquired during the year	0	0	0
Cash and cash equivalents at the end of the period	20.704.631	17.596.893	73.869.061



**E.) FINANCIAL RATIOS**

Indicator	Formula	12 Months of 2020	12 Months of 2021	12 Months of 2022
EBIT	Gross profit + Income tax + Expenses with interest	1,972,882	4,376,486	59,555,688
EBITDA	EBIT + Depreciation-Subsidies for investment	13,462,961	15,528,594	70,401,193
Sales	Revenue + Rental and royalty income	257,465,323	341,864,786	382,579,913
EBITDA to sales ratio	EBITDA/Sales	5.23%	4.54%	18.40%
EBITDA to Equity ratio	EBITDA/Equity	9.64%	11.18%	41.50%
Gross profit margin	Gross profit/Sales	0.07%	0.80%	14.95%
Current ratio	Current assets/Current liabilities	1.04	1.03	1.42
Quick ratio	(Current assets- Inventories)/Current liabilities	0.62	0.61	0.97
Non-current liabilities to Equity ratio	Non-current liabilities/Equity	33%	23%	16%
Total liabilities to Assets ratio	Total liabilities/Total Assets	50%	54%	51%
Interest coverage ratio	EBIT/Interest expenses	1.10	2.64	25.19
Account receivable turnover ratio	Average receivables/Sales (days)	49	47	53
Account payable turnover ratio	Average payables/Sales (days)	48	47	56
Return on assets (ROA)	Net profit/Assets	-0.0300%	0.5933%	16.4162%
Return on equity (ROE)	Net profit/Equity	-0.0601%	1.2890%	33.2158%
Return on sales (ROS)	Net profit/Sales	-0.0326%	0.5238%	14.7269%

The Preliminary Consolidated Financial Statements for the period ended **December 31, 2022** have not been audited.

HUANG LIANG NENG

Chairman of the Board of Directors and General Manager

ZAINESCU VIORICA

Financial Manager

MANAILA CARMEN

Deputy general manager for administrative operations





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