



## **DN AGRAR and BSOG Energy sign a cooperation agreement for the largest biomethane production facility in Romania**

*Press Release*

Alba Iulia & Bucharest, **October 16th, 2024** - DN AGRAR Group (BVB: [DN](#)), the largest integrated livestock farm in Romania, leader in cow milk production, and BSOG Energy, an energy company focused on developing biomethane production plants across Romania owned by Black Sea Oil & Gas, today announce the signing of a cooperation agreement for the largest biomethane production facility in Romania, with a total capacity of up to 15 MW. DN AGRAR will supply the raw material for biomethane production through a long-term contract to ensure sustainability and BSOG Energy will develop the facility.

### **Peter de Boer, Board Member & IR Manager, DN AGRAR Group:**

"DN AGRAR initiated the project at the beginning of 2024 to achieve sustainability goals and open a new revenue stream, being the largest milk producer in Romania. This strategic partnership was signed based on Black Sea Oil & Gas' experience in executing projects in Romania. Our goal is to transform DN AGRAR into a leader in sustainable agriculture, significantly cutting carbon emissions from our current activities by leveraging biomethane production from manure sourced directly from our farms. We estimate that we can achieve a 90% reduction in carbon emissions while unlocking economic opportunities and creating new jobs. Our biomethane, compost, and solar energy projects will drive us toward nearly zero emissions and ensure our core activity development."

### **Mark Beacom, Managing Director, BSOG Energy:**

"We are delighted to partner with a company with the caliber of DN AGRAR on this exciting project. With the dual benefits of removing organic waste from the environment and simultaneously developing green gas to displace natural gas, the momentum behind biomethane development is increasing globally. While commercial scale production of biomethane is well established in Western Europe, this project represents the first of its kind in Romania, and we anticipate that we will soon be able to expand it from 15MW to over 20MW by sourcing additional feedstock. With a supportive regulatory framework in place, we believe this project can pave the way for further large-scale biomethane developments in Romania. Black Sea Oil & Gas' shareholders The Carlyle Group and the European Bank for Reconstruction and Development are fully supportive of this new venture."

The overall investment in the facility is estimated to exceed EUR 30 million. Project execution is expected to take over 2 years from the signing of the final agreement. Based on a 15-year contract, the expected yearly revenues for DN AGRAR will be between EUR 3 - 3.5 million.



Along with the composting facility that will become operational in the second half of the year, engaging in biomethane production is part of DN AGRAR's development strategy to expand and diversify its activities with a focus on sustainability.

The development strategy also includes a new farm, Straja, located near Alba Iulia, where construction has begun for a future capacity of 5,000 animals. Straja farm will become operational this year, and the livestock is being prepared at DN AGRAR Prodact. A gradual increase in production capacity is planned, with the maximum reached by the end of 2027.

### **About DN AGRAR Group**

DN AGRAR Group is the largest cow milk producer in Romania and one of the major players on the European market. The company was founded in 2008 by Jan Gijbertus de Boer and operates in the center of Transylvania, in Alba, Sibiu, and Hunedoara counties. DN AGRAR's main areas of activity are animal husbandry, agricultural crop production, agricultural services, logistics, transportation, tourism, and business and management consultancy services. The DN AGRAR Group includes 11 companies, 4 farms whose main activity is dairy cattle breeding (Prodact farm) and cow's milk production (Cut, Lacto Agrar and Apold farms). DN AGRAR Group employs approximately 300 people, works over 7,000 hectares of owned and leased land, and has over 15,000 animals, both dairy cows and young cattle. The company has been listed on the Bucharest Stock Exchange, AeRO market, since February 2022, following the successful completion of a private placement of shares in July 2021, through which the company attracted RON 24.8 million from investors. As of September 19th, 2022, DN AGRAR shares are included in the BETAeRO index of the most traded companies in the Multilateral Trading System SMT and, as of March 1st, 2024, DN AGRAR shares are also included in the MSCI Frontier IMI and MSCI Romania IMI (Investable Market Indices) indices, in the Small Cap category.

More details at <https://dn-agrar.eu>

Facebook: <https://www.facebook.com/DNAGRAR>

Youtube: <https://www.youtube.com/watch?v=GxRW4II1F6c>

### **About BSOG Energy SRL**

BSOG Energy is a Romanian energy company targeting the development of green energy projects, with an initial focus on developing biomethane production sites across the country. BSOG Energy is 100% owned by Black Sea Oil & Gas SA, the developer and majority owner of the Midia Gas Development (MGD) Project, the first new offshore gas infrastructure and production project in the Romanian Black Sea in over 30 years, covering 12% of Romania's gas needs.

For more information, visit: [BSOG Energy - Black Sea Oil & Gas \(blackseaog.com\)](https://blackseaog.com)



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