



Translation for information purposes only

Consolidated Quarterly report for the first quarter of 2021 according to the Financial Supervisory Authority Regulation no. 5/2018

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| Date of report | May 17 th , 2021 |
| Name of the issuing entity | VRANCART S.A. |
| Registered office | Adjud, 17 th Ecaterina Teodoroiu Street, Vrancea County |
| Telephone/fax no.: | 0237-640.800; 0237-641.720 |
| Tax Identification Number | 1454846 |
| Trade Registry registration no.: | J39/239/1991 |
| Subscribed and paid-in share capital | RON 103.168.355 |
| The regulated market onto which the securities issued are traded | The Bucharest Stock Exchange |

A. General overview as of March 31th, 2021

- Important events that occurred in the first quarter of 2021 and their impact on the consolidated financial position
- General overview of the consolidated financial position and performance during the reporting period

The company Vrancart applies the accounting regulations approved by the Order of the Minister of Public Finance no. 2844/2016 for the approval of the Accounting Regulations compliant with the International Financial Reporting Standards, applicable to companies whose securities are admitted to trading on a regulated market.

On March 31st, 2021 and between January 1st and March 31st, 2021, the evolution of the main financial indicators was as follows:

- The value of equity on March 31st, 2021 is 232,577,571 lei, increasing by 2.1% compared to their value at the beginning of the year, as a result of the profit made in the first quarter.



- The volume of the Company's current assets increased by 1.1% in the analyzed period, due to the increase of trade receivables by 10% in the first quarter, as a result of the increase in the value of sales. The value of current assets as of March 31st, 2021 is 133,881,485 lei.
- The total debts registered on March 31st, 2021 are in the amount of 229,964,010 lei, decreasing by 2.6% compared to the value registered on January 1st, 2021, due to the repayment of the rates related to loans for financing investments and the decrease of short-term commercial debts with 10% in the analyzed period.
- The operating revenues during the period were of 95,955,791 lei, increasing by 5.8% compared to the same period last year, due to the increase of the turnover by 7.7% in the analyzed period.
- The operational expenses related to the period amounted to 89,240,406 lei, increasing by 3.8% compared to the same period of the previous year. A significant increase is registered by the expenses with raw materials and consumables of 9.5%, which also have a significant share in total operational costs.
- In these conditions, the operational profit of the period was of 6,715,385 lei, increasing by 43% compared to the one realized in the same period of the previous year. The net profit for the first quarter of 2021 was 5,533,638 lei, 78% higher than the level recorded in the same period of 2020.

The consolidated interim accounting report prepared on March 31st, 2021 was not audited by the financial auditor, as it is not a legal or statutory requirement.

B. Economic and financial indicators at Group level, as of March 31st, 2021

| Indicator's name | Calculation method | M.U. | Result |
|--|---|-------|--------|
| Current liquidity | Current assets / Current liabilities | Ratio | 1,09 |
| Indebtedness | Borrowed capital / Equity ^x 100 | % | 68,74* |
| | Borrowed capital/ Employed capital ^x 100 | % | 40,74* |
| Debts rotation rate - customers | Customers average balance/ Turnover ^x 90 | Days | 71,21 |
| Rotation rate of fixed assets | Turnover/ Fixed assets | Ratio | 0,30 |

* Borrowed capital includes lines of credit, short-term and long-term bank loans and borrowings, long-term commercial loans, short-term and long-term debt leases, bond issuance loans.

CIUCIOI Ionel-Marian

Chairman of the Board of Directors

ARSENE Vasilica-Monica

Financial Manager