



To:

**The Romanian Financial Supervisory Authority (ASF)
Bucharest Stock Exchange (BVB)**

**Current report according to Law no. 24/2017 on issuers of financial instruments and market operations,
ASF Regulation no. 5/2018 and the Bucharest Stock Exchange Code**

Report date: **November 24th, 2023**

Name of issuing entity: **VRANCART S.A.**

Head Office: **17 Ecaterina Teodoroiu St, Adjud, Vrancea County, Romania**

Phone/fax numbers: **004-0237-640800/ 004-0237-641720**

Tax Identification Number: **RO 1454846**

Trade Registry registration number: **J39/239/1991**

Subscribed and paid-up share capital: **RON 169.121.665,30**

Regulated market onto which the issued securities are traded: **Bucharest Stock Exchange (BVB)**

Major events to be reported:

Information received on 23.11.2023 on the filing of insolvency proceeding request, under Art. 234, para. (1), let. o) of the Financial Supervisory Authority Regulation no. 5/2018 on issuers of financial instruments and market operations.

On November 23rd, 2023, VRANCART S.A. was informed by the Vrancea County Court about the request for the opening of insolvency proceeding filed by ARTAROM S.R.L. (Vâlcea county) against VRANCART S.A., alleging a debt in the total amount of RON 589,146.7, which would result from a contract for design and execution of construction works concluded in 2019. The claim referred to above is subject to case no. 1809/91/2023, registered with the Vrancea County Court.

On the basis of the information currently available to us, we note that ARTAROM S.R.L. has not properly fulfilled its contractual obligations, and that its claim is therefore unfounded, and that the request for the opening of insolvency proceeding has been made, in our opinion, abusively and in bad faith, so that VRANCART S. A. will have to take all legal steps available to it and permitted by law to clarify the claim filed and to obtain judicial sanction for the procedural conduct of ARTAROM S.R.L.

VRANCART S.A. assures all its investors and commercial partners that it is not in a state of insolvency, that it has sufficient funds available to cover all its debts (including the alleged debt mentioned above, if applicable), that it carries out its current activity without impediments and continues its investment projects according to the schedules and work plans agreed with its partners and suppliers, making the timely payment of all its obligations assumed, that are certain, liquid and chargeable.

Furthermore, VRANCART S.A. is currently carrying out all the necessary procedural formalities in the aforementioned file, according to law, and is taking all the necessary steps to resolve the situation generated by ARTAROM S.R.L.'s request as soon as possible and to clarify the merits of its claims, including in terms of the certainty and chargeability of the claim invoked in the dispute. The proceeding initiated by ARTAROM S.R.L. will be handled with the utmost responsibility, promptness and determination, and VRANCART S.A. will duly inform its investors and commercial partners of the progress of the litigation in the aforementioned case.

**Nicolae – Paul DUMITRESCU
Chief Executive Officer**