

ICME ECAB SA

Financial statements for the year ended 31 December 2022

Prepared in accordance with the Order of the Romanian Minister of Public Finance no. 1802/2014 and subsequent amendments

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ICME ECAB SA
Balance Sheet

	Note	31 december 2021	31 december 2022
A. Non-Current Assets			
I. Intangible Assets			
2. Development expenses	3.1	729.144	486.282
3. Concessions, patents, licenses, trademarks, similar rights and assets and other intangible assets	3.1		
		6.054.402	6.758.112
6. Advance payments	3.1	475.920	450.751
Total		7.259.466	7.695.145
II. Tangible Assets			
1. Freehold land and buildings	3.2	137.200.859	134.849.623
2. Plant and machinery	3.2	100.009.193	98.980.472
3. Other plant, machinery and fixtures	3.2	2.642.854	3.872.208
5. Advance payments and tangible fixed assets in progress	3.2	3.799.660	3.925.961
9. Advance payments	3.2	1.340.763	3.585.295
Total		244.993.329	245.213.559
III. Financial Assets			
1. Investments in subsidiaries	3.3	67.000	67.000
6. Other loans	3.3	185.295	182.486
Total		252.295	249.486
Non-Current Assets - Total		252.505.090	253.158.190
B. Current Assets			
I. Inventories			
1. Raw materials and consumables	4.1	62.286.575	75.995.808
2. Work in progress	4.1	48.863.141	53.794.701
3. Finished goods and merchandise	4.1	88.390.436	120.724.651
4. Advance payments for the acquisition of inventories	4.1	787.019	607.103
Total		200.327.171	251.122.263
II. Receivables			
1. Trade receivables		114.741.110	109.311.989
2. Receivables from affiliated companies	12	112.027.317	165.738.300
4. Other receivables		9.918.216	16.281.510
Total		236.686.643	291.331.799
IV. Cash And Cash Equivalents		3.745.003	7.175.760
Current Assets - total		440.758.817	549.629.822
C. Prepaid Expenses		708.405	1.371.363
Short term amounts (under one year)		708.405	1.371.363
D. Liabilities: amounts due within one year			
2. Amounts owed to credit institutions		128.393.616	143.393.145
3. Advance payments received for orders		74.223	490.811
4. Trade debts – suppliers		84.732.570	95.594.447
6. Amounts due to affiliated companies	12	240.756.299	283.030.689
8. Other liabilities, including tax and social security contributions liabilities		9.426.430	16.084.609
Total		463.383.138	538.593.701
E. Net Current Assets/Net Current Liabilities		(22.165.938)	12.080.528
F. Total Assets Less Current Liabilities		230.339.152	265.238.718
G. Liabilities: Amounts Due After One Year			
2. Amounts owed to credit institutions		6.679.935	-
8. Other liabilities, including tax and social security contributions liabilities		9.090.251	7.725.980
Total		15.770.186	7.725.980
I. Deferred Income			
1. Investment subsidies		135.552	-
Short term amounts (under one year)		135.552	-

ICME ECAB SA
Balance Sheet

2. Other deferred income		114.470	326.956
Short term amounts (under one year)		114.470	326.956
Total		250.022	326.956
J. Capital And Reserves			
I. Capital			
1. Subscribed and paid up capital	9	34.375.835	34.375.835
Total		34.375.835	34.375.835
III. Revaluation Reserve		189.210.845	187.725.255
IV. Reserves			
1. Legal reserve		6.964.307	6.964.307
3. Other reserves		9.682.257	9.682.257
Total		16.646.564	16.646.564
Gains in respect of sales or cancellation of own equity instruments		487.594	487.594
V. Profit / (Loss) Brought Forward			
Balance D		33.366.278	24.666.282
VI. Profit / (Loss) For The Year			
Balance C		7.214.406	42.943.772
Shareholders Equity – total		214.568.966	257.512.738

Authorised for issue and signed on behalf of the Board of Directors as at 27 april 2023 by:

LAIOS KONSTANTINOS

Administrator

Signature _____

Unit's stamp



Prepared by,

OLAN RAMONA

Chief Financial Officer

Signature _____

Registration no. with the professional body

ICME ECAB SA
Income Statement

	Note	2021	2022
1. Net Turnover	9	1.187.990.288	1.293.611.319
Sales of produced goods		916.626.345	1.158.682.737
Sales of goods purchased for resale		271.363.943	134.928.582
2. Revenues associated with the cost of completed production			
Sold C		39.280.671	35.394.262
3. Own production capitalized		2.505.552	1.429.138
6. Income from investments subsidies		111.310	59.868
7. Other operating income:		2.236.691	4.655.467
Operating income – total		1.232.124.512	1.335.150.054
8. a) Expenses related to raw materials and consumables		788.278.875	939.999.408
Other material expenses		23.465.909	35.911.278
b) Other utilities expenses (electricity, heating and water)		24.700.367	29.674.485
c) Expenses regarding goods for resale		259.028.776	124.816.997
Trade discounts received		(862.962)	(53.116)
9. Personnel expenses	10.1	53.089.683	63.260.543
from which:			
a) Salaries		52.015.762	61.983.750
b) Expenses related to social security contributions		1.073.921	1.276.793
10. a) Value adjustment related to tangible and intangible assets		19.284.611	19.138.133
a.1) Expenses		19.284.611	19.138.133
b) Value adjustments for current assets		245.999	2.688.934
b.1) Expenses		245.999	2.878.359
b.2) Revenues		-	189.425
11. Other operating expenses	10.2	48.026.438	63.683.245
11.1 Third party services expenses		36.964.935	52.117.458
11.2 Other taxes, duties and similar expenses; expenses representing transfers and contributions due on the basis of special normative acts		2.042.000	2.228.472
11.3 Environmental expenses		177.081	235.023
11.6 Other expenses		8.842.422	9.102.292
Operating expenses – total		1.215.257.696	1.279.119.907
Operating profit or loss			
- Profit		16.866.816	56.030.147
13. Income interest		160	219
15. Other financial revenues		10.434.557	10.529.980
Financial Revenues – total		10.434.717	10.530.199
17. Interest expenses		4.801.145	5.724.922
Other financial expenses		15.285.982	11.380.226
Financial Cost – total		20.087.127	17.105.148
Financial Profit or loss			
- Loss		9.652.410	6.574.949
Total Income		1.242.559.229	1.345.680.253
Total expenses		1.235.344.823	1.296.225.055
18. Profit Or Loss Before Tax			
- Profit		7.214.406	49.455.198

ICME ECAB SA
Income Statement

19. Income Tax	-	6.511.426
21. Net Profit Or Loss		
- Profit	7.214.406	42.943.772

Authorised for issue and signed on behalf of the Board of Directors as at 27 april 2023 by:

LAIOS KONSTANTINOS

Administrator

Signature _____

Unit's stamp



Prepared by,

OLAN RAMONA

Chief Financial Officer

Signature _____

Registration no. with the professional body

ICME ECAB SA
Statement of Cash Flow

	Note	2021	2022
Cash flow from operating activities:			
Profit/(Loss) before income tax		7.214.406	42.943.772
Adjustments for:			
Depreciation and impairment of intangible and tangible assets		19.284.611	19.138.133
Value adjustment for current assets		245.999	2.688.934
Gains/(losses) on disposals of property, plant and equipment		3	122.943
Grants amortization		(151.194)	(135.552)
Unrealized exchange rates		4.318.632	(236.776)
Income tax		-	6.511.426
Interest income		(160)	(219)
Interest expense		4.801.145	5.724.922
Operating cash flows before working capital changes		35.713.442	76.757.583
(Increase)/Decrease in trade and other receivables		(114.478.826)	(53.968.769)
(Increase)/Decrease in inventories		(61.963.656)	(52.077.547)
Increase/(decrease) in trade and other payables		145.753.055	51.793.583
Changes in working capital		(30.689.427)	(54.252.734)
Interest paid/(received)		(4.801.145)	(5.724.922)
Income taxes paid		(181.600)	-
Net cash from (used in) operating activities		41.270	16.779.928
Cash flows from investing activities			
Payments for purchase of property and equipment, intangible assets and other long term assets		(5.530.131)	(18.994.496)
Interest received		160	219
Net cash from (used in) investing activities		(5.529.971)	(18.994.277)
Cash flows from financing activities			
Repayment of borrowings		(2.584.925)	7.109.068
Repayment of lease liabilities		(4.955.620)	(4.369.865)
Proceeds from sale & leaseback		7.220.914	2.805.903
Net cash from (used in) financing activities		(319.631)	5.645.106
Net increase in cash and cash equivalents		(5.808.332)	3.430.757
Cash and cash equivalents at the beginning of the year		9.553.335	3.745.003
Cash and cash equivalents at the end of the year		3.745.003	7.175.760

Authorised for issue and signed on behalf of the Board of Directors as at 27 april 2023 by:

LAIOS KONSTANTINOS

Administrator

Signature _____

Unit's stamp



Prepared by,
OLAN RAMONA

Chief Financial Officer

Signature _____

Registration no. with the professional body



Independent Auditor's Report

To the Shareholders of ICME ECAB S.A.

Our Opinion

In our opinion, financial statements give a true and fair view of the financial position of ICME ECAB S.A. (the "Company") as of 31 December 2022, and the Company's financial performance and cash flows for the year then ended in accordance with the Order of the Minister of Public Finance of Romania no. 1802/2014 with subsequent changes and amendments ("OMF 1802/2014") and the accounting policies presented in the Notes to these financial statements.

What we have audited

The Company's financial statements comprise:

- the balance sheet as at 31 December 2022;
- the profit and loss account for the year then ended;
- the statement of cash flows for the year then ended;
- the statement of changes in equity for the year then ended;
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial statements as at 31 December 2022 are identified as follows:

- Total equity RON thousand 257,513;
- Net profit for the year RON thousand 42,944.

The Company's registered office is in Bucharest, no. 42, Drumul între Tarlale str., Sector 3 and the Company's unique fiscal registration code is RO11703669.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and Law 162/2017 regarding statutory audit of annual financial statements and annual consolidated financial statements and regarding changes to other regulations and subsequent amendments ("Law 162/2017"). 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code") and the ethical requirements of the Law 162/2017 that are relevant to our audit of financial statements in Romania. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the Law 162/2017.

PricewaterhouseCoopers Audit S.R.L.
Ana Tower, 24/3 floor, 1A Poligrafiei Blvd, District 1, 013704 Bucharest, Romania
EUID ROONRC.J40/17223/1993, fiscal registration code RO4282940, share capital RON 7,630
T: +40 21 225 3000, F: +40 21 225 3600, www.pwc.ro

This version of our report is a translation from the original, which was prepared in Romanian language. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.

Other matters

These financial statements are not intended to present the financial position, results of operations and a complete set of notes to the financial statements of the Company in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Romania. Accordingly, the financial statements are not designed for those who are not informed about Romanian legal and statutory requirements including OMF 1802/2014 and subsequent amendments.

Reporting on other information including the Administrators' Report

The Administrators are responsible for the other information. The other information comprises the Administrators' Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information, including the Administrators' Report.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above 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.

In accordance with OMF 1802/2014, article 492⁵, in connection with our audit of the financial statements, our responsibility is to verify whether the Non-Financial Statement was prepared.

We confirm that the Non-Financial Statement referred to in the articles 492¹ – 492⁷ has been prepared together with the Administrators' Report and considers the taxonomy as per requirements of the Regulation EU No 852/2020 of the European Parliament and of the Council and subsequent amendments (the "Regulation 852/2020").

We have not performed any specific procedures for providing any form of assurance regarding the Non-Financial Statement and we do not provide any assurance with regard to it.

With respect to the Administrators' Report our responsibility is to consider whether the Administrators' Report was prepared in accordance with OMF 1802/2014, articles 489 - 492.

Based on the work undertaken in the course of our audit, in our opinion:

- the information given in the Administrators' Report for the financial year for which the financial statements are prepared is consistent with the financial statements;
- the Administrators' Report has been prepared in accordance with OMF 1802/2014, articles 489 - 492.

In addition, in light of the knowledge and understanding of the entity and its environment obtained in the course of the audit, we are required to report if we have identified material misstatements in the Administrators' Report. We have nothing to report in this regard.

Responsibilities of management for the financial statements

Management is responsible for the preparation of the financial statements, that give a true and fair view in accordance with OMF 1802/2014 and with the accounting policies presented in the Notes to the financial statements, 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. 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.



Auditor's responsibilities for the audit of the financial statements

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 auditor's 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 on the basis of these financial statements.

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

- 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.
- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 auditor's 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management 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.

On behalf of

PricewaterhouseCoopers Audit SRL

Audit firm registered with

the Public Electronic Register of financial auditors and audit firms under no. FA6

**Refer to the original signed
Romanian version**

Kenneth Spiteri

Financial auditor registered with

the Public Electronic Register of financial auditors and audit firms under no. AF417

Bucharest, 5 May 2023