

FEBRUARY, 2022



Financial report for Q3 2021

DN

DN AGRAR GROUP SA

A company listed in the MTS AeRO Premium market of Bucharest
Stock Exchange

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DETAILS OF THE ISSUER

Information on this financial report

Report type	Term report, Q3 2021
For the financial period of	9 months: 01.01.2021 – 30.09.2021 Q3: 01.07.2021 – 30.09.2021
Legal background	Annexe 13 to ASF [Romanian Financial Supervisory Authority] Regulation no. 5/2018
Report date	22.02.2022

Information on the issuer

Name	DN AGRAR GROUP S.A.
Fiscal code	24020501
Trade Register registration no.	J01/730/2008
Registered address	Alba-Iulia, Strada Piața Iuliu Maniu, Nr. 1, Bl. 31DE, Jud. Alba, ROMÂNIA [Alba-Iulia, 1, Piața Iuliu Maniu, Building 31DE, Alba County, ROMANIA]

Information on the transferable securities

Subscribed and paid capital	10.606.281,60 lei
Market where the transferable securities are traded	MTS AeRO Premium

Key features of the transferable securities issued by the company

53.031.408 ordinary shares

Sign

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Contact details

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The intermediary consolidated financial statements simplified on 30.09.2021 shown in the following pages are **not audited**.

LETTER from the CEO of DN AGRAR GROUP SA

Dear investors,

We are addressing you to present our company's results for Q3 for 2021.

With the listing of the company on the Bucharest Stock Exchange, we wanted to bring to the fore a validated business model that has a confirmed growth capacity. The experience that we have had with the investors so far supports us in the capital market and allows us to connect to a financing infrastructure enabling us to grow rapidly in the coming years.

I would like to thank all the investors who have given us their patience and support in this listing process that took longer than planned because the Romanian market and institutions are not prepared for the mechanism of preferential shares with multiple voting rights. This aspect influenced our decision to give up this type of shares; at this moment, the share capital of the company includes only ordinary shares.

Given the current situation of international conflicts – the case of Ukraine and Russia, as well as the evolution of the COVID-19 pandemic –, they continue to be the main concern internally but also externally and their evolution cannot be accurately predicted in the following period.

However, we anticipate substantial increases in milk prices soon, which have already been perceived since January 2022 and will continue throughout the year.

As short-term objectives of our company, for the first part of this year, we consider the successful completion of the Apold farm transaction, the implementation of the investment plan for this farm, the implementation of the SAP program in all the units of the DN Agrar group, for the digitisation and the efficiency of the activities, as well as the increase of the agricultural land areas of our company.

Regarding the Apold farm, we believe that the transition process of its activities will take place quickly and will not involve additional expenses, as the farm already has integrated plant and livestock production and management, in the agribusiness of the DN Agrar group of companies.

After concluding the takeover transaction, we will carry out the established investment plan – namely, increasing the milk production capacity of the farm by 50% by the end of this year and increasing the number of animals; in this sense, we started building an additional milking parlour and we intend to complete the construction by the middle of this year. Also, for the Apold farm, we want to build new animal shelters, as well as an additional feed storage hall.

In terms of increasing the area of agricultural land, as stated above, our goal is to reach 10,000 cultivated hectares. In this regard, we have advanced discussions with the landowners and we are confident that we are going to be able to achieve this goal as well.

As stated above, we consider the relationship with the shareholders of our company to be particularly important. We want to build a strong and lasting relationship; for this reason, the information must be transmitted in a way that is as transparent and prompt as possible. Thus, we intend, starting with March this year, to launch a newsletter, which will be published monthly, both on the website of the Bucharest Stock Exchange and on the website of our company; the access to this newsletter will be possible by subscription. We want this newsletter to be a detailed x-ray of our company's activity of the previous month; in this way,

we have the certainty that the information will reach our shareholders promptly and in the most accurate form possible.

I do not want to conclude, without thanking once again the investors and our extraordinary team, to whom I am grateful and with whom I have reached this point, as well as the local communities in the areas where we operate, the advisory board and our other business partners.

Considering the development plans that we have, we wish to collaborate with investors who understand the agricultural potential of Romania and with whom we can expand, taking advantage of our market position and the business model built by us so far, but also understand current trends. This should be seen not only as a simple investment, but as a long-term partnership for the future, a partnership that will treat the capital invested responsibly, to generate performance.

Jan Gijsbertus De Boer,

President of the Board of DN AGRAR GROUP SA



ABOUT DN AGRAR GROUP SA

A short history of the company and the description of the activity field

DN AGRAR GROUP SA started its activity in Romania in 2008, by leasing agricultural lands in central Transylvania – in the counties of Alba, Sibiu, and Hunedoara –, financed by foreign investments.

DN AGRAR GROUP SA currently includes 12 companies operating in fields like zootechnics – namely, raising of dairy cattle, vegetable agricultural production, agricultural service supply –, logistics, transport, and tourism.

The registered address of the company is in Alba-Iulia; this is divided into the following departments: general management, financial matters, accounting, legal matters, management advisory, engineering, human resources, marketing and PR, IT, and topography.

The presentation of the companies within DN AGRAR GROUP SA

Current no.	Company name	Associates	Administrators	Activity object
1	DN AGRAR GROUP SA	1. A.M. Advies B.V. 74,09 % 2. DN Agrar Cut SRL 0,21% 3. Other stakeholders, natural persons and legal entities 25,7%	Jan G. de Boer	Business and other management consultancy activities
2	DN AGRAR CUT SRL	1. DN Agrar Group SA 95% 2. A.M. Advies B.V. 5%	Jan G. de Boer	Growing of cereals (except rice), leguminous crops and oil seeds
3	DN AGRAR SERVICE SRL	1. DN Agrar Group SA 96,67% 2. DN Agrar Cut SRL 3,33%	DN Agrar Group SA	Post-harvest crop activities
4	DN AGRAR BIO SRL	1. DN Agrar Group SA 96,66% 2. DN Agrar Cut 3,34%	Jan G. de Boer	Raising of dairy cattle
5	DN AGRAR PRODLACT SRL	1. DN Agrar Group SA 96,67% 2. DN Agrar Cut SRL 3,33%	DN Agrar Group SA	Raising of dairy cattle
6	DN AGRAR STRAJA SRL	DN Agrar Group SA 100%	Jan G. de Boer	Raising of dairy cattle
7	DN AGRAR LOGISTICS SRL	1. DN Agrar Group SA 95% 2. DN Agrar Cut SRL 5%	DN Agrar Group SA	Freight transport by road
8	DN AGRAR GREENFIELD SRL	1. DN Agrar Group SA 95% 2. DN Agrar Cut SRL 5%	DN Agrar Group SA	Raising of dairy cattle
9	PENSIUNEA CASA BUNA SRL	1. DN Agrar Group SA 99,99% 2. DN Agrar Cut SRL 0,01%	DN Agrar Group SA	Other accommodation
10	DN AGRAR TRADING	DN Agrar Cut SRL 100%	DN Agrar Group SA	Growing of cereals (except rice), leguminous crops and oil seeds
11	FARM CONCEPT SRL	1. DN Agrar Group SA 96,67% 2. DN Agrar Cut SRL 3,33%	Jan G. de Boer	Wholesale of agricultural machinery, equipment and supplies
12	LACTO AGRAR SRL	Eurolapte B.V.100%	Jan G. de Boer	Raising of dairy cattle

DN AGRAR carefully adapts the number of animals to the number of hectares owned. This contributes to circular agriculture. DN AGRAR is aware of climate change and supports



integrated agriculture. DN AGRAR uses liquid and solid animal manure from cattle farms as an organic fertilizer for the established crops. The improved soil ensures the increased quality of cereals and cultivated plants, the plants being used as animal fodder. Fertile soil and healthy animals contribute to the company's goal of becoming an integrated agricultural entity.

The effect on biodiversity is considered with every investment and decision. The aim is to allow Romanian consumers to enjoy the best-quality Romanian milk. The seeds and fodder used for animals are not genetically modified. DN AGRAR GROUP SA is considering a project for the capitalisation of animal manure through a compost processing plant, for which the land acquisition action has already started. After completing the transaction, the action of obtaining the authorisations and necessary approvals from the competent authorities will start.

DN AGRAR GROUP SA has the most modern equipment and technologies, being managed and structured on the same level as the farms in the Netherlands and Germany, with well-qualified staff and continuous improvement.

KEY EVENTS

Events in Q3 2021

In **July 2021**, the private placement of DN AGRAR GROUP SA took place, which attracted investors' funds amounting to 24.8 million lei, namely, 25.7% of the company's share capital. The funds attracted on the occasion of the private placement were used according to the issue prospectus, for the acquisition of the Lacto Agrar farm, the transaction being completed towards the end of 2021.

One of the main objectives of the company is the constant attention to the equipment and machinery used in its activities, so in **July-September 2021**, the following types of equipment were purchased:

- 1 KOMATSU backhoe loader WB93R-8 model, manufacturing year 2021
- 2 KOMATSU hydraulic excavator PC240LC-11E0 model, manufacturing year 2021
3. GUTTLER ROLLER PW 820 MASTER MODEL, SERIES: HP22296S
4. FlatSpring for GUTTLER ROLLER, SERIES: HP80494-2

The total value of these purchases amounts to EUR 246 370.

Events after the end of the reporting period

In **August 2021**, the acceptance report was signed upon the completion of the works for the manure storage lagoon for the Prodlact farm. This lagoon has a total capacity of 25,000 cubic meters, thus facilitating the management of animal manure from the farms of the DN AGRAR group.

The agricultural land areas owned by the companies from the DN AGRAR group currently totalise 3348.38 hectares, of which approximately 2,515 hectares are currently being cultivated and harvested within Alba and Hunedoara counties, with the objective to increase

the area of the cultivated and harvested land by 10,000 hectares. Some of them are owned by companies within the DN AGRAR group, while the others are leased.

During the lease period, namely, **September-November 2021**, the additional documents for a 5-year extension of the lease agreements were executed, for most of the company's lessors; the lease agreements have, on average, a validity period of at least 10 years. Also, during the same period, new land acquisitions were made, namely, over 85 hectares of agricultural land were purchased from natural persons or legal entity owners.

On 10.11.2021, the Extraordinary and Ordinary Meeting of the Company's Shareholders took place. During this meeting, the shareholders of DN AGRAR GROUP SA present at the meeting approved by unanimous vote all the proposals on the agenda. The main decisions approved were:

1. The change in the Articles of Incorporation of the Company, by eliminating certain articles concerning Class A and B preferential shares, which became 'Shares that give the holders equal voting rights in the general meetings of shareholders', was approved.
2. The loan from ING BANK for the purchase by the Company of the shares held by DN Agrar Gârbova CV in DN AGRAR APOLD SRL, DN AGRAR HOLDING SRL, DN AGRAR CÂLNIC SRL, and PRODAG GÂRBOVA SRL was approved.
3. The modification of the structure of the Board of Directors, by increasing the number of members from 3 to 5, as well as the election of two new members in person – Sorin Gheorghe Șerban and Bințișan Cristian Dan –, both shareholders within DN AGRAR GROUP SA, was approved.

In December 2021, DN AGRAR GROUP SA received favourable approval from the Romanian Competition Authority for the acquisition of Lacto Agrar and Apold farms. For the acquisition of the Lacto Agrar farm, the company used the capital attracted through private placement; for the acquisition of the Apold farm, the company accessed, following the decisions approved at the General Meeting of Shareholders, an investment loan from ING BANK N.V. AMSTERDAM.

As both farms have integrated the vegetal and zootechnical production in the agribusiness of DN AGRAR GROUP SA, a long transition process of these activities will not be necessary after the completion of the takeover transactions.

At the end of December 2021, the acquisition of the Lacto Agrar farm was completed. Upon the completion of the Apold farm acquisition, scheduled for April 2022, DN AGRAR GROUP SA will become the largest livestock farm with cow's milk production in Romania.

Another important project for DN AGRAR GROUP SA was successfully started **at the end of 2021** – namely, the implementation of the SAP programme for the digitisation of the company's activities. This contributes to a faster growth of the company, making it easier to integrate future acquisitions into the current business model, as well as increasing the efficiency and effectiveness of all business processes within the group. The digital transformation will allow the DN AGRAR group to accelerate its growth strategy, leading to increased value for all shareholders and stakeholders involved.

Also, on the digital side, **towards the end of December 2021**, the implementation of a software programme for the management of agricultural activity was completed, which the companies within the DN AGRAR group use in their plant production activity.

Financial results assessment

The first nine months of 2021 held good financial results for DN Agrar Group SA, because, on the consolidated level, with the acquisition of Lacto Agrar SRL farm, the financial performance of the company increased, reaching a total turnover of 51.39 million lei, an increase by 18.52% compared to the same period last year.

In the field of cereal cultivation, the companies from the DN Agrar group currently cultivate 3,348.33 hectares, of which approximately 2,515 hectares within Alba and Hunedoara counties, and the objective is to reach a cultivated and harvested land of 10,000 hectares by the acquisition of other farms with vegetable agricultural production. One such acquisition in progress is the purchase of the Apold farm, which holds 3,372.36 hectares, of which 390.70 hectares are owned. The land currently owned by the DN Agrar Group SA group of companies covers an area of 299.65 hectares, while the leased area amounts to 3,048.73 hectares.

The crops of the agricultural year 2020-2021 were, as follows: triticale (365.33 ha), corn (1,622.32), and alfalfa (475.23 ha). The productions for the crops were about 6 tons/ha for grain triticale, over 15 tons/ha for silo triticale, about 6 tons/ha for grain corn, about 27 tons/ha for silo corn and about 21 tons/ha for silo alfalfa and were used both for feeding animals and for paying the rent (to those lessors that opted for cereals).

Profit and Loss Account Assessment

In the first nine months of 2021, the operating revenues was 73.95 million lei, an increase of 11.1% compared to the same period last year. Revenues from the sold milk production amounted to 50.18 million lei, registering an increase of 24.09% compared to the same period in 2020. The second-largest contribution implied the revenues related to the production of tangible fixed assets, which represents an increase by 19.21% in the number of animals for reproduction, amounting to 4.11 million lei.

The operating subsidies revenues were recorded pro-rata from the total amounts estimated for 2021, amounting to 5.12 million lei. In 2020, the operating subsidies revenues were fully recorded at the end of the year in December, hence the significant difference between the two reported periods. The subsidies are mainly in the area of agriculture received by APIA [the Agency for Payments and Intervention in Agriculture] for agricultural land and raw milk production. The grants are awarded according to the area of the land used, based on requests from the organisation.

The operating expenses increased at a slower pace than the revenues, by 7.18% in the first nine months of 2021, reaching 67.06 million lei. The main contribution was made by the expenses with raw materials and consumables, which reached 31.42 million lei, an increase of 20.31% compared to the same period last year – an evolution related to the increase in the number of animals directly productive in the farm and of the cultivated and harvested land needed to ensure the necessary fodder.

This line was followed by other external expenses, which reached the amount of 0.94 million lei, an increase of 43.72%, and by the expenses with external services, which reached the amount of 12.42 million lei, an increase of 20.08%. Along with the expansion of the number of animals, the personnel expenses increased to the amount of 10.70 million lei, by 16.25%. This increase was determined by the increase in the number of employees; the DN Agrar group of companies currently holds an average number of 186 employees

compared to 162 in the same period last year. Expenditures on depreciation and value adjustments amounted to 7.28 million lei, an increase of 3.35%.

The company's operating result increased significantly, from a value of 3.99 million lei to an operating result of 6.89 million lei – an increase of 72.64%.

Financial revenues increased by 42.97%, to 138.15 thousand lei, while financial expenses decreased by 15.28%, reaching 2.2 million lei. The decrease in financial expenses was mainly due to the decrease in interest expenses, by 17.55%, mainly due to the decrease in the balance of loans.

This led to a gross result of 4.82 million lei in the first nine months of 2021 – a significant increase compared to the amount of 1.48 million lei recorded in the same period last year. In 2021, the company closed Q3 2021 with a net profit of 4.1 million lei, an increase of 237.64% compared to the same period in 2020.

PROFIT AND LOSS ACCOUNT in LEI	30-Sep-20	30-Sep-21	?%
OPERATING REVENUES – TOTAL	66,557,189	73,948,162	11.10%
OPERATING EXPENSES – TOTAL	62,568,652	67,062,448	7.18%
OPERATING PROFIT OR (LOSS)	3,988,537	6,885,714	72.64%
FINANCIAL REVENUES – TOTAL	96,632	138,153	42.97%
FINANCIAL EXPENSES – TOTAL	2,606,098	2,207,772	-15.28%
FINANCIAL PROFIT OR (LOSS) (?)	(2,509,466)	(2,069,619)	-17.53%
GROSS PROFIT OR (LOSS)(?)	1,479,071	4,816,095	225.62%
NET PROFIT (LOSS) (?) RELATED TO THE GROUP	1,215,428	4,103,723	237.64%

Financial statement assessment

Since the beginning of the year 2021, the total assets increased by 24.19%, amounting to 166 million lei. The fixed assets increased by 1.47%, reaching 88.9 million lei. The intangible assets decreased by 0.05 million lei, caused by the natural wear of fixed assets.

Financial assets increased by approximately 3.52 thousand lei, namely, by 8.17%. Current assets increased by 67.73%, amounting to 75.72 million lei in the assessed period. The increase was mainly determined by the increase of stocks by 16.51%, amounting to 34.19 million lei, and receivables by 13.61%, amounting to 16.53 million lei. Receivables have increased due to the subsidies for agricultural activity (animal husbandry and plant cultivation), which will be collected by the end of the year. The increase registered in the cash register and bank account category was determined by the cash amount collected by the company upon the successful completion of the private placement. The increase in share capital brought approximately 24.67 million lei to the company.

FINANCIAL STATEMENT INDICATORS in LEI	31-Dec-20	30-Sep-21	?%
FIXED ASSETS – TOTAL	87,617,450	88,906,869	1.47%
CIRCULATING ASSETS – TOTAL	45,142,514	75,717,820	67.73%
ADVANCE EXPENSES	916,634	1,383,652	50.95%
TOTAL FIXED ASSETS	133,676,598	166,008,341	24.19%

The short-term debt increased moderately, by 20,6%, reaching 41,71 million lei. This is a natural increase compared to the beginning of the year, as a consequence of the increase in activity; the third-party supplier account shows an increase compared to the beginning of the year, approximately 3.67 million lei following the increase in stock; it does not show outstanding debt.

Short-term debt			
Description	31-Dec-20	30-Sep-21	?%
Short-term debt regarding loan agreements with financial institutions	8,956,569	12,455,962	39.07%
Short-term debt regarding leasing agreements	2,614,197	3,996,319	52.87%
Commercial debt	8,947,848	12,617,436	41.01%
Commercial debt to related parties	5,224,520	6,237,614	19.39%
Advances from clients	4,128	11,313	174.06%
Various creditors	501,310	527,042	5.13%
Salaries and other rights owed to the staff	620,851	835,590	34.59%
Contributions to social assurances	429,020	449,939	4.88%
Salary revenues tax	78,369	97,720	24.69%
Profit tax	1,002,970	260,983	-73.98%
VAT to be paid	314,938	204,759	-34.98%
Loans from related parties	5,883,482	3,991,138	-32.16%
Other short-term debt	8,696	24,636	183.30%
TOTAL	34,586,898	41,710,451	20.60%

The long-term debt decreased by 13.01% during the first nine months of 2021, reaching 41.51 million lei, compared to the end of 2020. The decrease compared to the beginning of this year follows the payments made for the investment loans received from ING Bank and Exim Bank, as well as the payments made for the leasing agreements set up for the purchase of agricultural equipment from BT Leasing and BRD Sogelease.

Long-term debt			
Description	31-Dec-20	30-Sep-21	?%
Loan from Exim Bank	19,527,911	17,514,458	-10.31%
Loan from ING Bank	20,443,838	15,964,751	-21.91%
Loan from Banca Transilvania	42,495	-	
BT Leasing leasing	2,053,885	1,309,250	-36.25%
BRD Sogelease leasing	4,990,517	5,480,147	9.81%
Unicredit leasing	-	583,139	
Other long-term debt (various guarantees)	658,650	658,650	0.00%
TOTAL	47,717,296	41,510,395	-13.01%

Provisions decreased by 84.92% during the first nine months of 2021, reaching 26.38 thousand lei, compared to the end of 2020.

Own capitals rose by 61.65%, reaching 82.76 million lei, an increase determined by the capital from the private placement, amounting to 24.67 million lei. The legal reserves remained at the same level, amounting to a value of 908.88 thousand lei.

FINANCIAL STATEMENT INDICATORS in LEI	31-Dec-20	30-Sep-21	?%
DEBT: AMOUNTS TO BE PAID DURING A PERIOD OF UP TO ONE YEAR	34,586,898	41,710,451	20.60%
DEBT: AMOUNTS TO BE PAID DURING A PERIOD LONGER THAN ONE YEAR	47,717,296	41,510,395	-13.01%
PROVISIONS	174,917	26,381	-84.92%
ADVANCE REVENUES - TOTAL	-	-	-
TOTAL DEBT	82,304,194	83,220,846	1.11%
OWN CAPITALS - TOTAL	51,197,487	82,761,114	61.65%
TOTAL OF OWN CAPITALS AND DEBT	133,501,681	165,981,960	24.33%

MAIN FINANCIAL INDICATORS

Current liquidity indicator	
Current assets (A)	75,717,820
Current debt (B)	41,710,451
A/B	1.82

Indebtedness degree indicator	
Borrowed capital (A)	40,851,745
Own capital (B)	82,761,114
A/B	49%

Borrowed capital (A)	40,851,745
Employed capital (B)	123,612,859
A/B	33%
<i>Borrowed capital = Loans of over 1 year</i>	
<i>Employed capital = Borrowed capital + Own capital</i>	

Rotational speed of fixed assets	
Turnover (A)	51,393,245
Fixed assets (B)	88,906,869
A/B	0.58

DN AGRAR GROUP SA and LACTO AGRAR SRL group
PROFIT AND LOSS ACCOUNT OF THE MIXED COMPANIES
for the period of 9 months, ended on 30.09.2021
(all the amounts are expressed in RON)

	30-Sep-20	30-Sep-21	? %
1. Net turnover?	43,361,928	51,393,245	18.52%
Net turnover	40,441,655	50,182,042	24.09%
Revenues from the sale of merchandise	3,319,574	1,237,894	-62.71%
Commercial discounts awarded	(399,301)	(26,691)	-93.32%
2. Pending production cost-related revenues	12,020,578	11,213,523	-6.71%
3. Tangible and intangible assets production revenues	3,447,818	4,110,073	19.21%
4. Tangible assets reassessment revenues	-	-	-
5. Real estate production revenues	-	-	-
6. Operating subsidiaries revenues	379,531	5,115,092	1247.74%
7. Other operating revenues	7,347,334	2,116,229	-71.20%
OPERATING REVENUES – TOTAL	66,557,189	73,948,162	11.10%
8. a) Raw materials and consumables expenses	26,114,507	31,417,253	20.31%
Other material expenses	944,834	752,674	-20.34%
b) Other external expenses	654,696	940,929	43.72%
c) Merchandise expenses	3,421,040	1,345,253	-60.68%
Commercial discounts received	(465,984)	(24,697)	-94.70%
9. Personnel expenses	9,202,301	10,697,270	16.25%
a) Salaries and indemnities	8,975,138	10,445,592	16.38%
b) Insurance and social protection expenses	227,163	251,678	10.79%
10.a) Value adjustments regarding tangible and intangible assets	7,044,303	7,280,467	3.35%
a.1) Expenses	7,044,303	7,280,467	3.35%
a.2) Revenues	-	-	-
b) Value adjustments regarding circulating assets	(42,930)	(379,207)	783.31%
b.1) Expenses	138,491	26,097	-81.16%
b.2) Revenues	(181,421)	(405,304)	123.41%
11. Other operating expenses	15,839,314	15,181,041	-4.16%
11.1. Expenses regarding external services	10,340,168	12,416,117	20.08%
11.2. Expenses with other taxes, duties and assimilated transfers	183,356	230,081	25.48%
11.3. Other expenses	5,315,790	2,534,843	-52.31%
Adjustments regarding provisions	(143,429)	(148,535)	3.56%
- Expenses	-	1,629	-
- Revenues	(143,429)	(150,164)	4.70%
OPERATING EXPENSES – TOTAL	62,568,652	67,062,448	7.18%
OPERATING PROFIT OR (LOSS)	3,988,537	6,885,714	72.64%
12. Revenues from participation interests	-	-	-
13. Revenues from interests	10,194	18,531	81.78%
14. Revenues from operating subsidiaries for the interest due	-	-	-
15. Other financial revenues	86,438	119,622	38.39%
FINANCIAL REVENUES – TOTAL	96,632	138,153	42.97%
17. Expenses regarding interests	1,917,942	1,581,279	-17.55%
18. Other financial expenses	688,156	626,493	-8.96%
FINANCIAL EXPENSES – TOTAL	2,606,098	2,207,772	-15.28%
FINANCIAL PROFIT OR (LOSS)(?)	(2,509,466)	(2,069,619)	-17.53%
TOTAL REVENUES	66,653,821	74,086,315	11.15%
TOTAL EXPENSES	65,174,750	69,270,220	6.28%
19. GROSS PROFIT OR (LOSS)(?)	1,479,071	4,816,095	225.62%
20. Profit tax	196,268	598,165	204.77%
21. Tax specific to some activities	-	-	-
22. Other taxes not shown above	52,588	53,444	1.63%
23. NET PROFIT OR (LOSS) (?) OF THE FINANCIAL YEAR	1,230,215	4,164,486	238.52%
Net profit or (loss) regarding minority interests	14,787	60,763	310.92%
24. NET PROFIT OR (LOSS) (?) REGARDING THE GROUP	1,215,428	4,103,723	237.64%

DN AGRAR GROUP SA and LACTO AGRAR SRL group
FINANCIAL STATEMENT OF THE MIXED COMPANIES

entered on 30.092021

(all the amounts are expressed in RON)

	31-Dec-20	30-Sep-21	? %
I. INTANGIBLE ASSETS	243,403	192,975	-20.72%
II. TANGIBLE ASSETS	87,331,000	88,667,329	1.53%
III. FINANCIAL ASSETS	43,047	46,565	8.17%
A. INTANGIBLE ASSETS – TOTAL	87,617,450	88,906,869	1.47%
I. STOCK	29,345,032	34,190,732	16.51%
II. RECEIVABLES	14,550,428	16,530,870	13.61%
III. SHORT-TERM INVESTMENTS	-	-	-
IV. CASH REGISTER AND BANK ACCOUNTS	1,247,054	24,996,218	1904.42%
B. CIRCULATING ASSETS – TOTAL	45,142,514	75,717,820	67.73%
C. EXPENSES IN ADVANCE	916,634	1,383,652	50.95%
Amounts carried forward within up to one year	465,122	749,541	61.15%
Amounts carried forward within more than one year	451,512	634,111	40.44%
D. DEBT: THE AMOUNTS TO BE PAID WITHIN A PERIOD OF UP TO ONE YEAR	34,586,898	41,710,451	20.60%
E. NET CIRCULATING ASSETS/NET CURRENT DEBT	11,020,738	34,756,910	215.38%
F. TOTAL ASSETS MINUS CURRENT DEBT	99,089,700	124,297,890	25.44%
G. DEBT: THE AMOUNTS TO BE PAID WITHIN A PERIOD OF MORE THAN ONE YEAR	47,717,296	41,510,395	-13.01%
H. PROVISIONS	174,917	26,381	-84.92%
I. SUBSIDIES FOR INVESTMENTS	-	-	-
Amounts to be carried forward within a period of up to one year	-	-	-
Amounts carried forward within a period longer than one year	-	-	-
II. REVENUES IN ADVANCE	-	-	-
Amounts to be carried forward within a period of up to one year	-	-	-
Amounts carried forward within a period longer than one year	-	-	-
III. REVENUES IN ADVANCE REGARDING THE ASSETS RECEIVED BY TRANSFER FROM CLIENTS	-	-	-
Amounts to be carried forward within a period of up to one year	-	-	-
Amounts carried forward within a period longer than one year	-	-	-
IV. NEGATIVE COMMERCIAL FUND	-	-	-
I. REVENUES IN ADVANCE - TOTAL	-	-	-
I. CAPITAL	4,496,300	15,066,482	235.09%
1. Subscribed and paid capital	4,496,300	15,066,482	235.09%
2. Subscribed and unpaid capital	-	-	-
3. State-owned equity plus assets	-	-	-
4. Research and development national institution of heritage	-	-	-
5. Other elements of own capitals	-	-	-
II. CAPITAL PREMIUMS	-	21,946,567	-
III. RESERVES FROM REASSESSMENT	4,333,728	4,333,728	0.00%
IV. RESERVES	942,980	942,980	0.00%
V. OWN SHARES (debtor account)	-	7,646	-
VI. WINNINGS/LOSSES REGARDING OWN CAPITAL INSTRUMENTS	-	-	-
VII. REPORTED PROFIT OR LOSS (?)	33,172,081	35,935,902	8.33%
VIII. FINANCIAL YEAR PROFIT OR LOSS	8,030,527	4,103,723	-48.90%
IX. PROFIT ALLOTMENT (debtor balance)	156,744	-	-
X. MINORITY INTERESTS	378,615	439,378	16.05%
J. OWN CAPITAL - TOTAL	51,197,487	82,761,114	61.65%

STATEMENT OF THE MANAGEMENT

Alba-Iulia, 22.02.2022

According to the best information available, we confirm that the intermediary non-audited consolidated financial statements for a 9-month period that ended on 30.09.2021 provide a correct and adequate view of the assets, duties, financial status, and the revenues and expense statement for DN AGRAR GROUP SA, as specified by the applicable accounting standards, and that the Management Report provides a correct and adequate view of the important events that took place during the first nine months of the financial year 2021 and their impact over the intermediary consolidated financial statements.

Jan Gijsbertus De Boer

President of the Board of DN AGRAR GROUP SA

The logo for DN AGRAR is a large circle divided horizontally. The top half is yellow and contains the letters 'DN' in a large, white, sans-serif font. The bottom half is green and contains the word 'agrar' in a white, lowercase, sans-serif font.

agrar