



To,

**The Financial Supervisory Authority
The Bucharest Stock Exchange**

Current report according to Financial Supervisory Authority Regulation no. 5/2018

Date of report:	February 28th, 2023
Name of the issuing entity:	VRANCART S.A.
Registered office:	Adjud, 17th Ecaterina Teodoroiu Street, Vrancea County
Telephone/fax no.:	0237-640.800/0237-641.720
Tax Identification Number:	RO 1454846
Trade Registry registration no.:	J39/239/1991
Subscribed and paid-in share capital:	RON 120,338,551.40
The regulated trading market:	The Bucharest Stock Exchange

Major events to report:

VRANCART S.A. informs shareholders and investors that, in accordance with the Financial Reporting Calendar, the unaudited preliminary annual financial statements (individual and consolidated) for the financial year 2022, prepared in accordance with International Financial Reporting Standards - IFRS (O.M.F.P. no. 881/2012 and O.M.F.P. no. 2844/2016, with subsequent additions and amendments), with the provisions of Law no. 24/2017 and SFA Regulation no. 5/2018, may be consulted at the company's headquarters in Adjud, 17th Ecaterina Teodoroiu, Vrancea County or at the web address www.vrancart.ro, starting from February 28th, 2023, from 06.00 PM.

Attached to this Current Report are the unaudited preliminary annual financial statements (individual and consolidated) for the financial year 2022, prepared in accordance with International Financial Reporting Standards – IFRS.

**Chairman of the Board of Directors
Ionel-Marian CIUCIOI**



Translation for information purposes only

VRANCART S.A. INDIVIDUAL PRELIMINARY FINANCIAL RESULTS

For the financial year ended on
December 31st, 2022

Note:

The preliminary financial results presented in this document are individual results and are reported in accordance with the Order of the Minister of Public Finance No. 2844/2016 as subsequently amended, which is in accordance with the International Financial Reporting Standards (IFRS) as adopted by the European Union.

The preliminary individual financial results are unaudited and do not include the results of revaluation of fixed assets, as this process is ongoing. Therefore, the final and audited financial statements for 2022 may differ from these.

The functional and presentation currency is the Romanian Leu (RON).

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Individual statement of financial positionas at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	December 31 st , 2022	December 31 st , 2021
ASSETS		
Tangible assets	308.880.314	300.076.409
Intangible assets	953.329	1.379.680
Goodwill	3.380.811	3.380.811
Financial assets	45.566.328	45.566.328
Total non-current assets	358.780.782	350.403.228
Inventories	61.279.453	58.601.760
Trade receivables	95.613.017	84.112.306
Prepaid expenses	1.596.080	517.486
Restricted cash	1.881.990	-
Cash and cash equivalents	1.288.888	1,536.938
Receivables related to current profit tax	-	212.055
Other receivables	14.980.360	2.820.729
Total current assets	176.639.788	147.801.274
TOTAL ASSETS	535.420.570	498.204.502
EQUITY		
Share capital	120.338.551	120.363.081
Reserves	114.818.553	116.569.364
Retained earnings	27.198.666	10.586.064
Total equity	262.355.770	247.518.509
LIABILITIES		
Long-term loans	79.531.749	47.751.510
Long-term loans from bond issues	38.164.800	37.949.400
Long-term liabilities under leasing agreements	17.735.598	17.768.484
Deferred income	7.207.890	9.034.757
Long-term liabilities to employees	440.169	422.307
Debts related to deferred profit tax	2.440.726	4.145.628
Other long-term liabilities	108.022	323.422
Total long-term liabilities	145.628.954	117.395.508
Short-term trade liabilities	46.301.292	61.919.951
Short-term loans	56.912.405	54.642.483
Short-term liabilities under leasing agreements	5.863.789	5,864.025
Deferred income	1.826.984	2.012.878
Debts to employees	6.885.073	4,394.786
Debts related to current profit tax	911.281	-
Other liabilities	8,735.022	4,456.362
Total current liabilities	127.435.846	133.290.485
TOTAL LIABILITIES	273.064.800	250.685.993
TOTAL EQUITY AND LIABILITIES	535.420.570	498.204.502

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Vrancart S.A.

Individual statement of comprehensive income

as at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	2022	2021
Income from turnover, out of which:	526.031.866	387.017.600
Income from the sale of goods	36.725.819	21.754.089
Other income	13.893.815	6.929.773
Variation of finished products inventories and production in progress	5.295.240	8.574.789
Raw materials and consumables	(310.034.864)	(229.269.419)
Expenses related to commodities	(23.465.836)	(13.055.876)
Third-party expenses	(44.299.954)	(34.634.513)
Personnel-related expenses	(87.100.187)	(70.630.381)
Expenses related to amortisation and impairment of assets	(35.859.740)	(32.086.789)
Other expenses	(13.668.981)	(7.118.725)
Operating result	30.791.359	15.726.459
Financial income	277.534	421.247
Financial expenses	(9.244.787)	(4.611.181)
Profit / (Loss) before taxation	21.824.106	11.536.525
Profit tax income/ (expense)	(2.394.120)	(1.668.000)
Profit/ (Loss) for the year	19.429.986	9.868.525
Other comprehensive income items		
Increases in the reserve from the revaluation of tangible assets, net of deferred tax	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	19.429.986	9.868.525

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Vrancart S.A.

Individual statement of changes in equity

as at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	Share capital	Reserves from the revaluation of tangible assets	Other reserves	Retained earnings	Total equity
Balance as at January 1st, 2022	120.363.081	53.327.398	63.241.966	10.586.064	247.518.509
Comprehensive income for the period					
Net profit/loss of the period	-	-	-	19.429.986	19.429.986
Other comprehensive income items					
Share capital increase	(24.529)	-	-	-	(24.529)
Distribution from retained earnings	-	-	-	(5.054.219)	(5.054.219)
Other changes	-	-	43.345	114.893	158.238
Changes in the reserve from revaluation of tangible assets, net of deferred tax	-	(1.794.156)	-	287.065	(1.507.091)
Transfer of the revaluation reserve to retained earnings following the sale/cassation of tangible assets	-	(327.786)	327.786	1.834.878	1.834.878
Total other comprehensive income items	(24.529)	(2.121.942)	371.131	(2.817.383)	(4.592.725)
Total comprehensive income for the period	(24.529)	(2.121.942)	371.131	16.612.602	14.837.261
Balance as at December 31st, 2022	120.338.551	51.205.456	63.613.097	27.198.666	262.355.770

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Vrancart S.A.

Individual statement of cash flows

as at December 31st, 2022

(all items in RON, unless otherwise stated)

	2022	2021
Cash flows from operating activities		
Amounts collected from customers	605.702.567	433.426.416
Payments to suppliers	(453.003.620)	(284.373.262)
Payments to employees	(58.414.086)	(49.029.042)
Payments to the state budget	(59.493.349)	(54.727.134)
Profit tax paid	(2.559.452)	(2.813.694)
Net cash flows from operating activities	32.232.060	42.483.284
Cash flows from investment activities		
Payments for the purchase of assets	(41.107.009)	(34.883.285)
Payments for the purchase of financial assets	-	(15.600.000)
Letters of credit for the purchase of assets	(1.881.990)	-
Amounts collected from the sale of tangible assets	1.354.572	364.446
Interests collected	3.258	896
Net cash flows from investment activities	(41.631.171)	(50.117.943)
Cash flows from financing activities		
Amounts collected from loans	35.872.018	32.691.079
Share capital increase	476.774	16.736.768
Payments under leasing agreements	(9.905.504)	(4.660.190)
Interests paid and loans reimbursed	(12.339.992)	(30.091.339)
Dividends paid	(4.952.235)	(9.837.462)
Net cash flows from financing activities	9.151.061	4.838.856
Net increase/ (reduction) of cash and cash equivalents	(248.050)	(2.795.803)
Cash and cash equivalents as at the financial year beginning	1.536.938	4.332.741
Cash and cash equivalents as at the financial year end	1.288.888	1.536.938

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Notes to the preliminary individual financial statements

as at December 31st, 2022

Vrancart S.A. ("the Company") is a joint-stock trade company operating in Romania in accordance with the provisions of Law no. 31/1990 on trade companies.

Vrancart S.A. operates in the field of collection and recycling of non-hazardous waste, in the paperboards, corrugated cardboard and corrugated cardboard packaging, as well as in the tissue paper industry.

The company has work points opened in the following localities: Bucharest, Călimănești, Ungheni, Iași, Focșani, Ploiești, Botoșani, Sibiu, Constanța, Arad, Brașov, Pitești, Timișoara, Bacău, Cluj, Craiova, Baia Mare, Târgu Mureș, Brăila and Piatra Neamț.

The Company's main object of activity is represented by the manufacture and trading of the following products:

- single-wall, double-wall and double-double wall corrugated cardboard, corrugated cardboard with micro-flutes;
- corrugated cardboard packaging;
- paperboards;
- tissue papers in various assortments.

The Company's shares are listed at the Bucharest Stock Exchange, Standard category, with the indicative VNC, starting from July 15th, 2005.

As at December 31st, 2022, the Company is held in a percentage of 75% by SIF Banat - Crișana S.A., 17% by Pavai Holding S.R.L. and 8% by other shareholders.

The records of shares and shareholders are kept according to law by Depozitarul Central S.A. Bucharest.

In 2022, the evolution of Vrancart S.A. (hereinafter referred to as "the Company") was influenced by the consequences of the pandemic crisis, the political and military crisis in the region, as well as by the energy crisis, which generated supply chain bottlenecks, price increases for raw materials, materials, commodities, service and utility prices. At the same time, the Company also faced the negative impact of anti-inflationary monetary measures, which generated an unprecedented one-year increase of financing costs.

Although the Company's activity has been strongly impacted by the increased electricity prices, the results achieved by VRANCART S.A. in 2022 confirm the Company's ability to continue to generate profits, as well as its financial strength, as a result of a sustainable business focused on the recovery and use of recyclable paper and cardboard resources.

Compared to the same period of the previous year, the gross profit recorded was RON 21.8 million (compared to RON 11.5 million), i.e. 90% higher, the current liquidity increased to 1.39 (compared to 1.11) and the Company's indebtedness recorded a slight increase due to the need to finance higher value stocks and receivables.

The balance of cash and cash equivalents recorded as at December 31st, 2022 is positive, i.e. RON 1.288.888. During this period, the Company managed its cash flows in an effective manner and met all its due obligations on time and in full.

Notes to the preliminary individual financial statementsas at December 31st, 2022**Overall evaluation items:**

a) accounting gross result	RON 21.824 thousand
b) turnover	RON 526.032 thousand
c) operating costs	RON 514.430 thousand
d) % of the market held	

2022	Tissue paper	- 10%
	Paperboards	- 16%
	Corrugated cardboard	- 15%

The economic and financial indicators as at December 31st, 2022 are as follows:

Indicator's name	Calculation modality	M.U.	Result
Current liquidity indicator	Current assets/Current liabilities	ratio	1,39
Indebtedness degree indicator	Borrowed capital/Equity*100	%	75*
	Borrowed capital/Employed capital*100	%	43*
Debts-clients turnover	Average customers balance/Turnover * 360	days	71
Non-current assets turnover	Turnover/Non-current assets	ratio	1,46

*Borrowed capital includes credit lines, short and long-term bank loans, liabilities under short and long-term leasing agreements, as well as loans from bond issues.

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager



Translation for information purposes only

VRANCART S.A.

CONSOLIDATED PRELIMINARY FINANCIAL RESULTS

For the financial year ended on
December 31st, 2022

Note:

The preliminary financial results presented in this document are consolidated results and are reported in accordance with the Order of the Minister of Public Finance No. 2844/2016 as subsequently amended, which is in accordance with the International Financial Reporting Standards (IFRS) as adopted by the European Union.

The preliminary consolidated financial results are unaudited and do not include the results of revaluation of fixed assets, as this process is ongoing. Therefore, the final and audited financial statements for 2022 may differ from these.

The functional and presentation currency is the Romanian Leu (RON).

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J39/239/1991

💰 Capital social subscris

și varsat 120.338.551,40 RON

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Adjud-Vrancea, România

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Vrancart S.A.

Consolidated statement of financial position

as at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	December 31 st , 2022	December 31 st , 2021
ASSETS		
Tangible assets	390.026.394	338.408.016
Intangible assets	5.114.021	5.850.271
Financial assets	33.718	39.594
Goodwill	8.526.391	8.526.391
Total non-current assets	403.700.524	352.824.272
Inventories	82.632.519	72.156.949
Trade receivables	106.140.798	101.927.129
Prepaid expenses	4.413.042	1.115.940
Receivables related to current profit tax	-	242.518
Other receivables	24.106.362	3.856.477
Restricted cash	1.881.990	-
Cash and cash equivalents	3.563.338	2.368.775
Total current assets	222.738.049	181.667.788
TOTAL ASSETS	626.438.573	534.492.060
EQUITY		
Share capital	120.338.551	120.363.081
Reserves	113.037.973	115.453.878
Retained earnings	22.186.166	4.689.698
Total equity – Parent-company	255.562.690	240.506.657
Non-controlling interests	(1.793)	(1.040)
Total equity	255.560.897	240.505.617
LIABILITIES		
Long-term loans	125.981.209	58.706.910
Long-term loans under leasing agreements	17.735.598	17.870.254
Long-term loans from bond issues	38.164.800	37.949.400
Deferred income	19.923.258	9.620.784
Long-term liabilities to employees	440.169	422.307
Debts related to deferred profit tax	3.204.344	5.128.351
Other long-term liabilities	188.422	323.422
Total long-term liabilities	205.637.800	130.021.428
Short-term trade liabilities	71.161.271	74.347.087
Short-term loans	68.540.799	71.301.775
Short-term liabilities under leasing agreements	5.863.789	5.864.025
Deferred income	1.885.258	2.219.654
Debts to employees	7.646.369	5.104.218
Debts related to current profit tax	1.186.088	-
Other liabilities	8.956.302	5.128.256
Total current liabilities	165.239.876	163.965.015
TOTAL LIABILITIES	370.877.676	293.986.443
TOTAL EQUITY AND LIABILITIES	626.438.573	534.492.060

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Consolidated statement of comprehensive incomeas at December 31st, 2022*(all amounts in RON, unless otherwise stated)*

	2022	2021
Income from turnover	614.157.315	453.888.676
Other income	15.616.052	8.596.073
Variation of finished products inventories and production in progress	8.100.106	7.873.449
Raw materials and consumables	(332.035.504)	(271.358.232)
Expenses related to commodities	(56.152.237)	(16.052.868)
Third-party expenses	(53.347.789)	(40.434.950)
Personnel-related expenses	(99.602.476)	(82.610.222)
Expenses related to amortisation and impairment of assets	(39.469.472)	(35.138.123)
Other expenses	(23.259.427)	(12.351.068)
Operating result	34.006.568	12.412.735
Financial income	557.455	588.277
Financial expenses	(12.127.428)	(5.233.951)
Profit/ (Loss) before taxation	22.436.595	7.767.061
Profit tax income/ (expense)	(2.235.090)	(1.422.806)
Profit / (Loss) for the year	20.201.505	6.344.255
- of the Parent-company	20.203.579	6.345.576
- of non-controlling interests	(2.074)	(1.321)
Other comprehensive income items		
Increases in the reserve from the revaluation of tangible assets, net of deferred tax	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	20.201.505	6.344.255
- of the Parent-Company	20.203.579	6.345.576
- of non-controlling interests	(2.074)	(1.321)

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Vrancart S.A.

Consolidated statement of changes in equity

as at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	Share capital	Reserves from the revaluation of tangible assets	Other reserves	Retained earnings	Non-controlling interests	Total equity
Balance as at January 1st, 2022	120.363.081	49.182.872	66.271.006	4.689.698	(1.040)	240.505.617
Comprehensive income for the period						
Net profit/loss of the period	-	-	-	20.203.579	(2.074)	20.201.505
Other comprehensive income items						
Share premiums	-	-	43.346	-	-	43.346
Distribution from retained earnings	-	-	-	(5.054.219)	1.321	(5.052.898)
Other changes	(24.530)	-	-	-	-	(24.530)
Changes in the reserve from the revaluation of tangible assets, net of deferred tax	-	(1.794.156)	-	1.682.014	-	(112.142)
Transfer of the revaluation reserve to retained earnings following the sale/cassation of tangible assets	-	(665.095)	-	665.095	-	-
Total other comprehensive income items	(24.530)	(2.459.251)	43.346	(2.707.111)	1.321	(5.146.225)
Total comprehensive income for the period	(24.530)	(2.459.251)	43.346	17.496.468	(753)	15.055.280
Balance as at December 31st, 2022	120.338.551	46.723.621	66.314.352	22.186.166	(1.793)	255.560.897

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Consolidated statement of cash flowsas at December 31st, 2022

(all amounts in RON, unless otherwise stated)

	2022	2021
Cash flows from operating activities		
Amounts collected from customers	709.774.195	494.782.114
Payments to suppliers	(519.474.864)	(344.444.838)
Payments to employees	(68.137.816)	(56.334.135)
Payments to the state budget	(73.360.237)	(62.360.626)
Profit tax paid	(2.559.452)	(2.850.515)
Net cash flows from operating activities	46.241.826	28.792.000
Cash flows from investment activities		
Payments for the purchase of assets	(87.942.312)	(47.392.125)
Letters of credit for the purchase of assets	(1.881.990)	-
Guarantees for granting of authorisation licenses	-	(2.000.000)
Amounts collected from the sale of tangible assets	1.354.572	380.648
Interests collected	3.257	934
Net cash flows from investment activities	(88.466.473)	(49.010.543)
Cash flows from financing activities		
Amounts collected from loans	162.731.365	48.473.525
Share capital increase	476.774	16.736.768
Payments under leasing agreements	(9.905.504)	(4.660.190)
Interests paid and loans reimbursed	(104.931.190)	(33.683.401)
Dividends paid	(4.952.235)	(9.837.462)
Net cash flows from financing activities	43.419.210	17.029.240
	1.194.563	(3.189.303)
Net increase/ (reduction) of cash and cash equivalents		
Cash and cash equivalents as at the financial year beginning	2.368.775	5.558.078
Cash and cash equivalents as at the financial year end	3.563.338	2.368.775

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager

Notes to the preliminary consolidated financial statements*as at December 31st, 2022*

Vrancart Group (“the Group”) includes the company Vrancart S.A., having its registered office in Adjud, 17 Ecaterina Teodoroiu Street, Vrancea county and its branches Rom Paper S.R.L. (“Branch 1”), based in Braşov locality, Şoseaua Cristianului, no. 30, Braşov county, Vrancart Recycling S.R.L. (“Branch 2”), based in Adjud locality, 17 Ecaterina Teodoroiu Street, Vrancea county and Ecorep Group S.A. (“Branch 3”), based in Adjud locality, 17 Ecaterina Teodoroiu Street, Vrancea county.

The Group’s preliminary consolidated financial statements for the financial year ended on December 31st, 2022 are formed of the preliminary financial statements of Vrancart S.A. and of its branches, which form together the Group.

Branch	Field of activity	Shareholding as at	Shareholding as at
		December 31 st , 2022	December 31 st , 2021
Rom Paper S.R.L.	Production of napkins and tissue paper products	100%	100%
Vrancart Recycling S.R.L.	Treatment and removal of non-hazardous waste	100%	100%
Ecorep Group S.A.	Business support service activities n.e.c.	99,6%	99,6%

VRANCART S.A.

Vrancart S.A. (“the Company”) is a joint-stock trade company operating in Romania in accordance with the provisions of Law no. 31/1990 on trade companies.

The Company has its registered office in Adjud, 17 Ecaterina Teodoroiu Street, Vrancea county.

The Company has work points opened in the following localities: Bucharest, Călimăneşti, Ungheni, Iaşi, Focşani, Ploieşti, Botoşani, Sibiu, Constanţa, Arad, Braşov, Piteşti, Timişoara, Bacău, Cluj, Craiova, Baia Mare, Târgu Mures, Brăila and Piatra Neamţ.

The Company’s main object of activity is represented by the production and sale of the following products:

- corrugated cardboard,
- corrugated cardboard boxes and other type of corrugated cardboard packaging,
- paperboards,
- tissue papers in various assortments.

Notes to the preliminary consolidated financial statements

as at December 31st, 2022

The Company's shares are listed at the Bucharest Stock Exchange, Standard category, with the indicative VNC, starting from July 15th, 2005. The Group posts its consolidated financial statements on the website www.vrancart.ro.

As at December 31st, 2022, the Company is held in a percentage of 75% by SIF Banat - Crişana S.A., 17% by Paval Holding S.R.L. and 8% by other shareholders.

The records of shares and shareholders are kept according to law by Depozitarul Central S.A. Bucharest.

ROM PAPER S.R.L.

Rom Paper S.R.L. ("Branch 1") was established in 2002 and it is a Romanian privately-owned company which manufactures tissue paper products, made of recycled paper and cellulose, such as: napkins, folded towels, tissue paper, professional rolls, towels for cosmetic use and facial tissues. The products manufactured are traded on the Romanian territory and abroad, in 6 other countries, by means of store chains (hypermarkets, supermarkets, cash and carry), and also by means of distributors.

Rom Paper S.R.L. is the result of Vrancart business' inorganic growth strategy, which acquired the main stake (70%) from the former owners on January 20th, 2017.

As at December 31st, 2022, the Group held 100% of the company's shares, following the acquisition in June 2017 of 15%, respectively in June 2018 of the last tranche of 15% of the shares of Rom Paper S.R.L.

VRANCART RECYCLING S.R.L.

Vrancart Recycling S.R.L. ("Branch 2") was founded in August 2020 and it is a Romanian privately-owned company, having a sole shareholder. The main activity of this branch is represented by the treatment and removal of non-hazardous waste. This company was set up with the aim of developing the Group through a greenfield investment of more than EUR 20 million in adjacent recycling areas to cover a greater diversity of recoverable resources to be marketed or used internally as a result of newly created synergies.

ECOREP GROUP S.A.

Ecorep Group S.A. ("Branch 3") was founded in November 2020 and it is a Romanian privately-owned company. The main activity of this branch is represented by the provision of services related to the implementation of the obligations related to the producers' extended liability for environmental targets related to packaging sold on the Romanian market.

The group carries out a laborious and complex activity in areas such as non-hazardous waste collection and recycling, the paper and corrugated board industry, corrugated board packaging, the production of tissue paper products and equipment for recycling paper and cardboard waste. The overwhelming proportion of paper used in the various production processes is obtained from the recycling of paper and cardboard waste and the Group makes an essential contribution to the Romanian circular economy.

Notes to the preliminary consolidated financial statements

as at December 31st, 2022

In 2022, the evolution of Vrancart Group (hereinafter referred to as "the Group") was influenced by the consequences of the pandemic crisis, the political and military crisis in the region, as well as by the energy crisis, which generated supply chain bottlenecks, price increases for raw materials, materials, commodities, service and utility prices.

At the same time, the Group also faced the negative impact of anti-inflationary monetary measures, which generated an unprecedented one-year increase of financing costs.

Although the Group's activity has been negatively impacted, the results achieved in 2022 confirm the Group's ability to further generate profits, as well as its financial strength, as a result of a sustainable business focused on the recovery and use of recyclable paper and cardboard resources.

Compared to the same period of the previous year, the gross profit recorded was 2,9 times higher, i.e. RON 22,4 million, the current liquidity recorded a major increase to 1.35 (compared to 1.11) and the Group's indebtedness recorded a slight reduction.

The balance of cash and cash equivalents recorded as at December 31st, 2022 is positive, i.e. RON 3.563.338. During this period, the Company managed its cash flows in an effective manner and met all its due obligations on time and in full.

Overall evaluation items:

a) accounting gross result	RON 22.437 thousand
b) turnover	RON 614.157 thousand
c) operating costs	RON 603.867 thousand

The economic and financial indicators at the Group level, as at December 31st, 2022 are as follows:

Indicator's name	Calculation modality	M.U.	Result
Current liquidity indicator	Current assets/Current liabilities	ratio	1,35
Indebtedness degree indicator	Borrowed capital/Equity*100	%	80*
	Borrowed capital/Employed capital*100	%	44*
Debts-clients turnover	Average customers balance/Turnover* 360	days	62
Non-current assets turnover	Turnover/Non-current assets	ratio	1,52

* Borrowed capital includes credit lines, short and long-term bank loans, liabilities under short and long-term leasing agreements, as well as loans from bond issues.

CIUCIOI Ionel-Marian
General Manager

ARSENE Vasilica-Monica
Financial Manager