



Translation for information purposes only

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

Date of report	May 17 <sup>th</sup> , 2021
Name of the issuing entity	VRANCART S.A.
Registered office	Adjud, 17 <sup>th</sup> 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 103.168.355,70
The regulated market onto which the securities issued are traded	The Bucharest Stock Exchange

**A. General overview as of March 31<sup>st</sup>, 2021**

- Important events that occurred in the first quarter of 2021 and their impact on the individual financial position
- General presentation of the individual financial position and the company's performance during the reporting period

The company VRANCART applies the accounting regulations according to 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 31<sup>st</sup>, 2021 and between January 1<sup>st</sup> and March 31<sup>st</sup>, 2021, the evolution of the main financial indicators was as follows:

- The value of equity on March 31<sup>st</sup>, 2021 is 236,522,942 lei, increasing by 2.3% 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 4% in the analyzed period, registering an increase of trade receivables by 11% in the first quarter. The value of current assets as of March 31<sup>st</sup>, 2021 is 117,534,097 lei.
- The total debts registered on March 31<sup>st</sup>, 2021 are in the amount of 198,976,627 lei, decreasing by 1.3% compared to the value registered on January 1<sup>st</sup>, 2021, due to the repayment of the installments on the loans for financing the investments. Long-term bank loans decreased by 7.7% during the analyzed period.
- The operating revenues in the period were of 80,075,375 lei, increasing by 9% compared to the same period last year, due to the increase of the company's turnover by 11% in the analyzed period.
- The operational expenses related to the period amounted to 73,073,593 lei, increasing by 5% compared to the same period of the previous year. The increase of the operational expenses is determined especially by the increase of the expenses with raw materials and consumables with the same percentage of 5%, the share of this category of expenses in total operational expenses being over 50%.
- In these conditions, the operational profit of the period was of 7,001,782 lei, increasing by 97% compared to the one realized in the same period of the previous year. The net profit for the first quarter of 2021 was 5,346,433 lei, increasing by 196% compared to the level recorded in the same period of 2020.

The accounting report prepared on March 31<sup>st</sup>, 2021 was not audited by the financial auditor, not being a legal or statutory requirement.

## B. Economic and financial indicators as of March 31<sup>st</sup>, 2021

Indicator's name	Calculation method	M.U.	Result
<b>Current liquidity</b>	Current assets / Current liabilities	Ratio	1,24
<b>Indebtedness</b>	Borrowed capital /Equity <sup>x100</sup>	%	60,76*
	Borrowed capital/Employed capital <sup>x100</sup>	%	37,80*
<b>Debts rotation rate - customers</b>	Customers average balance/Turnover <sup>x 90</sup>	Days	77,24
<b>Rotation rate of fixed assets</b>	Turnover/Fixed assets	Ratio	0,26

\* 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