

RAPORTUL AUDITORULUI INDEPENDENT
INDEPENDENT AUDITOR'S REPORT

Catre asociatii Harsha Engineers Europe SRL

To the Shareholders of Harsha Engineers Europe SRL

Raport asupra auditului situatiilor financiare
Report on the Audit of the Financial statements

Opinia
Opinion

1. Am auditat situatiile financiare ale societatii Harsha Engineers Europe SRL („Societatea”) pentru perioada de douasprezece luni incheiata la data de 31 decembrie 2024, intocmite in conformitate cu Ordinul Ministrului Finantelor Publice nr. 1802/2014, cu modificarile si clarificarile ulterioare. Situatiile financiare sunt semnate de noi pentru identificare si prezinta la data de 31 decembrie 2024 capitaluri proprii negative in valoare de 8.418 mii Ron si un rezultat net al perioadei de douasprezece luni incheiate la 31 decembrie 2024 de 8.842 mii RON, pierdere.

We have audited the accompanying financial statements of Harsha Engineers Europe SRL (the Company), for the twelve months period ended December 31, 2024, concluded in accordance with the Order of the Minister of Public Finance no. 1802/2014 with all subsequent modifications and clarifications. The financial statements are signed by us for identification purposes and presents at 31 December 2024 a negative own capital in amount of 8,418 thousand Ron and net result for the twelve months period ended 31 December 2024 in amount of 8,842 thousand Ron, loss.

2. In opinia noastra situatiile financiare anexate ofera o imagine fidela si justa a pozitiei financiare a Societatii la data de 31 decembrie 2024, ca si a performantei financiare si a fluxurilor de numerar ale acesteia pentru exercitiul financiar incheiat la aceasta data, in conformitate cu Ordinul Ministrului Finantelor Publice nr. 1802/2014, cu modificarile si clarificarile ulterioare.

In our opinion the accompanying financial statements give a true and fair view of the financial position of the Company as at December 31, 2024, and of its financial performance and its cash flows for the year then ended in accordance with the Order of the Minister of Public Finance no. 1802/2014 with all subsequent modifications and clarifications.

Bazele opiniei
Basis for opinion

3. Noi am efectuat auditul conform Standardelor Internationale de Audit (ISA). Responsabilitatile noastre conform acestor standarde sunt descrise mai detaliat in sectiunea „Responsabilitatile auditorului pentru auditul situatiilor financiare” din raportul nostru.

Suntem independenti fata de Societate conform Codului etic al profesionistilor contabili emis de Consiliul pentru Standarde Internationale de Etica pentru Contabili (codul IESBA) si conform cerintelor etice care sunt relevante pentru auditul situatiilor financiare in Romania si ne-am indeplinit responsabilitatile etice conform acestor cerinte si conform Codului IESBA. Consideram ca probele de audit pe care le-am obtinut sunt suficiente si adecvate pentru a constitui baza pentru opinia noastra.

Traducerea in limba engleza are doar scop informativ. Traducerea raportului trebuie citita impreuna cu situatiile financiare, luate in ansamblu. In situatiile in care informatiile, punctele de vedere si opiniile sunt susceptibile de interpretare, versiunea originala in limba romana a raportului nostru prevaleaza acestei traduceri.
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We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to the audit of the financial statements in Romania, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Paragraf de observatii
Emphasis of matter

*Fara a califica opinia noastra, atragem atentia asupra urmatoarelor aspecte:
Without qualifying our opinion, we draw attention on the following matters:*

4. Societatea inregistrata la 31 decembrie 2024 capitaluri proprii negative in suma 8.418 mii Ron (capital social in suma de 29.865 mii Ron, rezerve legale in suma de 121 mii Ron, pierderi legate de instrumentele de capitaluri proprii in suma de 4.170 mii Ron si rezultat reportat negativ (inclusiv rezultatul perioadei de douasprezece luni incheiate la 31 decembrie 2024) in suma de 34.234 mii Ron). Conform legislatiei romanesti, Activele nete trebuie sa fie mai mari sau egale cu 50% din valoarea Capitalului Social. In cazul unei solicitari de conformare cu acest aspect, Societatii i se va comunica o perioada de timp determinata, in care sa isi majoreze Activele nete conform limitei stipulate de legislatia romana.

In acest sens am obtinut de la Harsha Engineers International Limited India, entitatea care detine Societatea, o scrisoare de suport financiar emisa la data de 25 Februarie 2025 prin care aceasta in numele Grupului Harsha se declara pregatita sa sprijine financiar Harsha Engineers Europe SRL pentru urmatoarele douasprezece luni daca aceasta masura se va impune. Ca si auditori ne-am bazat opinia pe aceasta scrisoare in ceea ce priveste abilitatea Harsha Engineers Europe SRL de a-si continua activitatea in urmatoarele douasprezece luni.

As of 31 December 2024, the Net assets of the Company amount to 8,418 thousand Ron, negative (Share capital in amount of 29,865 thousand Ron, legal reserves in amount of 121 thousand Ron, losses related to own equity in amount of 4,170 thousand Ron and negative retained earnings (including the impact of the result of the twelve months period ended 31 December 2024) in amount of 34,234 thousand Ron). According to the Romanian Legislation the Net assets of a Company must be higher or equal to 50% from Equity. If a formal request in this respect will be received, the Company will have to resolve this matter in a given period of time, meaning to increase the Net Assets to the limit stipulated by the Romanian legislation.

In this respect we have obtained from Harsha Engineers International Limited India, the Holding Entity of the Company, a Letter of financial support dated 25th February 2025 that reflects the Harsha Group commitment to support financially Harsha Engineers Europe SRL for the next twelve months, if will be the case. We have based our opinion on this Letter of financial support, regarding the ability of Harsha Engineers Europe SRL to continue its operations for the next twelve months.

Aspecte cheie de audit
Key audit areas

5. Aspectele cheie de audit sunt acele aspecte care, in baza rationamentului nostru profesional, au avut cea mai mare importanta pentru auditul situatiilor financiare in perioada curenta. Aceste aspecte au fost abordate in contextul auditului situatiilor financiare in ansamblu si in formarea opiniei noastre asupra acestora si nu oferim o opinie separata cu privire la aceste aspecte.

The key audit aspects are those that based on our judgement had the most importance for the audit of the financial statements audit in the current reporting period. These aspects were analyzed by us as part of the financial statements as a whole, with the purpose on forming the Audit opinion of the financial statement. Therefore, we do not express a separate opinion on them.

Aspecte cheie de audit Key audit areas	Abordarea auditului cu privire la aspectele cheie de audit Audit work on key audit areas
Recunoasterea veniturilor Revenue recognition Principalele surse de venit ale Societatii provin din activitatea de productie si vanzare a carcaselor pentru rulmenti de precizie. <i>Revenues are obtained mainly from the manufacturing activity of precision bearing cages.</i>	<p>Cu privire la activitatea de vanzare a productiei, prin testele de audit efectuate, am urmarit ca veniturile recunoscute sa corespunda cu veniturile la care Societatea este indreptatita conform livrarilor efectuate si contractelor comerciale incheiate.</p> <p><i>Related to the sales process, through the audit tests performed we have followed that the registered incomes to correspond with the revenues that the Company is entitled to, in accordance with the deliveries performed and with the concluded Commercial Agreements.</i></p>
Existenta si evaluarea stocurilor Inventory existence and valuation Societatea are recunoscute la 31 Decembrie 2024 stocuri in valoare de 13,569,662 Ron. <i>The Company registers inventory at 31 December 2024 in amount of 13,569,662 Ron.</i>	<p>Prin procedurile noastre de audit am urmarit existenta stocurilor, evaluarea lor si daca se impune constituirea de provizioane pentru riscurile de depreciere.</p> <p><i>Through our audit procedures, we have followed the inventory existence and valuation and if the provisions for stock obsolescence risk are reasonable.</i></p>

Alte informatii
Other information

6. Alte informatii includ Raportul administratorilor, dar nu includ situatiile financiare si raportul nostru de audit cu privire la acestea. Conducerea raspunde pentru celelalte informatii.

The other information comprises the Administrators' Report but does not include the financial statements

Traducerea in limba engleza are doar scop informativ. Traducerea raportului trebuie citita impreuna cu situatiile financiare, luate in ansamblu. In situatiile in care informatiile, punctele de vedere si opiniile sunt susceptibile de interpretare, versiunea originala in limba romana a raportului nostru prevaleaza acestei traduceri.
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and our auditors' report thereon. Management is responsible for the other information.

7. Opinia noastra de audit asupra situatiilor financiare nu acopera alte informatii si nu exprimam nicio forma de concluzie de asigurare asupra acestora.

Our audit opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

8. In legatura cu auditul efectuat de noi asupra situatiilor financiare, responsabilitatea noastra este de a citi celelalte informatii si, facand acest lucru, de a analiza daca acestea nu sunt in concordanta, in mod semnificativ, cu situatiile financiare sau cunostintele pe care le-am obtinut in urma auditului sau daca consideram ca acestea contin erori semnificative. Daca, in baza activitatii desfasurate, ajungem la concluzia ca exista erori semnificative cu privire la aceste alte informatii, noi trebuie sa raportam acest lucru. Nu avem nimic de raportat in acest sens.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsabilitatile conducerii si ale persoanelor responsabile cu guvernanta pentru situatiile financiare
Responsibilities of Management and those charged with governance for the financial statements

9. Situatiile financiare au fost pregatite in accord cu prevederile Ordinului Ministrului Finantelor Publice nr. 1802/2014, care reprezinta standardele contabile statutare in Romania. Ajustari asupra acestora ar putea fi necesare pentru a fi in acord cu standarde statutare ale unei alte tari in afara de Romania. Informatia continuta in situatiile financiare nu este suficienta pentru a efectua consolidarea situatiilor financiare ale grupului Harsha. Este responsabilitatea managementului de a furniza informatii cu privire la debite si credite in sold la 31 decembrie 2024 si tranzactii efectuate in perioada raportata cu companii din cadrul grupului si de a face ajustarile necesare cu ocazia intocmirii situatiilor financiare consolidate.

The accompanying financial statements has been prepared in accordance with the Order of the Minister of Public Finance no. 1802/2014, that represents the accounting standards applicable in Romania. Adjustments might be required to the accompanying financial statements, in order to comply with a local GAAP applicable in a country different than Romania. The information contained by the financial statements is not sufficient for being considered alone in the consolidation process of Harsha Group. It is the management responsibility to supply the balances outstanding at the reporting date and transactions performed during the reporting period with related parties and to perform the necessary adjustments required with the occasion of the Harsha Group financial statements consolidation process.

10. Conducerea Societatii are responsabilitatea intocmirii si prezentarii fidele a situatiilor financiare in conformitate cu Ordinul Ministrului Finantelor Publice nr. 1802/2014, cu modificarile si clarificarile ulterioare, si pentru acel control intern pe care conducerea il considera necesar pentru a permite intocmirea de situatii financiare care sunt lipsite de denaturari semnificative, cauzate fie de fraudă, fie de eroare.

Management is responsible for the preparation and fair presentation of the trail balance in accordance with the Order of the Minister of Public Finance no. 1802/2014 with all subsequent modifications and clarifications, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

11. La intocmirea situatiilor financiare, conducerea este responsabila sa evalueze abilitatea Societatii de a-si desfasura activitatea conform principiului continuitatii activitatii si sa prezinte, daca este cazul, aspectele referitoare la continuitatea activitatii si folosirea principiului continuitatii activitatii, mai putin in cazul in care conducerea intentioneaza sa lichideze Societatea sau sa ii inceteze activitatea sau nu are nicio alternativa reala decat sa procedeze astfel.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

12. Persoanele responsabile cu guvernanta au responsabilitatea supravegherii procesului de raportare financiara a Societatii.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Responsabilitatile auditorului pentru auditul situatiilor financiare **Auditor's Responsibilities for the Audit of the Financial Statements**

13. Obiectivele noastre constau in obtinerea unei asigurari rezonabile privind masura in care situatiile financiare, luate in ansamblu, nu contin denaturari semnificative cauzate de eroare sau fraudă si de a emite un raport de audit care sa includa opinia noastra. Asigurarea rezonabila reprezinta un nivel ridicat de asigurare, insa nu este o garantie ca un audit desfasurat in conformitate cu standardele ISA va detecta intotdeauna o denaturare semnificativa, daca aceasta exista. Denaturarile pot fi cauzate fie de fraudă fie de eroare si sunt considerate semnificative daca se poate preconiza, in mod rezonabil, ca acestea, atat la nivel individual sau luate in ansamblu, vor influenta deciziile economice ale utilizatorilor, luate in baza acestor situatii financiare.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

14. Ca parte a unui audit in conformitate cu standardele ISA, ne exercitam rationamentul profesional si ne mentinem scepticismul profesional pe intreg parcursul auditului. De asemenea:

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identificam si evaluam riscurile de denaturare semnificativa a situatiilor financiare, cauzate fie de fraudă fie de eroare, stabilim si efectuam proceduri de audit care sa raspunda acestor riscuri si obtinem probe de audit suficiente si adecvate pentru a constitui o baza pentru opinia noastra. Riscul de nedetectare a unei denaturari semnificative cauzate de fraudă este mai ridicat decat cel de nedetectare a unei denaturari semnificative cauzate de eroare, deoarece fraudă poate include complicitate, falsuri, omisiuni intentionate, declaratii false sau evitarea controlului intern.
- *Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.*
- Intelegem controlul intern relevant pentru audit pentru a stabili procedurile de audit adecvate in circumstantele date, dar nu si in scopul exprimarii unei opinii asupra eficacitatii controlului intern al Societatii.
- *Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.*
- Evaluam gradul de adecvare a politicilor contabile utilizate si rezonabilitatea estimarilor contabile si a prezentarilor aferente de informatii realizate de catre conducere.
- *Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.*
- Concluzionam asupra caracterului adecvat al utilizarii de catre conducere a principiului continuitatii activitatii si determinam, pe baza probelor de audit obtinute, daca exista o incertitudine semnificativa cu privire la evenimente sau conditii care ar putea genera indoilei semnificative privind capacitatea Societatii de a-si continua activitatea. In cazul in care concluzionam ca exista o incertitudine semnificativa, trebuie sa atragem atentia, in raportul de audit, asupra prezentarilor aferente din situatiile financiare sau, in cazul in care aceste prezentari sunt neadecvate, trebuie sa ne modificam opinia. Concluziile noastre se bazeaza pe probele de audit obtinute pana la data raportului nostru de audit. Cu toate acestea, evenimente sau conditii viitoare pot determina ca Societatea sa nu isi mai desfasoare activitatea in baza principiului continuitatii activitatii.
- *Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.*
- Evaluam prezentarea, structura si continutul general al situatiilor financiare, inclusiv al prezentarilor de informatii, si masura in care situatiile financiare reflecta tranzactiile si evenimentele de baza intr-o maniera care realizeaza prezentarea fidela
- *Evaluate the overall presentation, structure and content of the financial statements, including the*

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disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Comunicam persoanelor responsabile cu guvernanta, printre alte aspecte, obiectivele planificate si programarea in timp a auditului, precum si constatarile semnificative ale auditului, inclusiv orice deficiente semnificative ale controlului intern, pe care le identificam pe parcursul auditului nostru.
- *We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.*

Raport asupra altor cerinte legale si de reglementare **Report on Other Legal and Regulatory Requirements**

Raportare asupra unor informatii, altele decat situatiile financiare si raportul nostru de audit asupra acestora

Reporting on Information Other than the Financial Statements and Our Auditors' Report Thereon

15. Pe langa responsabilitatile noastre de raportare conform standardelor ISA si descrise in sectiunea „Alte informatii”, referitor la Raportul administratorilor, noi am citit Raportul administratorilor si raportam urmatoarele:

- a) in Raportul administratorilor nu am identificat informatii care sa nu fie consecvente, sub toate aspectele semnificative, cu informatiile prezentate in situatiile financiare la data de 31 decembrie 2024, atasate;
- b) Raportul administratorilor, identificat mai sus, include, sub toate aspectele semnificative, informatiile cerute de Ordinul Ministrului Finantelor Publice nr. 1802/2014, cu modificarile ulterioare, punctele 489-492. Astfel Raportul administratorilor include o analiza care sa cuprinda printre altele si prezentarea de indicatori-cheie de performanta financiari si nefinanciari care sa faciliteze intelegerea dezvoltarii, performantei si pozitiei Societatii la sfarsitul exercitiului financiar. Deasemenea, Raportul administratorilor nu ofera informatii referitoare la dezvoltarea previzibila a entitatii, conform prevederilor Ordinul Ministrului Finantelor Publice nr. 1802/2014, cu modificarile ulterioare.
- c) pe baza cunostintelor noastre si a intelegerii dobandite in cursul auditului situatiilor financiare intocmite la data de 31 decembrie 2024 cu privire la Societate si la mediul acesteia, nu am identificat informatii eronate semnificative prezentate in Raportul administratorilor.

In addition to our reporting responsibilities according to ISAs described in section “Other information”, with respect to the Administrators’ Report, we have read the Administrators’ Report and report that:

- a) *in the Administrators’ Report we have not identified information, which is not consistent, in all material respects, with the information presented in the accompanying financial statements as at 31 December 2024;*
- b) *the Administrators’ Report identified above includes, in all material respects, the required information according to the provisions of the Ministry of Public Finance Order no. 1802/2014 and subsequent amendments, points 489-492; The Administrators’ Report includes among other aspects, the indicators reflecting financial and non-financial performance in order to*

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facilitate the understanding of the Company's performance and financial position at the end of the financial year. Moreover, the Administrators' Report includes information regarding the future development of the Company as required by the Ministry of Public Finance Order no. 1802/2014 and subsequent amendments.

- c) *based on our knowledge and understanding concerning the entity and its environment gained during our audit of the financial statements as at 31 December 2024, we have not identified information included in the Administrators' Report that contains a material misstatement of fact.*

In numele

On behalf of

Diligent Consult SRL

Inregistrat la Autoritatea pentru Supravegherea Publica a Activitatii de Audit Statutar
Autorizatie nr. 142591

Registered with The Public Audit Authority for Statutory Audit

Authorisation nr. 142591

Numele semnatarului: Grigorescu Razvan Alexandru

Name of signing person: Grigorescu Razvan Alexandru

Inregistrat la Autoritatea pentru Supravegherea Publica a Activitatii de Audit Statutar
Autorizatie nr. 142529

Registered with The Public Audit Authority for Statutory Audit

Authorisation nr. 142529

**Razvan-
Alexandru
Grigorescu**

Digitally signed
by Razvan-
Alexandru
Grigorescu
Date: 2025.02.28
13:31:47 +02'00'

Brasov, Romania
28 februarie 2025
Brasov, Romania
28 February 2025

<i>Tick only if applicable:</i> <input checked="" type="checkbox"/> Large taxpayers submitting their balance sheet in Bucharest <input type="checkbox"/> Branch <input type="checkbox"/> GIE – Economic interest groups <input checked="" type="checkbox"/> Net asset lower than ½ of the subscribed capital value		S1002_A1.0.0 / 07.02.2025 Financial statement type: BL X Year 2024 Checksum 29.864.650									
Company	S.C. HARSHA ENGINEERS EUROPE S.R.L.										
Address	County	Sector		Locality							
	Brasov			GHIMBAV							
	Street	Number	Block	Entrance							
	County Road 103C, km 2+115	4									
Telephone		0372779900									
Trade Registry Number	J08/1979/2006		Sole Registration Code	18596705							
Property form		LEI code (Legal entity identifier according to ISO 17442)									
35 – Limited liability companies											
Main activity (NACE code and class denomination)		Main activity carried out (NACE code and class denomination)									
2815		2815									
Annual financial statements (companies whose financial year is identical to the calendar year)		Annual reports									
<input checked="" type="checkbox"/> Medium-sized, large entities, and public entities <input type="checkbox"/> Public entities		<input type="checkbox"/> 1. entities that have chosen a financial year different from the calendar year , according to Art. 27 of <i>Accounting Law no. 82/1991</i> <input type="checkbox"/> 2. legal entities undergoing liquidation , according to the law <input type="checkbox"/> 3. sub-units opened in Romania by companies residing in states belonging to European Economic Area <input type="checkbox"/> 4. permanent offices of legal entities based in the European Economic Area <input type="checkbox"/> 5. foreign legal entities having their registered office in the European Economic Area, having their place of effective management in Romania									
<input type="checkbox"/> Small entities <input type="checkbox"/> Micro-entities											
The annual financial statements drawn up on 31.12.2024 by the public entities and entities mentioned at point 9 para. (4) of the Accounting regulations, approved by the Public Finance Minister Order no. 1.802/2014, as amended and supplemented, where the financial year is identical to the calendar year F10 – BALANCE SHEET F20 – PROFIT AND LOSS ACCOUNT F30 – INFORMATIVE NOTES F40 – STATEMENT OF FIXED ASSETS											
Indicators: Equity – total -8.417.706 Subscribed capital 29.864.650 Profit/loss -8.842.002											
PLACEHOLDER (THE ADMINISTRATOR OR PERSON WHO HAS THE OBLIGATION TO MANAGE THE ENTITY), Last name and first name BUCUR MIRCEA Signature <i>/Illegible signature/</i> Is the entity legally required to audit annual financial statements? YES Did the entity voluntarily choose to audit the annual financial statements? NO AUDITOR Last name and first name of the individual auditor/Designation of the audit company S.C. DILIGENT CONSULT S.R.L. Registration no. in ASPAAS (Statutory Audit Public Supervision Authority) register 863/2008 Tax identification number/Sole registration code 19123004 Is the entity legally required to have its annual financial statements audited by auditors? NO		DRAWN UP, Last name and first name TIPURITA LORENA Position 11--FINANCIAL MANAGER Registration number in the professional body - Tax identification number/Sole registration code of the Romanian Association of Chartered Accountants (CECCAR) member Signature <i>/Illegible signature/</i> The annual financial statements were approved according to law <input checked="" type="checkbox"/> <table border="1"> <tr> <td>Lorena-Teia</td> <td>Digitally signed by Lorena-Teia</td> </tr> <tr> <td>Tipurita</td> <td>Tipurita</td> </tr> <tr> <td></td> <td>Date: 28.02.2025 08:27:47</td> </tr> <tr> <td></td> <td>+02'00'</td> </tr> </table> Electronic signature VALIDATED FORM		Lorena-Teia	Digitally signed by Lorena-Teia	Tipurita	Tipurita		Date: 28.02.2025 08:27:47		+02'00'
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	Date: 28.02.2025 08:27:47										
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BALANCE SHEET
on 31.12.2024

Code 10

- LEI -

Item denomination (the calculation formulas refer to Row no. from column B)	Row no. OMF no. 107/ 2025	Row no.	Balance on:	
			01.01.2024	31.12.2024
A		B	1	2
A) FIXED ASSETS				
I. INTANGIBLE ASSETS				
1. Setup expenses (acc. 201-2801)	01	01		
2. Development expenses (acc. 203-2803-2903)	02	02		
3. Concessions, patents, licenses, trademarks, similar rights and assets, and other intangible assets (acc. 205+208-2805-2808-2905-2908)	03	03	27.509	12.536
4. Goodwill (acc. 2071-2807)	04	04		
5. Intangible assets for exploring and evaluating mineral resources (acc. 206-2806-2906)	05	05		
6. Advance payments (acc. 4094-4904)	06	06		
TOTAL (rows 01 to 06)	07	07	27.509	12.536
II. TANGIBLE ASSETS				
1. Land and constructions (acc. 211+212-2811-2812-2911-2912)	08	08	662.931	893.284
2. Technical installation and machinery (acc. 213+223-2813-2913)	09	09	8.399.789	8.121.940
3. Other installation, tooling, and fixtures (acc. 214+224-2814-2914)	10	10	199.767	174.469
4. Real estate investments (acc. 215-2815-2915)	11	11		
5. Tangible assets in progress (acc. 231-2931)	12	12	1.479.479	35.764
6. Real estate investments in progress (acc. 235-2935)	13	13		
7. Tangible assets of exploring and evaluating mineral resources (acc. 216-2816-2916)	14	14		
8. Productive biological assets (acc. 217+227-2817-2917)	15	15		
9. Advance payments (acc. 4093-4903)	16	16	14.601	
TOTAL (rows 08 to 16)	17	17	10.756.567	9.225.456
III. FINANCIAL ASSETS				
1. Shares held in subsidiaries (acc. 261-2961)	18	18		
2. Loans granted to entities within the group (acc. 2671+2672-2964)	19	19		
3. Shares held to affiliated entities and jointly controlled entities (acc. 262+263-2962)	20	20		
4. Loans granted to affiliated entities and jointly controlled entities (acc. 2673+2674-2965)	21	21		
5. Other fixed securities (acc. 265-2963)	22	22		
6. Other loans (acc. 2675*+2676*+2677+2678*+2679*-2966*-2968*)	23	23	1.235	1.235
TOTAL (rows 18 to 23)	24	24	1.235	1.235
FIXED ASSETS – TOTAL (rows 07+17+24)	25	25	10.785.311	9.239.227
B) FLOATING ASSETS				

I. INVENTORIES				
1. Raw materials and consumables (acc. 301+302+303+/-308+321+322+323+328+351+358+381+/-388-391-392-3951-3958-398)	26	26	3.411.434	3.381.016
2. Production in progress (acc. 331+332+341+/-348*-393-3941-3952)	27	27	3.130.308	4.379.417
3. Finished goods and merchandise (acc. 345+346+347+/-348*+354+356+357+361+326+/-368+371+327+/-378-3945-3946-3947-3953-3954-3955-3956-3957-396-397-of acc. 4428)	28	28	4.923.252	5.809.229
4. Advance payments (acc. 4091-4901)	29	29	1.330	
TOTAL (rows 26 to 29)	30	30	11.464.994	13.569.662
II. RECEIVABLES				
1. Trade receivables ¹⁾ (acc. 2675*+2676*+2678*+2679*-2966*-2968*+4092+411+413+418-4902-491)	31	31	15.462.807	15.661.433
2. Amounts to collect from affiliated entities (acc. 451**-495*)	32	32		
3. Amounts to collect from affiliated entities and jointly controlled entities (acc. 453**-495*)	33	33		
4. Other receivables (acc. 425+4282+431**+436**+437**+4382+441**+4424+of acc. 4428**+444**+445+446**+447**+4482+4582+4662+461+473**-496+5187)	34	34	521.289	594.371
5. Subscribed and non-paid capital (acc. 456-495*)	35	35		
6. Receivables representing dividends distributed during the financial year (acc. 463)	36	35a (301)		
TOTAL (rows 31 to 35 + 35a)	37	36	15.984.096	16.255.804
III. SHORT TERM INVESTMENTS				
1. Shares held in affiliated entities (acc. 501-591)	38	37		
2. Other short-term investments (acc. 505+506+507+of acc. 508-595-596-598+5113+5114)	39	38		
TOTAL (rows 37 + 38)	40	39		
IV. CASH AND BANK ACCOUNTS	41	40	596.577	117.519
(of acc. 508+ acc. 5112+512+531+532+541+542)				
FLOATING ASSETS – TOTAL (rows 30+36+39+40)	42	41	28.045.667	29.942.985
C. ADVANCE COSTS (acc. 471) (rows 43+44)	43	42	502.024	638.807
Amounts to resume in a period within a year (of acc. 471*)	44	43	502.024	638.807
Amounts to resume in a period longer than a year (of acc. 471*)	45	44		
D. DEBTS: AMOUNTS TO BE PAID WITHIN 1 YEAR				
1. Debentures loans, with the separate presentation of convertible debenture loans (acc. 161+1681-169)	46	45		
2. Amounts owed to credit institutions (acc. 1621+1622+1624+1625+1627+1682+5191+5192+5198)	47	46	25.052.020	34.712.376
3. Advances cashed in the orders accounts (acc. 419)	48	47		
4. Trade payables – suppliers (acc. 401+404+408)	49	48	10.343.898	10.573.084
5. Trade bills payable (acc. 403+405)	50	49		
6. Amounts owed to entities within the group (acc. 1661+1685+2691+451***)	51	50		
7. Amounts owed to affiliated entities and jointly controlled entities (acc. 1663+1686+2692+2693+453***)	52	51		
F10 – page 3				
8. Other payables, including tax and social security debts (acc. 1623+1626+167+1687+2695+421+423+424+426+427+428	53	52	2.958.591	2.738.762

1+431***+436***+437***+4381+441***+4423+4428***+444***+447***+4481+455+456***+457+4581+462+4661+473**+509+5186+5193+5194+5195+5196+5197)				
TOTAL (rows 45 to 52)	54	53	38.354.509	48.024.222
E. NET FLOATING ASSETS/NET CURRENT DEBTS (rows 41+43-53-70-73-76)	55	54	-9.806.818	-17.442.430
F. TOTAL ASSETS MINUS CURRENT DEBTS (rows 25+44+54)	56	55	978.493	-8.203.203
G. DEBTS: AMOUNTS TO BE PAID WITHIN A PERIOD LONGER THAN 1 YEAR				
1. Debentures loans, with the separate presentation of convertible debenture loans (acc. 161+1681-169)	57	56		
2. Amounts owed to credit institutions (acc. 1621+1622+1624+1625+1627+1682+5191+5192+5198)	58	57		
3. Advances cashed in the orders accounts (acc. 419)	59	58		
4. Trade payables – suppliers (acc. 401+404+408)	60	59		
5. Trade bills payable (acc. 403+405)	61	60		
6. Amounts owed to entities within the group (acc. 1661+1685+2691+451***)	62	61		
7. Amounts owed to affiliated entities and jointly controlled entities (acc. 1663+1686+2692+2693+453***)	63	62		
8. Other payables, including tax and social security debts (acc. 1623+1626+167+1687+2695+421+423+424+426+427+428 1+431***+436***+437***+4381+441***+4423+4428***+444***+447***+4481+455+456***+457+4581+462+4661+473**+509+5186+5193+5194+5195+5196+5197)	64	63	322.868	
TOTAL (rows 56 to 63)	65	64	322.868	
H. PROVISIONS				
1. Provisions for employee benefits (acc. 1515+1517)	66	65		
2. Provisions for taxes (acc. 1516)	67	66		
3. Other provisions (acc. 1511+1512+1513+1514+1518)	68	67	231.329	214.503
TOTAL (rows 65 to 67)	69	68	231.329	214.503
I. ADVANCE REVENUES				
1. Subsidies for investments (acc. 475) (rows 70+71)	70	69		
Amounts to resume in a period within a year (of acc. 475*)	71	70		
Amounts to resume in a period longer than a year (of acc. 475*)	72	71		
2. Deferred income (acc. 472) – (rows 73+74)	73	72		
Amounts to resume in a period within a year (of acc. 472*)	74	73		
Amounts to resume in a period longer than a year (of acc. 472*)	75	74		
3. Deferred income related to assets transferred from customers (acc. 478) – (rows 76+77)	76	75		
Amounts to resume in a period within a year (of acc. 478*)	77	76		
Amounts to resume in a period longer than a year (of acc. 478*)	78	77		
Negative goodwill (acc. 2075)	79	78		
TOTAL (rows 69+72+75+78)	80	79		
J. CAPITAL AND RESERVES				
I. CAPITAL				
1 Paid subscribed capital (acc. 1012)	81	80	29.864.650	29.864.650

F10 – page 4				
2. Non-paid subscribed capital (acc. 1011)	82	81		
3. State-owned capital (acc. 1015)	83	82		
4. Research-development national institute capital (acc. 1018)	84	83		
5. Other own capital items (acc. 1031)	85	84		
TOTAL (rows 80 to 84)	86	85	29.864.650	29.864.650
II. CAPITAL PREMIUMS (acc. 104)	87	86	3	3
III. REVALUATION RESERVES (acc. 105)	88	87		
IV. RESERVES				
1. Legal reserves (acc. 1061)	89	88	120.755	120.755
2. Statutory or contractual reserves (acc. 1063)	90	89		
3. Other reserves (acc. 1068)	91	90		
TOTAL (rows 88 to 90)	92	91	120.755	120.755
Own shares (acc. 109)	93	92		
Gains related to equity instruments (acc. 141)	94	93		
Losses related to equity instruments (acc. 149)	95	94	4.169.908	4.169.908
V. PROFIT OR LOSS CARRIED FORWARD	96	95	0	0
BALANCE C (acc. 117)				
BALANCE D (acc. 117)	97	96	18.877.116	25.391.204
VI. PROFIT OR LOSS OF FINANCIAL YEAR				
BALANCE C (acc. 121)	98	97	0	0
BALANCE D (acc. 121)	99	98	6.514.088	8.842.002
Profit appropriation (acc. 129)	100	99		
OWNER'S EQUITY - TOTAL (rows 85+86+87+91-92+93-94+95-96+97-98-99)	101	100	424.296	-8.417.706
Public equity (acc. 1016)	102	101		
Private equity (acc. 1017) ²⁾	103	102		
EQUITY - TOTAL (rows 100+101+102) (rows 25+41+42-53-64-68-79)	104	103	424.296	-8.417.706

*) Accounts assigned to the nature of such items.

**) Debit balances of the accounts.

***) Credit balances of the accounts.

1) The amounts entered in this row and taken from the account 2675 to 2679 are receivables related to finance leases and other similar contracts, and other long-term receivables due within less than 12 months.

2) To be filled in by the companies that fall within the provisions of the Order of the Minister of Public Finance and the appointed budget minister no. 668/2014 for the approval of Observations concerning the elaboration and update of a centralized inventory of private immovable assets owned by the state and of rights in rem subject to inventory, with subsequent amendments and completions.

**PLACEHOLDER (THE ADMINISTRATOR OR
PERSON WHO HAS THE OBLIGATION TO MANAGE
THE ENTITY),**

DRAWN UP,

Last name and first name

BUCUR MIRCEA

Signature /Illegible signature/

VALIDATED FORM

Last and first name

TIPURITA LORENA

Position

11--FINANCIAL MANAGER

Signature /Illegible signature/

Registration number in the professional body: -

PROFIT AND LOSS ACCOUNT

on 31.12.2024

Code 20

- Lei -

Name of indicators (the calculation formulas refer to Row no. from column B)	Row no. OMF no. 107/2025	Row no.	Financial year	
			2023	2024
A		B	1	2
1. Net turnover (rows 02 + 03 - 04 + 06)	01	01	131.207.174	112.796.934
- of which net turnover corresponding to the main activity carried out	02	01a (301)	129.330.292	110.756.143
- of which net turnover from operations carried out on the national territory	03	01b (318)		
Sold goods (acc. 701 + 702 + 703 + 704 + 705 + 706 + 708)	04	02	131.167.087	112.750.5
Revenues from sales of merchandise (acc. 707)	05	03	40.087	46.355
Trade deductions granted (acc. 709)	06	04		
Revenues from interests registered by the entities erased from the general registry and which still have leasing contracts pending (acc. 766*)		05		
Revenues from subsidies related to the net turnover (acc. 7411)	07	06		
2. Revenues associated with the cost of production in progress (acc. 711 + 712)				
Balance C	08	07	0	1.970.706
Balance D	09	08	3.694.728	0
3. Capitalized costs of intangible and tangible non-current assets (acc. 721 + 722)	10	09		
4. Revenues from the revaluation of the tangible assets (acc. 755)	11	10		
5. Revenues from the real estate investment production (acc. 725)	12	11		
6. Revenues from subsidies (acc. 7412+7413+7414+7415+7416+ 7417+7419)	13	12		
7. Other operating revenues (acc. 751+758+7815)	14	13	288.518	178.7
-of which, depreciation of investment subsidies (acc. 7584)	15	14		
-of which, depreciation of negative goodwill (acc. 7815)	16	15		
OPERATING REVENUES - TOTAL (rows 01+07-08+09+10+11+12+13)	17	16	127.800.964	114.946.343
8. a) Expenses with raw materials and consumables (acc. 601+602)	18	17	89.811.383	77.353.544
Other material expenses (acc. 603+604+606+608)	19	18	285.197	274.056
b) Utility expenses (acc. 605), of which:	20	19	8.794.662	7.917.246
- energy expenses (acc. 6051)	21	19a	6.409.605	5.167.710

		(302)		
- gas expenses (acc. 6053)	22	19b (303)	2.308.940	2.666.672
c) Expenses regarding merchandise (acc. 607)	23	20	38.383	47.462
Trade deductions received (acc. 609)	24	21	9	2.913
9. Personnel expenses (rows 23+24)	25	22	19.915.820	22.250.588
a) Salaries and allowances (acc. 641+642+643+644)	26	23	18.992.741	21.244.760
F20 – page 2				
b) Social security expenses (acc. 645+646)	27	24	923.079	1.005.828
10. a) Value adjustments regarding tangible and intangible assets (rows 25a + 26-27)	28	25	3.410.830	3.281.770
a.1) Operating expenses on depreciation of fixed assets (acc. 6811)	29	25a (306)	3.410.830	3.281.770
a.2) Other expenses (acc. 6811 +6813+6817+of acc.6818)	30	26		
a.3) Revenues (acc. 7813 + of acc. 7818)	31	27		
b) Value adjustments regarding floating assets (rows 29-30)	32	28		
b.1) Expenses (acc. 654+6814+of acc. 6818)	33	29		
b.2) Revenues (acc. 754+7814+of acc. 7818)	34	30		
11. Other operating expenses (rows 32+33+33d+33f+33h+33j+34+35+36+37)	35	31	10.418.413	11.041.109
11.1 Expenses regarding external services (acc. 611+613+614+615+621+622+623+624+625+626+627+628)	36	32	4.978.528	5.115.636
11.2 Expenses on royalties, management leases, and rents (acc. 612), of which:	37	33	4.270.024	4.864.622
- royalty expenses (acc. 6121)	38	33a (307)		
- management lease expenses (acc. 6122)	39	33b (308)		
- rent expenses (acc. 6123)	40	33c (309)	4.270.024	4.864.622
11.3. Expenses on intellectual property rights (acc. 616), of which:	41	33d (310)		
- expenses concerning affiliated entities	42	33e (311)		
11.4. Management expenses (acc. 617), of which:	43	33f (312)		
- expenses concerning affiliated entities	44	33g (313)		
11.5. Consultancy expenses (acc. 618), of which:	45	33h (314)	856.706	841.278
- expenses concerning affiliated entities	46	33i (315)		

11.6. Expenses on other taxes, duties, and similar charges; expenses in respect of transfers and contributions payable under special regulatory documents (acc. 635 + 6586*)	47	33j (316)	236.305	213.482
11.7. Expenses with environmental protection (acc. 652)	48	34		
11.8. Expenses from the revaluation of tangible assets (acc. 655)	49	35		
11.9. Expenses on calamities and other similar events (acc. 6587)	50	36		
11.10. Other expenses (acc. 651+6581+6582+6583+6584+6588)	51	37	76.850	6.091
Expenses with refinancing interests registered by the entities erased from the General Registry and which still have leasing contracts developing (acc. 666*)		38		
12. Adjustments regarding the provisions (rows 40-41)	52	39	-138.236	-43.565
- Expenses (acc. 6812)	53	40	1.270.344	1.202.884
- Revenues (acc. 7812)	54	41	1.408.580	1.246.449
OPERATING EXPENSES - TOTAL (rows 17+18+19+20 -21+22+25+28+31+39)	55	42	132.536.443	122.119.297
OPERATING PROFIT OR LOSS:				
- Profit (rows 16-42)	56	43	0	0
- Loss (rows 42-16)	57	44	4.735.479	7.172.954
13. Revenues from participation interests (acc. 7611+7612+7613)	58	45		
- of which the revenues obtained from affiliated entities	59	46		
F20 – page 3				
14. Interest income (acc. 766)	60	47		
- of which the revenues obtained from affiliated entities	61	48		
15. Revenues from subsidies for due interest (acc. 7418)	62	49		
16. Other financial revenues (acc. 762+764+765+767+768+7615)	63	50	828.894	217.093
- of which the revenues from other financial assets (acc. 7615)	64	51		
FINANCIAL REVENUES - TOTAL (rows 45+47+49+50)	65	52	828.894	217.093
17. Value adjustments regarding the financial assets and financial investments held as floating assets (rows 54-55)	66	53		
- Expenses (acc. 686)	67	54		
- Revenues (acc. 786)	68	55		

18. Interest expenses (acc. 666)	69	56	1.560.489	1.620.240
- of which expenses concerning affiliated entities	70	57		
19. Other financial expenses (acc. 663+664+665+667+668)	71	58	1.047.014	265.901
FINANCIAL EXPENSES - TOTAL (rows 53+56+58)	72	59	2.607.503	1.886.141
FINANCIAL PROFIT OR LOSS:				
- Profit (rows 52-59)	73	60	0	0
- Loss (rows 59-52)	74	61	1.778.609	1.669.048
TOTAL REVENUES (rows 16+52)	75	62	128.629.858	115.163.436
TOTAL EXPENSES (rows 42+59)	76	63	135.143.946	124.005.438
GROSS PROFIT OR LOSS:				
- Profit (rows 62-63)	77	64	0	0
- Loss (rows 63-62)	78	65	6.514.088	8.842.002
20. Corporate tax (acc. 691)	79	66		
21. Corporate tax expenses, i.e. corporate tax at the level of the minimum tax on turnover, resulting from settlements within the tax group in the field of corporate tax (acc. 694)	80	66a (304)		
22. Corporate tax revenues, i.e. corporate tax at the level of the minimum tax on turnover, resulting from settlements within the tax group in the field of corporate tax (acc. 794)	81	66b (305)		
Tax specific to activities (acc. 695)		67		
23. Corporate tax expenses at the level of the minimum tax on turnover (acc. 697)	82	67a (317)		
24. Other taxes not mentioned in the above items (acc. 698)	83	68		
NET PROFIT OR LOSS OF THE FINANCIAL YEAR:				
- Profit (rows 64+66b)-(65+66+66a+67+67a+68)	84	69	0	0
- Loss (rows 65+66+66a+67+67a+68)-(64+66b)	87	70	6.514.088	8.842.002

*) Accounts to be distributed based on the nature of the respective items.

Row 26 (according to OMF 107/2025) also includes the rights of the collaborators, established according to the Labor law, taken over from the debtor's turnover of the account 621 "Externally contracted manpower expenses", analytical "Individual collaborators".

Row 47 (according to OMF 107/2025) – in account 6586 "Expenses representing the transfers and contributions owed based on special regulatory documents" emphasizes the expenses representing the transfers and contributions owed based on special regulatory documents, other than those provided by the Fiscal Code.

PLACEHOLDER (THE ADMINISTRATOR OR PERSON WHO HAS THE OBLIGATION TO MANAGE THE ENTITY),

Last name and first name

BUCUR MIRCEA

Signature /Illegible signature/

VALIDATED FORM

DRAWN UP,

Last and first name

TIPURITA LORENA

Position

11--FINANCIAL MANAGER

Signature /Illegible signature/

Registration number in the professional body: -

INFORMATIVE NOTES on 31.12.2024

Code 30 (the calculation formulas refer to **Row no.** from column B)

-LEI-

I. Data concerning the registered result	Row no. OMF no. 107/ 2025	Row no.	Number of units	Amounts	
A		B	1	2	
Units that recorded a profit	01	01			
Units that recorded a loss	02	02	1	8.842.002	
Units that recorded neither profit nor loss	03	03			
II. Data concerning outstanding payments	Row no. OMF no. 107/ 2025	Row no.	Total, of which:	For the current activity	For the investment activity
A		B	1= 2+3	2	3
Outstanding payments – total (rows 05 + 09 + 15 to 17 + 18)	04	04	327.082	327.082	
Overdue suppliers – total (rows 06 to 08)	05	05	327.082	327.082	
- over 30 days	06	06	68.956	68.956	
- over 90 days	07	07	113.734	113.734	
- over a year	08	08	144.392	144.392	
Debt obligations to the social security budget – total (rows 10 to 14)	09	09			
- Contributions to the state social security owed by the employers, employees, and other assimilated entities	10	10			
- Contributions to the health welfare fund	11	11			
- Contribution to the additional state pension	12	12			
- Contributions to the unemployment fund	13	13			
- Other social debts	14	14			
Debt obligations to other special funds budgets and other funds	15	15			
Debt obligations to other creditors	16	16			
Taxes and fees unpaid at the date of payment established by the state budget	17	17			
- work insurance contribution	18	17a (301)			
Taxes and fees unpaid at the date of payment established by the local budgets	19	18			
III. The average number of employees	Row no. OMF no. 107/	Row no.	31.12.2023	31.12.2024	

	2025			
A		B	1	2
The average number of employees	20	19	214	200
The actual current number of employees at the end of the financial year, namely on December 31 st	21	20	197	203
IV. Royalties paid within the reporting period, subsidies collected, and outstanding receivables	Row no. OMF no. 107/2025	Row no.	Amounts (LEI)	
A		B	1	
Royalties paid within the reporting period for public goods received in concession, of which:	22	21		
- royalties for public goods paid at the state budget	23	22		
Mining royalties paid from the state budget	24	23		
F30 – page 2				
Oil royalties paid from the state budget	25	24		
Rents paid during the reporting period for land ¹⁾	26	25		
Gross revenue from services paid to non-resident entities, out of which:	27	26		
- The tax owed to the state budget	28	27		
Gross revenue from services paid to entities non-resident in the member states of the European Union, of which:	29	28		
- The tax owed to the state budget	30	29		
Subsidies collected within the financial year, of which:	31	30		
- subsidies collected within the financial year corresponding to assets	32	31		
- subsidies corresponding to revenues, of which:	33	32		
- subsidies to stimulate employment *)	34	33		
- subsidies for renewable energy	35	33a (316)		
- subsidies for fossil fuel	36	33b (317)		
Outstanding receivables, that were not collected within the deadline provisioned for commercial contracts and/or legislative documents in force, of which:	37	34		
- outstanding receivables from entities in the majority or full state sector	38	35		
- outstanding receivables from entities in the private sector	39	36		

V. Tickets granted to employees	Row no. OMF no. 107/ 2025	Row no.	Amounts (LEI)	
A		B	1	
The counter value of tickets granted to the employees	40	37	1.412.862	
The counter value of tickets granted to other categories of beneficiaries than employees	41	37a (302)		
VI. Research-development expenses **)	Row no. OMF no. 107/ 2025	Row no.	31.12.2023	31.12.2024
A		B	1	2
Research-development expenses:	42	38		
- out of which made to reduce the impact of the entity's activity on the environment or to develop new technologies or more sustainable products	43	38a (318)		
- depending on funding sources (rows 40+41)	44	39	0	0
- from public funds	45	40		
- from private funds	46	41		
- depending on the expense type (rows 43+44)	47	42	0	0
- current expenses	48	43		
- equity expenses	49	44		
VII. Innovation expenses***)	Row no. OMF no. 107/ 2025	Row no.	31.12.2023	31.12.2024
A		B	1	2
Innovation expenses	50	45		
- out of which made to reduce the impact of the entity's activity on the environment or to develop new technologies or more sustainable products	51	45a (319)		
VIII. Other information	Row no. OMF no. 107/ 2025	Row no.	31.12.2023	31.12.2024
A		B	1	2

Advance payments for intangible assets (acc. 4094) out of which:	52	46		
F30 – page 3				
- advance payments to non-resident unaffiliated companies for intangible assets (from acc. 4094)	53	46a (303)		
- advance payments to non-resident affiliated companies for intangible assets (from acc. 4094)	54	46b (304)		
Advance payments for tangible assets (acc. 4093), out of which:	55	47	14.601	
- advance payments to non-resident unaffiliated companies for tangible assets (from acc. 4093)	56	47a (305)	14.601	
- advance payments to non-resident affiliated companies for tangible assets (from acc. 4093)	57	47b (306)		
Financial immobilizations, in gross amounts (rows 49+54)	58	48	1.235	1.235
Shares held at the affiliated entities, participation interests, other fixed certificates, and bonds, in gross amounts (rows 50+51+52+53)	59	49		
- unrated shares issued by residents	60	50		
- shares issued by residents	61	51		
- shares and bonds issued by non-residents, out of which:	62	52		
- holdings of at least 10%	63	52a (307)		
- bonds issued by non-residents	64	53		
Long-term receivables, in gross amounts (rows 55+56)	65	54	1.235	1.235
- long-term receivables in Lei and expressed in Lei, whose settlement is made according to the exchange rate (from acc. 267)	66	55	1.235	1.235
- long-term receivables in foreign currency (from acc. 267)	67	56		
Trade receivables, advance payments granted to providers and other assimilated accounts, in gross amounts (acc. 4091+4092+411+413+418), out of which:	68	57	15.635.471	15.885.257
- trade receivables concerning non-resident unaffiliated companies, advance payments for the purchase of goods like stocks and provision of services granted to non-resident unaffiliated providers and other assimilated accounts, in gross amounts concerning non-resident unaffiliated parties (from acc. 4091 + from acc. 4092 + from acc. 411 + from acc. 413 + from acc. 418)	69	58	1.394.326	1.514.028

- trade receivables concerning non-resident affiliated companies, advance payments for the purchase of goods like stocks and provision of services granted to non-resident affiliated providers and other assimilated accounts, in gross amounts concerning non-resident affiliated parties (from acc. 4091 + from acc. 4092 + from acc. 411 + from acc. 413 + from acc. 418)	70	58a (308)	32.832	
Receivables uncollected within the agreed deadline (from acc. 4091 + from acc. 4092 + from acc. 411 + from acc. 413)	71	59	185.847	236.582
Receivables related to the personnel and assimilated accounts (acc. 425+4282)	72	60	1.966	
Receivables related to the social security budget and the state budget (from acc. 431 + 436 + 437 + 4382 + 441 + 4424 + 4428 + 444 + 445 + 446 + 447 + 4482), (rows 62 to 66)	73	61	516.267	584.934
- receivables related to the social security budget (acc. 431+437+4382)	74	62	318.383	386.799
- financial receivables related to the state budget (acc. 436+441+4424+4428+444+446)	75	63	35.655	35.906
- subsidies to collect (acc. 445)	76	64		
- special funds - taxes and affiliated payments (acc. 447)	77	65		
- other receivables related to the state budget (acc. 4482)	78	66	162.229	162.229
Entity's receivables related to the affiliated entities (acc. 451), out of which:	79	67		
F30 – page 4				
- receivables related to non-resident affiliated entities (acc. 451), out of which:	80	68		
- trade receivables related to non-resident affiliated entities (acc. 451)	81	69		
Receivables related to the social security budget and the state budget that were not collected by the deadline agreed (acc. 431 + acc. 436 + acc. 437 + acc. 4382 + acc. 441 + acc. 4424 + acc. 4428 + acc. 444 + acc. 445 + acc. 446 + acc. 447 + acc. 4482)	82	70		
Other receivables (acc. 453+456+4582+461+4462+471+473) of which:	83	71	507.046	648.243
- settlements for participation interests, settlements with shareholders/associates on capital, settlements of venture operations (acc. 453+456+4582)	84	72		

- other receivables related to natural and legal entities, other than debts related to public institutions (state institutions) (from acc. 461 + acc. 471 + acc. 473+ 4662)	85	73	507.046	648.243
- amounts taken from acc. 542 "Treasury advances" representing treasury advances granted by law and not settled until the reporting date (from acc. 461)	86	74		
Interests to collect (acc. 5187), of which:	87	75		
- from non-residents	88	76		
Interest to be collected from non-residents (from acc. 4518 + from acc. 4538)	89	76a (313)		
Value of loans granted to economic operators ****)	90	77		
Short-term investments, in gross amounts (acc. 501 + 505 + 506 + 507 + acc. 508) of which:	91	78		
- unrated shares issued by residents	92	79		
- social shares issued by residents	93	80		
- shares issued by non-residents	94	81		
- bonds issued by non-residents	95	82		
- owning green bonds	96	82a (320)		
- Other values to collect (acc. 5113 + 5114)	97	83		
Cash account in lei and foreign currency (rows 85+86):	98	84	4.887	259
- in lei (acc. 5311)	99	85	4.887	259
- in foreign currency (acc. 5314)	100	86		
Current accounts at banks in lei and foreign currency (rows 88+90)	101	87	590.588	116.157
- in lei (acc. 5121), of which:	102	88	551.829	65.201
- current accounts in lei opened at non-resident banks	103	89		
- in foreign currency (acc. 5124), of which:	104	90	38.759	50.956
- current accounts in foreign currency opened at non-resident banks	105	91		
Other current accounts at banks and letters of credit (rows 93+94)	106	92		
- amounts undergoing settlement, letters of credit, and other values to cash in, in lei (acc. 5112 + from acc. 5125 + 5411)	107	93		
- amounts undergoing settlement, letters of credit in foreign currency (from acc. 5125 + 5414)	108	94		
Debts (rows 96+99+102+103+106+108+110+111+ 116+119+122+128)	109	95	13.623.391	13.310.395
F30 – page 5				
Short-term external bank loans (loans received from non-resident financial institutions for which the duration of the	110	96		

loan contract is <u>less</u> than 1 year) (from acc. 519) (rows 97+98)				
- in lei	111	97		
- in foreign currency	112	98		
Long-term external bank loans (loans received from non-resident financial institutions for which the duration of the loan contract is <u>higher</u> than or equal to 1 year) (from acc. 162) (rows 100+101)	113	99		
- in lei	114	100		
- in foreign currency	115	101		
Credits from the state treasury and related interests (acc. 1626 + from acc. 1682)	116	102		
Other loans and related interests (acc. 166 + 1685 + 1686 + 1687) (rows 104+105)	117	103		
- in lei and expressed in lei, whose settlement is made according to the foreign currency	118	104		
- in foreign currency	119	105		
Other loans and assimilated debts (acc. 167) of which:	120	106	1.134.017	322.58...
- value of concessions received (from acc. 167)	121	107		
- value of green bonds issued by the entity	122	107a (321)		
Commercial debts, advance payments received from the clients and other assimilated accounts, in gross amounts (acc. 401 + 403 + 404 + 405 + 408 + 419), of which:	123	108	10.343.989	10.573.084
- commercial debts to non-resident unaffiliated entities, advance payments received from non-resident unaffiliated clients and other assimilated accounts, in gross amounts concerning non-resident unaffiliated parties (from acc. 401+ from acc. 403 + from acc. 404 + from acc. 405 + from acc. 408 + from acc. 419)	124	109	217.788	450.438
- commercial debts to non-resident affiliated entities, advance payments received from non-resident affiliated clients and other assimilated accounts, in gross amounts concerning non-resident affiliated parties (from acc. 401+ from acc. 403 + from acc. 404 + from acc. 405 + from acc. 408 + from acc. 419)	125	109a (309)		186.670
Debts connected to the personnel and assimilated accounts (acc. 421 + 423 + 424 + 426 + 427 + 4281)	126	110	825.095	917.639
Debts connected to the social security	127	111	1.320.381	1.497.084

budget and the state budget (acc. 431 + 436+ 437 + 4381 + 441 + 4423 + 4428 + 444 + 446 + 447 + 4481) (rows 112 to 115)				
- Debts related to the social security budget (acc. 431+437+4381)	128	112	607.965	689.272
- Financial debts related to the state budget (acc.436+441+4423+4428+444+446)	129	113	695.107	801.953
- Special funds - taxes and assimilated payments (acc. 447)	130	114	17.309	5.859
- Other debts related to the state budget (acc. 4481)	131	115		
Entity debts related to the affiliated entities (acc. 451) of which:	132	116		
- debts to non-resident affiliated entities ²⁾ (from acc. 451) of which:	133	117		
- with an initial due date exceeding one year	134	118		
- commercial debts to non-resident affiliated entities regardless of the due date (from acc. 451)	135	118a (310)		
Amounts owed to shareholders/associates (acc. 455) of which:	136	119		
F30 – page 6				
- amounts owed to individual shareholders/associates	137	120		
- amounts owed to legal entity shareholders/associates	138	121		
Other debts (acc. 269 + 453 + 456 + 457 + 4581 + 462 + 4661 + 467 + 472 + 473 + 478 + 509) of which:	139	122		
- settlements for participation interests, settlements with shareholders/associates on capital, settlements of venture operations (acc. 453+456+457+4581+467)	140	123		
- other debts related to natural and legal entities, other than debts related to public institutions (state institutions) ³⁾ (acc. 462 + 4661+ acc. 472 + acc. 473)	141	124		
- Subsidies uncollected as revenues (from acc. 472)	142	125		
- Payments to be made for financial assets and short-term investments (acc. 269+509)	143	126		
- deferred income related to assets received by transfer from clients (acc. 478)	144	127		
Interests to pay (acc. 5186) of which:	145	128		
- to non-residents	146	128a (311)		

Interest to be paid to non-residents (from acc. 4518 + from acc. 4538)	147	128b (314)		
Value of loans received from economic operators ****)	148	129		
Subscribed paid capital (acc. 1012), of which:	149	130		
- rated shares ⁴⁾	150	131		
- unrated shares ⁵⁾	151	132		
- shares	152	133	29.864.650	29.864.650
- subscribed and paid capital by non-residents (from acc. 1012)	153	134		
Patents and licenses (from acc. 205)	154	135	272.088	258.538
IX. Information concerning the externally contracted manpower expenses	Row no. OMF no. 107/2025	Row no.	31.12.2023	31.12.2024
A		B	1	2
Externally contracted manpower expenses (acc. 621)	155	136		
X. Information concerning goods from the state's public domain	Row no. OMF no. 107/2025	Row no.	31.12.2023	31.12.2024
A		B	1	2
Value of the public good of the state, in management	156	137		
Value of the public good of the state, under contract	157	138		
Value of the public good of the state, leased	158	139		
XI. Information on real estate assets from the private property of the state subject to inventory in accordance with the provisions of Article 356 of GEO no. 57/2019	Row no. OMF no. 107/2025	Row no.	31.12.2023	31.12.2024
A		B	1	2
Net accountable value of goods ⁶⁾	159	140		
F30 – page 7				
XII. Paid-in capital	Row no. OMF no. 107/2025	Row no.	31.12.2023	31.12.2024
			Amount (Lei)	Amount (Lei)
			% ⁷⁾	% ⁷⁾
A		B	Col. 1	Col. 2
Paid-in share capital (ct. 1012)⁷⁾, (rows 142+145+149+150+151+152)	160	141		

- held by public bodies (rows 143+144)	161	142				
- public bodies of central subordination	162	143				
- public bodies of local subordination	163	144				
- held by the state-owned company, of which:	164	145				
- entirely state	165	146				
- the majority of the state	166	147				
- a minority of the state	167	148				
- held by autonomous administrations	168	149				
- held by private-owned companies	169	150				
- held by individuals	170	151				
- held by other companies	171	152				
	Row no. OMF no. 107/2025	Row no.	Amounts (lei)			
A		B	2023		2024	
XIII. Dividends/disbursements due to the state or local budget, to be distributed from the profit of the financial year by national bodies, national companies, autonomous companies, and administrations, of which:	172	153				
- to public central institutions;	173	154				
- to public local institutions;	174	155				
- to other shareholders in which the state/territorial administrative bodies/government agencies have directly/indirectly held shares or holdings, regardless of the share.	175	156				
	Row no. OMF no. 107/2025	Row no.	Amounts (lei)			
A		B	2023		2024	
XIV. Dividends/disbursements due to the state or local budget and paid in the reporting period from the reported profit of national bodies, national companies, autonomous companies, and administrations, of which:	176	157				
- dividends/disbursements of the profits of the previous year, for which paid:	177	158				
- to public central institutions	178	159				
- to public local institutions	179	160				

- to other shareholders in which the state/territorial administrative bodies/government agencies have directly/indirectly held shares or holdings, regardless of the share.	180	161		
- dividends/disbursements of the profits of the previous year, for which paid:	181	162		
- to public central institutions	182	163		F30 – page 8
- to public local institutions	183	164		
- to other shareholders in which the state/territorial administrative bodies/government agencies have directly/indirectly held shares or holdings, regardless of the share	184	165		
XV. Dividends distributed to shareholders/associates from the profit carried forward	Row no. OMF no. 107/2025	Row no.	Amounts (lei)	
A		B	2023	2024
Dividends distributed to shareholders in the reporting period from the profit carried forward	185	165a (312)		
XVI. Interim distribution of dividends according to Law no. 163/2018	Row no. OMF no. 107/2025	Row no.	Amounts (lei)	
A		B	2023	2024
- distributed interim dividends ⁸⁾	186	165a (315)		
XVII. Receivables taken over by assignment from legal entities*****)	Row no. OMF no. 107/2025	Row no.	Amounts (lei)	
A		B	31.12.2023	31.12.2024
Receivables taken over by assignment from legal entities (at nominal value), of which:	187	166		
- Receivables taken over by assignment from related legal entities	188	167		
Receivables taken over by assignment from legal entities (at acquisition cost), of which:	189	168		
- Receivables taken over by assignment from related legal entities	190	169		
XVIII. Revenues obtained from agricultural activities *****)	Row no.	Row no.	Amounts (lei)	

	OMF no. 107/ 2025			
A		B	31.12.2023	31.12.2024
Revenues obtained from agricultural activities	191	170		
XIX. Expenses concerning calamities and other similar events (acc. 6587) of which:	192	170a (322)		
- floods	193	170b (323)		
- drought	194	170c (324)		
- landslides	195	170d (325)		

F30 – page 9

**PLACEHOLDER (THE ADMINISTRATOR
OR PERSON WHO HAS THE OBLIGATION
TO MANAGE THE ENTITY),**

Last name and first name

BUCUR MIRCEA

Signature /Illegible signature/

VALIDATED FORM

DRAWN UP,

Last and first name

TIPURITA LORENA

Position

11--FINANCIAL MANAGER

Signature /Illegible signature/

Registration number in the professional body: -

*) Subsidies for employment stimulation (transfers from the state budget to the employer) – are the amounts given to employers for paying the graduates of educational institutions, stimulating the unemployed persons who are employed before the expiry of the unemployment benefit period, stimulating employers who employ on long term periods unemployed persons of over 45 years, unemployed persons who are the only family suppliers or unemployed persons who within 3 years from the employment fulfill the conditions for requesting partial anticipated pension or old-age pension or for other situations provided by the legislation in force concerning the insurance system for unemployment benefit and the employment stimulation.

**) To be filled in with the expenses made for the research-development activity, namely fundamental research, applicative research, technological development, and innovation, established according to the provisions of the Government Ordinance no. 57/2002 concerning the scientific research and technological development, approved with the subsequent amendments and completions by the Law no. 324/2003, as further amended and supplemented.

***) To be filled in with the innovation expenses. When filling in the rows corresponding to chapters VI and VII, take into account the provisions of the Commission Implementing Regulation (EU) 2020/1197 of 30 July 2020 laying down technical specifications and arrangements under Regulation (EU) 2019/2152 of the European Parliament and Council on European business statistics repealing 10 legal acts in the field of business statistics, published in the Official Gazette of the European Union, series L, no. 271 of 18 August 2020. This Regulation repealed the Commission Implementing Regulation (EU) no. 995/2012 of 26 October 2012 laying down detailed rules for the implementation of Decision No. 1608/2003/EC of the European Parliament and Council concerning the production and development of Community statistics on science and technology.

****) The entities regulated and supervised by the National Bank of Romania, namely the Financial Supervision Authority, the companies reclassified in the public administration sector, and the non-profit institutions in the service of population households are not included in the category of economic operators.

*****) For the receivables taken over by assignment from legal entities, both their nominal value and their acquisition cost shall be filled in. For the statute of “affiliated legal entities”, the provisions of Art. 7, point 26 letter c) and d) of Law no. 227/2015 on the Fiscal code, with subsequent amendments and completions, shall be taken into account.

*****) According to Art. 11 of the Commission Delegated Regulation (EU) No. 639/2014 of 11 March 2014 supplementing Regulation (EU) No. 1307/2013 of the European Parliament and Council establishing rules for direct payments to farmers under support schemes within the framework of the common agricultural policy and amending Annex X to that Regulation, “(1) ... the revenues obtained from agricultural activities are the revenues obtained by a farmer from his/her agricultural activity in the meaning of article 4 paragraph (1) letter (c) of the mentioned regulation [R(EU) 1307/2013], within his/her operation, including the support from the Union from the European Agricultural Guarantee Fund (EAGF) and the European Agricultural Fund for Rural Development (EAFRD), as well as any national support granted for agricultural activities, except complementary national direct payments under articles 18 and 19 of the Regulation (EU) no. 1307/2013.

The revenues obtained from processing the agricultural products in the meaning of Article 4 paragraph (1) letter (d) of Regulation (EU) no. 1307/2013 are considered revenues from agricultural activities, provided that the processed products remain the property of the farmer and the result of such processing is another agricultural product in the meaning of article 4 paragraph (1) letter (d) of Regulation (EU) no. 1307/2013.

Any other revenues are considered revenues from non-agricultural activities.

(2) Under paragraph (1), “income” represents the gross income before the deduction of associated costs and taxes...”.

- 1) To include the rents paid for occupied lands (agricultural cultures, pastures, meadows, etc.) and associated with trading spaces (porches, etc.) belonging to private owners or units of public administration, including rents for the use of water for entertainment or other purposes (fishing, etc.).
- 2) The value entered in the row “debts towards non-resident related parties” (from acc. 451), of which: “Commercial debts towards non-resident related parties, regardless of maturity (from acc. 451) are NOT calculated by adding the values from the rows “with the initial maturity exceeding one year”.
- 3) The category “Other debts related to natural and legal entities, other than the debts related to public institutions (state institutions)” shall not include the subsidies associated with the existing revenues to the balance of account 472.
- 4) Securities that confer the rights of property over companies, which are negotiable and transacted, according to the law.
- 5) Securities that confer the rights of property over companies, which are not transacted.
- 6) To be filled in by economic operators to whom the provisions of art. 356 of GEO no. 57/2019 on the Administrative Code, with subsequent amendments and completions, the Order of the Minister of Public Finance and Budget delegated Minister No. 668/2014 for the approval of the Mentions regarding the drafting and updating of the centralized inventory of intangible assets, the private property of the state and the rights in rem undergoing inventory, with subsequent amendments and completions, corroborated with art. 4 para. (2) letter b) of GD no. 1176/2024 for the approval of Technical rules for drafting and updating of the inventory of public goods and real estate assets from the private property of the state, are incident.
- 7) In the section “XII Paid-in share capital”, according to the Order of the minister of finances no. 107/2025, rows 161-171 (according to the Order of the minister of finances no. 107/2025), columns 2 and 4, the entities shall enter the percentage associated with the share capital held in the total paid-in capital mentioned in row 160 (according to the Order of the minister of finances no. 107/2025).

- 8) This row includes the distributed dividends according to Law no. 163/2018 for the amendment and completion of Accounting Law no. 82/1991, amendment and completion of Law on Companies no. 31/1990, as well as the amendment of Law no. 1/2005 on the organization and operation of co-operation.

STATEMENT OF FIXED ASSETS

on 31.12.2024

Code 40

-LEI-

Fixed asset items	Row no.	Gross values				
		Start balance	Increases ¹⁾	Reductions ²⁾		End balance (column 5=1+2-3)
				Total	Out of which: dismemberments and annulments	
A	B	1	2	3	4	5
I. Intangible assets						
1. Setup expenses	01				X	
2. Development expenses	02					
3. Concessions, patents, licenses, trademarks, similar rights and assets and other intangible assets	03	2.000.319	12.286	110.801	X	1.901.804
4. Goodwill	04				X	
5. Intangible assets for the exploration and evaluation of mineral resources	05				X	
6. Advance payments for intangible assets	06				X	
TOTAL (rows 01 to 06)	07	2.000.319	12.286	110.801	X	1.901.804
II. Tangible assets						
1. Freehold land and land improvements	08				X	
2. Buildings	09	2.546.243	356.983			2.903.226
3. Plant and machinery	10	70.393.653	2.782.327	810.393		72.365.587
4. Other plants, machinery and furniture	11	974.206	42.793	236.017		780.982
5. Real estate investments	12					
6. Tangible assets in progress	13	1.479.479	1.271.186	2.714.901		35.764
7. Real estate investments in progress	14					
8. Tangible assets for the exploration and evaluation of mineral resources	15					
9. Productive biological assets	16					
10. Advance payments for tangible non-current assets	17	14.601		14.601		0
TOTAL (rows 08 to 17)	18	75.408.182	4.453.289	3.775.912		76.085.559

III. Financial assets	19	1.235			X	1.235
FIXED ASSETS - TOTAL (rows 07+18+19)	20	77.409.736	4.465.575	3.886.713		77.988.598

- 1) The increases resulting from revaluation or other operations that imply debiting the fixed assets accounts at reductions are also included
- 2) The reductions resulting from revaluation or other operations that imply crediting fixed assets accounts are also included

STATEMENT OF FIXED ASSET DEPRECIATION

-LEI-

Fixed asset items	Row no.	Start balance	Depreciation during the year ¹⁾	Reduction/elimination during the year of the depreciation value ²⁾	Depreciation at the end of the year (column 9=6+7-8)
A	B	6	7	8	9
I. Intangible assets					
1. Setup expenses	21				
2. Development expenses	22				
3. Concessions, patents, licenses, trademarks, similar rights and assets and other intangible assets	23	1.972.810	27.259	110.801	1.889.268
4. Goodwill	24				
5. Intangible assets for the exploration and evaluation of mineral resources	25				
TOTAL (rows 21 to 25)	26	1.972.810	27.259	110.801	1.889.268
II. Tangible assets					
1. Freehold land and land improvements	27				
2. Buildings	28	1.883.312	126.630		2.009.942
3. Plant and machinery	29	61.993.864	3.060.172	810.388	64.243.648
4. Other plants, machinery and furniture	30	774.439	68.092	236.018	606.513
5. Real estate investments	31				
6. Tangible assets for the exploration and evaluation of mineral resources	32				
7. Productive biological assets	33				
TOTAL (rows 27 to 33)	34	64.651.615	3.254.894	1.046.406	66.860.103
DEPRECIATIONS – TOTAL (rows 26 + 34)	35	66.624.425	3.282.153	1.157.207	68.749.3...

1) The increases resulting from revaluation or other operations that involve crediting the accounts related to the depreciation of fixed assets to the Reduction/elimination during the year of the depreciation value are also included

2) The reductions resulting from revaluation or other operations that imply debiting the accounts related to the depreciation of fixed assets are also included.

STATEMENT OF DEPRECIATION ADJUSTMENTS

-LEI-

Fixed asset items	Row no.	Start balance	Adjustments established during the year	Adjustments reconsidered for revenues	End balance (column 13=10+11-12)
A	B	10	11	12	13
I. Intangible assets					
1. Development expenses	36				
2. Concessions, patents, licenses, trademarks, similar rights and assets, and other intangible assets	37				
3. Intangible assets for the exploration and evaluation of mineral resources	38				
4. Advance payments for intangible assets	39				
TOTAL (rows 36 to 39)	40				
II. Tangible assets					
1. Freehold land and land improvements	41				
2. Buildings	42				
3. Plant and machinery	43				
4. Other plants, machinery and furniture	44				
5. Real estate investments	45				
6. Tangible assets in progress	46				
7. Real estate investments in progress	47				
8. Tangible assets for the exploration and evaluation of mineral resources	48				
9. Productive biological assets	49				
10. Advance payments for tangible non-current assets	50				
TOTAL (rows 41 to 50)	51				
III. Financial assets	52				
DEPRECIATION ADJUSTMENTS – TOTAL (rows 40+51+52)	53				

PLACEHOLDER (THE ADMINISTRATOR OR PERSON WHO HAS THE OBLIGATION TO MANAGE THE ENTITY),

Last name and first name

BUCUR MIRCEA

Signature /Illegible signature/

VALIDATED FORM

DRAWN UP,

Last and first name

TIPURITA LORENA

Position

11--FINANCIAL MANAGER

Signature /Illegible signature/

Registration number in the professional body: -

ATTENTION!

According to the provisions of point 1.8(4), para. 4 of Annex no. 1 to OMF no. 107/2025, *“for submitting the annual financial statements for the financial year 2023 on paper and electronically or only electronically, signed with a qualified digital certificate, the file with zip extension will also include the first page from the annual financial statements listed with the assistance program created by the Ministry of Public Finances, legibly signed and scanned in black and white”.*

Provisions related to the obligations of economic operators on the preparation of annual reports provided by the accounting law

A. Preparation and submission of annual financial statements to ANAF (National Agency for Tax Administration)

The entities referred to in Article 3 of OMF No. 107/2025 shall prepare annual financial statements in accordance with the Accounting Regulations on Individual Annual Financial Statements and Consolidated Annual Financial Statements, approved by Order of the Minister of Public Finance No. 1.802/2014, as amended and supplemented.

Under Article 185 of the Companies Law, the board of directors, respectively the directorate, is obliged to submit to the National Agency for Tax Administration the annual financial statements approved by the general meeting of shareholders/associates, accompanied by the documents required by law.

The deadlines for submitting the annual financial statements to the National Agency for Tax Administration are as follows:

- a) for companies governed by Law no. 31/1990, republished, with subsequent amendments and additions, national bodies/companies, autonomous administrations, national research and development institutes, up to and including May 31 of the financial year following the reporting year;
- b) for the other persons referred to in Art. 1 para. (1) - (3) of Law no. 82/1991, republished, with subsequent amendments and additions, by April 30 of the financial year following the reporting year.

If these dates correspond to non-business days, the last reporting day shall be the first business day following them.

B. Preparation of annual accounting reports

Annual accounting reports shall be submitted by:

- entities that have opted for a financial year other than the calendar year and to which the Accounting Regulations, approved by OMFP no. 1.802/2014, apply;
- legal entities in liquidation, according to the law - within 90 days after the end of the calendar year;
- sub-units (units) opened in Romania by companies resident in countries belonging to the European Economic Area;
- the permanent offices of legal entities established in the European Economic Area;
- foreign legal entities with registered offices in the European Economic Area, which have their place of effective management in Romania.

The submission to ANAF of the annual accounting reports as of December 31 shall be made by May 31 inclusive of the financial year following the reporting year, except for the annual accounting reports drawn up by legal entities in liquidation.

According to the provisions of Art. 36 para. (3) of the Accounting Law no. 82/1991, republished, with subsequent amendments and additions, during the liquidation period, the legal entities in liquidation submit an annual accounting report within 90 days from the end of the calendar year to the National Agency for Tax Administration.

C. Declaration of inactivity, according to Art. 36 para. (2) of the Accounting Law, submitted by entities that have not carried out any activity since their incorporation until the end of the reporting financial year
Entities that have not carried out any activity from their incorporation until the end of the reporting financial year do not prepare annual financial statements, and in this respect, they shall submit to ANAF an affidavit of the person who must manage the entity, within 60 days after the end of the financial year.

D. The correction of errors contained in the annual financial statements and annual accounting reports
- may be performed only under the conditions of the Procedure for the correction of errors contained in the annual financial statements and annual accounting reports submitted by economic operators and legal entities without patrimonial purpose, approved by OMFP no. 450/2016, as amended and supplemented.
Accounting errors, as defined by the applicable accounting regulations, are corrected in accordance with those regulations. As a result, in case of their correction, another set of corrected annual financial statements/annual accounting reports cannot be filed.

E. Reporting method in the case of a return to the calendar year, following the election of a financial year other than the calendar year, in accordance with Article 27 of the Accounting Law

Whenever the entity chooses a financial year different from the calendar year, the provisions of Art. VI paras. (1) - (6) of OMFP no. 4.160/2015 on the amendment and completion of some accounting regulations, with subsequent amendments and additions, shall apply.

In the case of reverting to the calendar year, the accounting law does not provide for the filing of any notice to this effect.

According to art. (7) of OMFP no. 4.160/2015, if the entity changes the date chosen for the preparation of annual financial statements so that the reporting financial year reverts to the calendar year, the balance sheet balances reported starting with the next financial year 1) ended shall refer to January 1, respectively December 31, and the turnovers of the income and expenditure accounts shall correspond to the current financial year A.2), respectively the financial year preceding the reporting year.

For example, if a company that had a financial year other than the calendar year, opts to revert to the calendar year beginning January 1, 2025, it shall prepare accounting reports as follows:

- for December 31, 2024 - annual accounting reports;
- for December 31, 2025 - annual financial statements.

F. Accounting of amounts received from shareholders/associates - is carried out in account 455 3) "Amounts owed to shareholders/associates".

In case loans are received from affiliated entities, the counter value is recorded in account 451 "Inter-affiliate settlements".

(1) This refers to the first financial year for which annual financial statements are prepared again at calendar year level.

2) This is the first financial year that reverts to a calendar year.

Thus, according to the example shown above, the balance sheet balances included in the annual financial statements closed on December 31, 2025, refer to January 1, 2025, and December 31, 2025, and the turnovers of the income and expenditure accounts correspond to the current financial year (2025) and the financial year preceding the reporting year (2024).

3) See, in this respect, the provisions of item 349 of the accounting regulations, according to which the amounts deposited or temporarily left by the shareholders/associates at the disposal of the entity, as well as the related interest, calculated in accordance with the law, are recorded in the accounting in separate accounts (account 4551 "Shareholders/associates – current accounts", account 4558 "Shareholders/associates - interest on current accounts").

Balances/turnovers to be taken over from the accounting balance of forms F10 and F20 column 2 (current year)

Warning! Please select first the type of entity (large and medium/small/micro)!

Consecutive no.	Account		Amount	-
1		Select account		+

I, the undersigned, **Marian Lucica Georgiana**, sworn interpreter and translator for the English language under Authorization no. 38619/2019, issued by the Romanian Ministry of Justice, hereby certify the accuracy of the translation from Romanian into English, that the text submitted has been translated completely, without omissions, and that the translation of the document has not distorted its content and meaning.



STATEMENT OF CASH FLOWS

	The financial year ended on <u>December</u> <u>31st, 2023</u> (lei)	The financial year ended on <u>December</u> <u>31st, 2024</u> (lei)
Operational activities:		
Net profit	(6,514,088)	(8.842.003)
Adjustment of tangible and intangible assets	3,410,830	3.281.770
Adjustments on provisions for risks and expenses	(57,824)	(16.826)
Adjustments on provisions for inventories	(70,662)	(26.739)
Gain/(loss) from the sale of tangible and intangible assets	-	(35.377)
Income tax	-	-
Interest income	-	-
Interest expenses	<u>1,560,489</u>	<u>1.620.240</u>
Increase in operating flow before changes in working capital	-1,751,667	(4.018.935)
Changes in working capital:		
Decrease in balances of trade receivables and other receivables	7,936,786	(408.490)
(Increase)/Decrease in balances of inventories	6,726,880	(2.077.930)
Decrease in balances of commercial debts and other debts	<u>(4,012,005)</u>	<u>175.329</u>
Cash flow generated by operational activities	<u>8,899,994</u>	<u>(6.330.025)</u>
Paid interest	(1,560,489)	(1.620.240)
Paid income tax	-	-
Net cash from operating activities	<u>7,339,505</u>	<u>(7.950.266)</u>
Cash flows from investment activities:		
Payment in cash for purchasing property, plant and equipment, intangible assets and other non-current assets	(2,530,033)	(1.736.074)
Cash collection from the sale of property and buildings, plant and equipment, intangible assets and other non-current assets	78,288	35.765
Interest collection	-	-
Correction of plant and equipment value	-	-
Net cash from investment activities	(2,451,745)	(1.700.309)
Cash flows from financing activities:		
Redemption of leasing	(801,988)	(811.429)
Loan collected by Harsha Buc	-	-
Increase in share capital	3,480,680	-
Granting of loans in groups	-	-
Redemption of loans granted in groups	-	-
Redemption of bank loans	-	-
Short-term loans, new leasing	(8,370,535)	9.982.946
Paid dividends	-	-
Net cash from financing activities	<u>(5,691,843)</u>	<u>(9.171.516)</u>

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STATEMENT OF CASH FLOWS

Impact on merger reserves	=	
Total cash flow	(804,083)	(479.058)
Liquid assets at the beginning of the period	1,400,660	596.577
Liquid assets at the end of the period	596,577	117.519
ADMINISTRATOR	DRAWN UP,	
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Stamp of unit		

HARSHA ENGINEERS EUROPE SRL

STATEMENT OF CHANGES IN EQUITY

Equity item	Balance on January 1 st ,			Balance on December 31 st ,			Balance on December		
	2023			2023			31 st , 2024		
	(lei)	Increases (lei)	Deductions/ Distributions (lei)	(lei)	Increases (lei)	Deductions/ Distributions (lei)	(lei)		(lei)
	1	2	3	4	6	7			8
Subscribed capital (note 7)	26.383.970	3.480.680	-	29.864.650	-	-			29.864.650
Premium relate to capital	3	-	-	3	-	-			3
Legal reserves	102.755	-	-	120.755	-	-			120.755
Profit/loss carried forward									
Profit appropriation	-	-	-	-	-	-			-
Losses related to equity instruments	-4.169.908	-	-	-4.169.908	-				-4.169.908
Profit or loss carried forward									
Debit balance	-15.458.462	-	3.418.653	-18.877.116	-	6,514,088			-25,391,204
Profit or (loss) of the financial year									
Credit balance	<u>-3.418.653</u>	<u>-6.514.088</u>	<u>3.418.653</u>	<u>-6.514.088</u>	<u>-8.842.002</u>	<u>6.514.088</u>			<u>-8.842.002</u>
Total equity	<u>3,457,704</u>	<u>-3,033,408</u>	<u>0</u>	<u>424,296</u>	<u>-8,842,002</u>	<u>0</u>			<u>8,417,706</u>

ADMINISTRATOR

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

REPORTING ENTITY

These financial statements are submitted by HARSHA ENGINEERS EUROPE SRL (the "Company"). The company does not own equity investments in subsidiaries and affiliated enterprises.

1 FIXED ASSETS

a) Intangible assets

**Concessions, patents, licenses,
trademarks, similar rights and assets and
other intangible assets
(lei)**

Gross value

The balance on January 1 st , 2024	2.000.319
Increases	12.286
Deductions	-110,801
The balance on December 31 st , 2024	<u>1,901,804</u>

Cumulated value adjustments

The balance on January 1 st , 2024	1.972.810
Adjustments recorded during the year	27.259
Deductions	-110.801
The balance on December 31 st , 2024	<u>1.889.268</u>

**Net accounting value on January 1st,
2024**

27.509

**Net accounting value on December
31st, 2024**

12.536

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

b) Tangible assets

	<u>Land and buildings</u> (lei)	<u>Plant and machinery</u> (lei)	<u>Other plants, equipment and furniture</u> (lei)	<u>Tangible assets in progress</u> (lei)	<u>Advance payment s</u> (lei)	<u>Total</u> (lei)
Gross value						
The balance on January 1 st , 2024	2.546.244	70.393.653	974.206	1.479.479	14.601	75.408.182
Increases	356.982	2.782.327	42.793	1.271.186	-	4.453.289
Correction of tangible asset value						
Disposal, transfers and other deductions	-	-810.393	-236.017	-2.714.902	-14.601	-3.775.885
The balance on December 31 st , 2024	2.903.226	72.365.587	780.982	35.764	0	76.085.559
Cumulated value adjustments						
The balance on January 1 st , 2024	1.883.312	61.993.864	774.439	-	-	64.651.615
Adjustments recorded during the year	126.630	3.060.172	68.092	-	-	3.254.894
Correction of tangible assets depreciation	-	-	-	-	-	-
Deductions or reversal	-	-810.388	-236.018	-	-	-1.046.406
The balance on December 31 st , 2024	2.009.942	64.243.648	606.513	-	-	66.860.103
Net accounting value on January 1st, 2024	<u>662.931</u>	<u>8.399.789</u>	<u>199.767</u>	<u>1.479.479</u>	<u>14.601</u>	<u>10.756.567</u>
Net accounting value on December 31st, 2024	<u>893.284</u>	<u>8.121.940</u>	<u>174.469</u>	<u>35.764</u>	<u>0</u>	<u>9.225.456</u>

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NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

c) Financial assets

(lei)

Gross value

The balance on January 1 st , 2024	1.235
Increases	-
Deductions	-
The balance on December 31 st , 2024	<u>1.235</u>

2 PROVISIONS FOR RISKS AND EXPENSES

Name of provision	Balance at the beginning of the financial year	Transfers to the account	from the account	Balance at the end of the financial year
I. PROVISIONS FOR RISKS AND EXPENSES (rows 2-6)	231.329	610.391	627.217	214.503
Provisions for litigation (account 1511)	0	0	0	0
Provisions for guarantees to customers (account 1512)	0	0	0	0
Provisions for the decommissioning of tangible non-current assets (account 1513)	0	0	0	0
Provisions for restructuring costs (account 1514)	0	0	0	0
Other provisions for risks and expenses (account 1518)	231.329	610.391	627.217	214.503
II. PROVISIONS FOR DEPRECIATION OF INVENTORIES AND WORK IN PROGRESS	1.002.971	59.594	137.067	925.497
Raw materials (acc. 391)	0	0	0	0
Consumables (acc. 392)	421.425	69.203	0	490.628
Work in progress (acc. 393)	0	0	0	0
Goods (acc. 394)	581.546	-9.609	137.067	434.869
Inventories held at third parties (acc. 395)	0	0	0	0
Animals (acc. 396)	0	0	0	0
Goods purchased for resale (acc. 397)	0	0	0	0
Packaging materials (acc. 398)	0	0	0	0
III. PROVISIONS FOR DOUBTFUL DEBTS	185.848	50.734	0	236.582
Customers (acc. 491)	0	0	0	0
Debts from group companies and shareholders/associates (acc. 495)	0	0	0	0
Sundry debtors (acc. 496)	185.848	50.734	0	236.582
IV. PROVISIONS FOR DEPRECIATION OF TREASURY ACCOUNTS	0	0	0	0
Provisions for depreciation of financial investments in group companies (acc. 591)	0	0	0	0
Other provisions for treasury accounts (acc.592+595+596+598)	0	0	0	0
GRAND TOTAL (rows 01+07+16+20)	1.420.147	-720.719	764.284	1.376.582

The provisions for risks and expenses include also the provision for annual leave not taken on 31.12.2024.

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

Provisions for finished products and materials were calculated according to their age of over 2 years according to the company's accounting policies.

3 PROFIT APPROPRIATION

The appropriation below was carried out by the Company according to the regulations in force on mandatory appropriation under Law 31/1990 on trading companies.

<u>Destination</u>	<u>The financial year ended on December 31st, 2023 (lei)</u>	<u>The financial year ended on December 31st, 2023 (lei)</u>
Profit appropriation at:	0	0
- share capital	0	0
- legal reserve	0	0
- loss coverage from previous years	0	0
- loss carried forward to be recovered in future years	6.514.088	8.842.002

The year 2024 ended with a loss of 8.842.002 lei, which will be recovered from the profit in future years.

4 ANALYSIS OF OPERATING EARNINGS

Name of indicator	Financial year	
	Previous	Current
0	1	2
1. Net turnover	131,207,175	112,796,934
2. Cost of sold goods and provided services (3 + 4 + 5)	118,291,468	110,838,888
3. Costs of basic activity	73,842,656	72,285,268
4. Expenses of auxiliary activities	38,383	47,462
5. Indirect production costs	44,410,438	38,506,157
6. Gross earnings related to net turnover (1 - 2)	12,915,706	1,958,046
7. Sale costs	2,820,217	3,900,958
8. General administration costs	12,675,310	8,625,900
9. Other operating income	-2,155,658	3,395,858
10. Operating earnings (6 - 7 - 8 + 9)	-4,735,479	-7,172,954

5 STATEMENT OF DEBTS

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

Debts	Balance at the beginning of the financial year	Balance at the end of the financial year	Maturity	
			Less than 1 year	Over 1 year
0	1	2 = 3+4	3	4
Debtenture loans	-	-	-	-
Amounts owed to credit institutions	25.052.019	34.712.377	34.712.377	-
Advances cashed in the orders accounts	-	-	-	-
Trade payables – suppliers, affiliated entities and other related parties	0	186.670	186.670	-
Trade payables - third party suppliers	10.343.898	10.386.414	10.386.414	-
Trade payables - total (3+4+5)	10.343.898	10.573.084	45.285.460	-
Trade bills payable	-	-	-	-
Amounts owed to affiliated entities	-	-	-	-
Amounts owed to entities with participating interests	-	-	-	-
Other payables, including tax and social security debts	3.281.460	2.738.762	2.738.762	-
Total	38.677.377	48.024.222	48.024.222	-

Other debts	Balance at the beginning of the financial year	Balance at the end of the financial year	Maturity	
			Less than 1 year	Over 1 year
Salaries and similar debts	(827.061)	(919.090)	(919.090)	-
Social security and other payroll taxes	(766.954)	(866.332)	(866.332)	-
Debts to shareholders	-	-	-	-
VAT and other taxes, duties and similar charges	(553.427)	(630.752)	(630.752)	-
Other debts	(1.134.017)	(322.588)	-	-
Total	(3.281.460)	(2.738.762)	(2.738.762)	-

Receivables	Balance at the beginning of the financial year	Balance at the end of the financial year	Liquidity term	
			Less than 1 year	Over 1 year
0	1	2=3+4	3	4
Trade receivables, of which:				
Trade receivables - with affiliated entities/other related parties	32.832	-	-	-
Trade receivables - third parties	15.615.824	15.898.016	15.648.656	-
Total trade receivables	15.648.656	15.898.016	15.648.656	-
Value adjustments for trade receivables	(185.848)	(236.582)	-	-
Net trade receivables	15.462.808	15.661.434	15.661.434	-
Other receivables and payables			-	-
Non-deductible VAT	19.291	19.542	19.542	-
Corporate income tax	16.364	16.364	16.364	-
Other state budget receivables	162.229	162.229	162.229	-
Other social receivables	323.405	396.235	396.235	-
Other receivables	521.289	594.371	594.371	-
Value adjustments for other receivables	-	-	-	-
Other net receivables	521.289	594.371	594.371	-

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NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

Total trade and other receivables	15.984.097	16.255.805	16.255.805	-
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6 ACCOUNTING PRINCIPLES, POLICIES AND METHODS

The main accounting policies adopted for drafting these financial statements are presented below.

A Bases for drafting the financial statements

(1) General information

The financial statements were drafted according to:

- (i) The Accounting Law 82/1991 republished in November 2012 („Law 82”);
- (ii) The accounting regulations on individual annual financial statements and annual consolidated financial statements, approved by the Order of the Minister of Public Finances from Romania 1802/2014 with subsequent amendments („OMF 1802”).

The financial statements related to the previous financial year were drafted according to the provisions of OMF 1802/2014.

These financial statements were drafted based on the historical cost convention, with the exceptions presented further in the accounting policies.

(2) Use of estimates

The preparation of financial statements requires the company management to carry out estimates and hypotheses that affect the values reported for assets and liabilities and to present the contingent liabilities and assets on the drafting date of financial statements and the income and expenses reported for that period. Although these estimates are made by the Company management based on the best available information on the date of financial statements, the results obtained may be different from these estimates.

(3) Going concern

These financial statements were drafted based on the going concern principle implying that the Company will continue its activity in the predictable future. To assess the applicability of this presumption, the management analyses the forecasts related to future cash inflows.

Based on these analyses, the management considers that the Company will be able to continue its activity in the predictable future and therefore the application of the going concern principle in drafting the financial statements is justified.

(4) The currency of financial statements

Accounting is kept in the Romanian language and national currency. The items included in these financial statements are expressed in Romanian lei.

B Translation of transactions into foreign currency

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NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

The company transactions in foreign currency are recorded at the exchange rates communicated by the National Bank of Romania („BNR”) for the date of transactions. At the end of each month, the monetary balances in foreign currency are translated into lei at the exchange rates communicated by BNR for the last banking day of the month. The gains and losses resulting from the settlement of transactions in foreign currency and translation of monetary assets and liabilities expressed in foreign currency are recognized in the profit and loss account within the financial statement.

C Intangible assets

(i) Concessions, patents, licenses, trademarks, similar rights and assets

The licenses related to the use rights of computer programs are recognized at the purchase cost. The intangible assets are not revalued. The licenses related to the use rights of computer programs are amortized using the linear method for a period of up to 3 years.

D Tangible assets

(1) Cost

The tangible assets are initially evaluated at the purchase cost.

The service and repair of tangible assets are recorded as expenses when occurring and the significant improvements brought to tangible assets, that increase their value of life period or significantly increase their capacity to generate economic benefits, are capitalized.

(2) Amortization

Amortization is calculated at the initial value, using the linear method during the estimated useful life of the assets, as follows:

<u>Asset</u>	<u>Years</u>
Buildings	1 – 24
Plant and machinery	3 - 30
Other plants, machinery and furniture	3 - 16

The amortization of tangible assets is calculated starting with the month after commissioning and until the full recovery of their initial value.

(3) Sale/discarding of tangible assets

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The tangible assets that are discarded or sold are removed from the balance sheet along with the corresponding cumulated amortization. Any profit or loss resulting from the difference between the revenues generated by derecognition and its unamortized value, including the expenses incurred by such operation, is included in the profit and loss account, in „Other operating revenues” or „Other operating expenses”, depending on the case.

E Depreciation of tangible and intangible assets

At the end of the financial year, the value of items of tangible and intangible assets is harmonized with the inventory results. For this purpose, the net accounting value is compared to the value established based on the inventory, called inventory value. The minus differences between the inventory value and net accounting value of items of assets are entered in the accounts based on the additional depreciation, in the case of depreciable assets for which the depreciation is irreversible or the impairment is carried out when the depreciation is reversible. The inventory value is established depending on the good utility, its state and market price.

F Inventories

The inventories are recorded at the lowest value between cost and net realizable value. The cost is determined based on the average weighted cost (AWC). The cost of finished products and work in progress includes consumables, workforce and indirect production costs. Wherever necessary, provisions for slow-moving, physically and morally outdated inventories. The net realizable value is estimated based on the sale price minus the completion costs and sale expenses.

The trade discounts granted by suppliers reduce the purchase cost of inventories if these are still recorded into inventory.

Due to the repeatability of orders, the change in the product mix requested by customers and the frequency of receiving orders in the last 5 years, it was decided that the provisions for inventories should be recognized only for inventories older than 2 years.

G Trade receivables

The trade receivables are recorded at the invoiced value, except for the provision for doubtful debts. The provision for doubtful debts is created if there are objective records of the fact that the Company will not be able to collect all the amounts at the initial terms.

H Cash and cash equivalents

The cash and cash equivalents are emphasized in the balance sheet at cost. For the cash flow statement, the cash and its equivalents include the cash on hand, bank accounts, short-term financial investments (overnight deposits) and cash advances.

I Share capital

Ordinary shares are classified in equity.

J Dividends

The dividends related to ordinary shares are recognized in equity in the period in which they are declared.

K Loans

The short and long-term loans are initially recorded at the amount received, net of the costs related to the procurement of loans. In the following periods, the loans are recorded at the depreciated cost using the method of actual yield, the differences between the amounts received (net of procurement costs) and the normal redemption value being recognized in the profit and loss account during the loan contract.

The short-term portion of long-term loans is classified as "Debts: amounts to be paid within a maximum of one year".

L Accounting of leasing contracts in which the Company is a lessee

(1) Financial leasing contracts

The leasing contracts for tangible assets in which the Company assumes all the risks and benefits related to the property are classified as financial leasing contracts. The financial leasing is capitalized at the estimated updated value of payments. Each payment is divided between the capital and interest item to obtain a constant interest rate during reimbursement. The owed amounts are included in the short or long-term debts. The interest item is recorded in the profit and loss account during the contract. The assets owned within the financial leasing contracts are capitalized and amortized during their useful life.

M Commercial debts

The commercial debts are recorded at the value of amounts to be paid for the goods or services received.

N Provisions

The provisions are recognized when the Company has a legal or implicit obligation generated by a previous event, when the outflow of resources may be needed to settle the obligation and when the credible estimation of the obligation value can be carried out.

O Benefits of employees

Pensions and other benefits after retirement

During the normal course of activity, the Company makes payments to the health, pension and unemployment funds on behalf of its employees, at the statutory rates. All the Company employees are members of the Romanian pension scheme. These costs are recognized in the profit and loss account along with the recognition of salaries.

The company does not have any other pension scheme or benefit plan after retirement and thus no other type of obligations related to pensions.

P Taxation

The current income tax

The company records the current income tax based on the taxable profit from fiscal reporting, according to the relevant fiscal law.

Q Recognition of revenues

Revenues refer to sold goods.

The revenues from the sale of goods are recognized when the Company transferred the main risks and benefits related to the ownership of goods to the buyer.

The revenues from interests are periodically and proportionally recognized as the revenue is generated, according to accrual accounting.

In these financial statements, the revenues and expenses are presented at gross value. In the accounting balance, the debts and receivables from the same partners are presented at net value when there is a compensation right.

R Turnover

The turnover refers to the amounts invoiced and to be invoiced, net of VAT and commercial rebates, for goods delivered or services provided to third parties.

S Operating expenses

The operating expenses are recognized in the period to which they refer.

T Financial expenses

HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

The financial expenses are recognized in the period to which they refer.

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7 CONTRIBUTIONS AND FINANCING SOURCES

a) Profit certificates, transferable securities, convertible bonds

The company did not issue profit certificates, bonds or other transferable securities, except own ordinary shares.

b) Share capital

The value of subscribed capital on December 31st 2024 was 29.864.650 lei lei (December 31st 2023: 29.864.650 lei) representing 2.986.465 shares (December 31st 2023: 2.986.465 shares). All shares are ordinary, subscribed and paid in full on December 31st 2024. All shares have the same voting right and a nominal value of 10 lei/share (December 31st 2023: 10 lei/share).

The shareholding structure on December 31st 2024 is the following:

	<u>Number of shares</u>	<u>Amount (lei)</u>	<u>Percentage (%)</u>
Harsha Engineers International Limited	2.986.465	29.864.650	100

The shareholding structure on December 31st 2023 is the following:

	<u>Number of shares</u>	<u>Amount (lei)</u>	<u>Percentage (%)</u>
Harsha Engineers International Limited	2.986.465	29.864.650	100

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NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024**8 INFORMATION ON EMPLOYEES AND MEMBERS OF ADMINISTRATION, MANAGEMENT AND SUPERVISION BODIES AND OTHER KEY-PERSONS****a) Allowances granted to members of administration, management and supervision bodies and other key-persons**

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
<i>Salary and benefit expenses (*):</i>		
Administrators	938.425	1.024.766
Managers	<u>1.650.059</u>	<u>1.608.792</u>
	<u>2.588.484</u>	<u>2.633.558</u>

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
<i>Salaries to be paid at the end of the period:</i>		
Administrators	83.452	84.691
Managers	<u>165.101</u>	<u>176.152</u>
	<u>248.553</u>	<u>260.843</u>

b) Commitments on pensions granted to the former members of administration, management and supervision bodies

c) During the financial years ended on December 31st, 2023 and December 31st, 2024, the Company did not have commitments on pensions granted to the former members of administration, management and supervision bodies.

d) Advance payments and loans granted to the members of administration, management and supervision bodies and other key-persons

During the financial years ended on December 31st, 2023 and December 31st, 2024, advance payments and loans were not granted to the managers and administrators of the Company, except for the advance payments and business trips.

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HARSHA ENGINEERS EUROPE SRL**NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS****FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024**

e) Employees

The average number of employees during the year was as follows:

	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
Administrative staff	40	34
Production staff	<u>174</u>	<u>166</u>
	<u>214</u>	<u>200</u>

Staff expenses include the following:

	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
Social security expenses	923.079	1.005.828
Pension expenses	-	-

9 ECONOMIC – FINANCIAL INDICATORS

Name of indicator	Amount
1. Liquidity indicators	
a) Current liquidity indicator	0.62
b) Current liquidity indicator	0.34
2. Risk indicators:	
a) Degree of indebtedness indicator	0
b) Interest coverage indicator	-4.43
3. Activity indicators (management indicators)	
a) Inventory turnover	9.88
b) Inventory turnover (days on hand)	36.95
c) Days' sales outstanding ratio	59.91
d) Days' payable outstanding ratio	33.60
e) Fixed asset turnover	12.21
f) Total asset turnover	2.88
4. Profitability indicators	
a) Return on capital employed	0.85
b) Gross sales margin	-0.06

10 OTHER INFORMATION**a) Information on the Company presentation**

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

HARSHA ENGINEERS EUROPE SRL is a Romanian legal entity, a limited liability company, with a registered office in Braşov, Braşov-Ghimbav Industrial Park, County Road 103 C, Hall 4, Braşov County.

The main activity of the company is the manufacture of bearings, gears, gearboxes and mechanical transmission elements.

The company has a single foundry in Braşov.

HARSHA ENGINEERS EUROPE SRL is 100% owned by Harsha Engineers International Limited with registered office at NH-8a, Sarkhej-Bavla Highway, Changodar, Ahmedabad-382213, Gujarat, CIN: U29307GJ2010PLC063233.

b) Information on entity relations with subsidiaries, associated entities or other entities in which it owns shares

The information on subsidiaries, associated entities and businesses under common control is presented in Note 10 g).

c) Turnover

The company has one segment of activity and the entire production is sold mostly on the territory of the European Union.

d) Events after the balance sheet date.

None.

e) Fees paid to auditors/censors

The company paid fees for the statutory audit according to the contract concluded between the parties in 2023 and 2024.

f) Probable debts and granted commitments

The current value of obligations from financial leasing can be presented as follows:

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HARSHA ENGINEERS EUROPE SRL**NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS****FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024**

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
Less than 1 year	811.149	322.588
Between 1 year and 5 years	<u>322.868</u>	<u>0</u>
	<u>1.134.017</u>	<u>322.588</u>

The commitments granted refer to the office and warehouse rental contracts.

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
Less than 1 year	3.788.078	3.787.698
Between 1 year and 5 years	15.152.312	12.941.300
Over 5 years	1.578.365	0
	<u>20,518,755</u>	<u>16.728.998</u>

g) Transactions with related parties

<u>Name of Company</u>	<u>Type of relation</u>	<u>Type of transaction</u>	<u>Country of origin</u>
Harsha Engineers International Limited	Mother-company	Purchase/sale of goods	India
HASPL Americas Corporations	Related company	Without transactions	USA
Harsha Precision Bearing Components (China) Co. Ltd	Related company	Purchase of goods	China
Sunstream Green Energy One Pvt Ltd	Related company	Without transactions	India
Cleanmax Harsha Solar LLP	Related company	Without transactions	India
Goldi Harsha Ventures LLP	Related company	Without transactions	India

(1) Sale of goods and services

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
Sale of services		
a) mother-company	22.281	0
b) other related parties	-	-
Total	<u>22.281</u>	<u>0</u>
Sale of goods		
a) mother-company	32.832	0
b) other related parties	=	=

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

Total	<u>32.832</u>	<u>0</u>
(2) Purchase of goods and services		
	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
	(lei)	(lei)
Purchase of services		
<i>a) mother-company</i>	199.056	186.908
<i>b) entities with common control or significant influence on the Company</i>	-	-
<i>g) other related parties</i>	=	=
Total	<u>199.056</u>	<u>186.670</u>
(2) Purchase of goods and services		
	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
	(lei)	(lei)
Purchase of goods		
<i>a) mother-company</i>	<u>0</u>	<u>0</u>
<i>b) other related parties</i>	=	<u>0</u>
Total	<u>0</u>	<u>0</u>
(3) Balances resulted from the sale/purchase of goods/services		
	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
	(lei)	(lei)
Receivables		
<i>a) mother-company</i>	32.832	0
<i>g) other related parties</i>	-	-
Total	<u>32.832</u>	<u>0</u>
	<u>December 31st, 2023</u>	<u>December 31st, 2024</u>
	(lei)	(lei)
Debts		
<i>a) mother-company</i>	0	186.670
<i>b) entities with common control or significant influence on the Company</i>	-	-
<i>g) other related parties</i>	=	0
Total	<u>0</u>	<u>186.670</u>

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

(4) Loans from related parties

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
Interest to be paid		
<i>a) mother-company</i>	<u>0</u>	<u>0</u>
Total	<u>0</u>	<u>0</u>

(5) Loans to related parties

	<u>December 31st, 2023</u> (lei)	<u>December 31st, 2024</u> (lei)
<i>Loan:</i>		
<i>a) mother-company</i>		0
Total	0	<u>0</u>
<i>Interest:</i>		
<i>a) mother-company</i>	<u>0</u>	<u>0</u>
Total	<u>0</u>	<u>0</u>

Environmental aspects

The company has incurred expenses related to environmental protection, wastewater management, waste management, soil, groundwater and surface water protection.

Financial risks

Foreign exchange risk

The company has transactions and loans in a currency other than the functional currency (RON). As the Company has both debts and receivables in EUR, it protects itself in this way against foreign exchange risk.

Credit risk

The company is involved in commercial relationships with only recognized third parties, which justifies credit financing. The Company's policy is that all customers who wish to be involved in commercial relationships under credit terms are subject to verification procedures. Moreover, the balances of receivables are constantly monitored, resulting in an insignificant exposure of the Company to the risk of uncollectible receivables.

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Subsequent events

At the same time, the company analysed the potential implications due to the conflict situation in Ukraine and concluded that there are no major consequences on its activity, having no commercial or other exposure with the parties involved. A potential risk related to the increase in utility and raw material prices will be discussed with customers during scheduled negotiations to increase selling prices.

Following the internal analyses performed (analysis of the 2024 budget as well as projections related to cash inflows and outflows for 2024), the management concluded that the Company has the necessary resources to continue its activity for the next 12 months.

11 CONTINGENCIES

(a) Taxation

The Romanian taxation system suffered multiple modifications in the last years and it is in a continuous update and modernization process. Therefore, there are different interpretations of fiscal law. In certain situations, the fiscal authorities can differently treat certain aspects, calculating additional taxes and fees and related late payment interests and penalties (with the total value of 0.03% per day of delay in the present). The fiscal year remains open for fiscal verification for 5 years in Romania. The company management considers that the fiscal obligations included in these financial statements are adequate.

(b) Transfer price

The fiscal law from Romania includes the principle of “market value”, according to which the transactions between the affiliated parties must be carried out at market value. The taxpayers who carry out transactions with affiliated parties must draw up and make available the file of transfer prices to the Romanian fiscal authorities, at their written request. The failure to submit the file of transfer prices or submission of an incomplete file can lead to penalties for unconformity; moreover, the fiscal authorities can interpret the transactions and circumstances differently from the management interpretation, concerning the content of the transfer price file, and therefore, can impose additional fiscal obligations resulted from the adjustment of transfer prices. The company management considers that it will not suffer losses in the case of fiscal control for the verification of transfer prices. However, the impact of different interpretations of the fiscal authorities cannot be credibly estimated. It can be significant for the financial position and/or company operations.

ADMINISTRATOR

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HARSHA ENGINEERS EUROPE SRL

NOTES TO INDIVIDUAL ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED ON DECEMBER 31st, 2024

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I, the undersigned, **Marian Lucica Georgiana**, sworn interpreter and translator for the English language under Authorization no. 38619/2019, issued by the Romanian Ministry of Justice, hereby certify the accuracy of the translation from Romanian into English, that the text submitted has been translated completely, without omissions, and that the translation of the document has not distorted its content and meaning.



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