

2024



1st QUARTER REPORT

"Roots of Resilience" – 1st Quarter 2024 Insights from DN AGRAR Group S.A.

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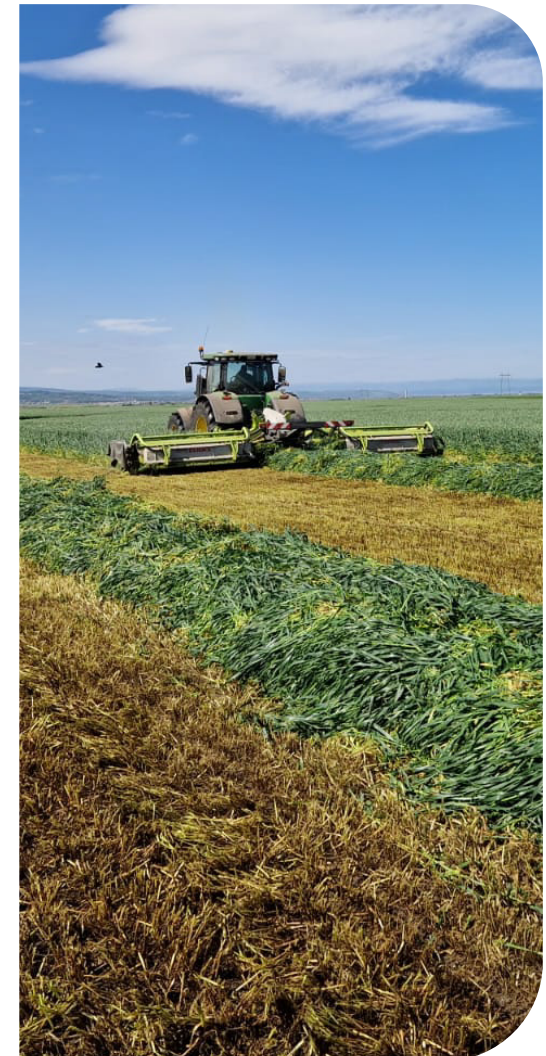
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The consolidated financial results give a true and fair view of the assets, liabilities, financial position, income and expenses of DN AGRAR GROUP S.A., as required by applicable accounting standards.

The Management Report provides a true and fair view of the significant events that occurred in Q1 2024 and their impact on the consolidated financial results of the company.



Issuer Information

Information about this Financial Report

Type of report	Report Quarter 1 2024
For the financial year	01.01.2024 – 31.03.2024
Legal framework	Annex 13 to ASF Regulation No. 5/2018
Report date	28.05.2024

Information about the Issuer

Name	DN AGRAR Group S.A.
Tax code	24020501
Commercial Register registration number	J01/730/2008
Registered office	Alba-Iulia, Piața Iuliu Maniu Street, No. 1, Bl. 31DE, Alba County, ROMANIA

Information about the securities

Subscribed and paid-up share capital	RON 31.818.844,80/EUR 6.396.261,97
Market on which securities are traded	MTS AeRO Premium
Key features of securities issued by the company	159.094.224 ordinary shares
Symbol	DN

Contact

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ABOUT US

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Q&A with Jan G. de Boer, CEO DN AGRAR



1. How would you characterize the first quarter of 2024 for DN AGRAR in terms of operational and financial performance?

DN AGRAR achieved notable accomplishments in the first quarter of the year, both operationally, financially and strategically. The main achievements include the approval of financing for the Straja farm, which will support the doubling of the business over the next four years, the inclusion of DN AGRAR's shares in

the MSCI indices, and the continued growth rate in milk deliveries, with over 5 million liters per month.

We ended the first quarter of 2024 with a turnover of RON 40 million and a net profit of RON 8 million.

2. Which are the main factors that influenced the increase/decrease in revenues this quarter?

Previous strategic investments, including process automation within the farms, supported the 18% increase in milk production in the first quarter and the optimization of production costs, with direct impact on the company's financial results.

Even though we recorded a 10% decrease in revenue and a 5% decrease in net profit compared to the first quarter of 2023, the results are solid given that the price of milk has dropped by approximately 25%.

3. How would you describe the evolution of the milk price in the first 3 months and which are the perspectives?

The milk market has been volatile, influenced by a variety of factors. Despite some changes in consumer preferences and behavior, consumption has remained robust.

In Romania, the milk collected had an ascendant evolution, while the price of the milk declined, the trend seen also at the European level.

Looking ahead, we expect that milk price will begin to stabilize as the market adjusts. This expectation is based on several factors, both external and internal, among which: the steady demand for dairy products, improvements in our production efficiencies, and our ongoing efforts to enhance the quality and yield of our dairy output.

Despite the challenges from the first part of the year, we are optimistic about the future and we believe that our strategic initiatives and the consolidation at the operational level will position us well to navigate the evolving market conditions and capitalize on emerging opportunities.

4. Can you detail which were the main projects that DN AGRAR worked on in the first quarter and their status?

The main investment project of DN AGRAR for the period 2024-2027 is the new Straja farm, thus we focused on finalizing the plans for the financing of the project which was approved in March 2024 by DN AGRAR's shareholders.

The farm will have a future capacity of 5,000 animals and will become partially operational

starting from the third quarter of 2024, initially with 600 cows. We have already raising young cattle for the new farm within the DN AGRAR Prodact farm.

Optimization and increased productivity remain priorities for us and we continued also in 2024 to implement innovation in DN AGRAR Cut and Lacto Agrar farms, by installing robots for pre-cleaning and udder stimulation.

5. What are DN AGRAR's perspectives for the rest of 2024, considering the performance in the first quarter?

Our commitment is towards growth. The business development strategy is based on sustainable long-term development, constantly investing in the modernization of facilities and equipment specific to animal husbandry activities and beyond.

We have announced the Straja investment project, financed by accessing a credit facility from Exim Banca Românească. We have tripled the business since listing and have a straightforward growth strategy aimed at doubling the business by the end of 2027, supported by operational efficiency and the development of a new farm.

For this year, we expect an increase in terms of milk production and to realize the financials included in the budget approved by the shareholders.

DN AGRAR - Landmarks Q1 2024



Closing price
of shares
29.03.2024

**1.61
RON**

+123%
vs
31.03.2023

EQUITY

**141.36
MIL. RON**

(28.45 MIL. EUR)
+6.02%
vs
31.12.2023

TOTAL ASSETS

**316.38
MIL. RON**

(63.66 MIL. EUR)

+2.74%
vs
31.12.2023

FIXED
ASSETS

**213.53
MIL. RON**

(42.97 MIL. EUR)
+0.66%
vs
31.12.2023

TURNOVER

**40.28
MIL. RON**

(8.74 MIL. EUR)
-9.02%
vs
Q1 2023

NET PROFIT

**7.89
MIL. RON**

(1.71 MIL. EUR)
-4.53%
vs
Q1 2023

EBITDA

**17.70
MIL. RON**

(3.56 MIL. EUR)
+3.35%
vs
Q1 2023

DN AGRAR - Landmarks Q1 2024



Quantity of
milk delivered
in Q1 2024

18%

vs
Q1 2023



Total Area - 7,145.38 ha

**Owned Land
977.87 ha**

**Leased Land
6,167.51 ha**



CULTURES

Maize

Triticale

Alfalfa

Wheat

Barley

Sunflower

Peas

Grass mixture

KEY EVENTS 2024

JANUARY

DN AGRAR published key operational indicators for 2023.

13.76%
INCREASE IN MILK DELIVERED IN 2023

DN AGRAR informed the market about the **approval of the share capital increase** for the companies DN AGRAR Bio S.R.L. and DN AGRAR Greenfield S.R.L. within the group.



FEBRUARY

DN AGRAR convened AGEA to approve Straja farm funding.

ZF AGROPOWER 2024



EUR 9.2 million credit facility from Exim Banca Românească and co-financing, **to double the business by the end of 2027.**

DN AGRAR participated in the "ZF Agropower" broadcast.

MARCH

DN AGRAR shares have been included in the

- **MSCI Frontier IMI** and
- **MSCI Romania IMI** indexes in the Small Cap category since March 1st.



DN AGRAR shareholders **approved the financing of the Straja project.**

DN AGRAR participated in the "ZF Capital Market Summit 2024" conference.



What did Q1 2024 mean for DN AGRAR?

January

DN AGRAR published key operational indicators for 2023

In 2023, a challenging year in terms of the quantity of milk delivered by DN AGRAR farms, there was a 13.76% increase compared to 2022.

DN AGRAR informed the market about the approval of the share capital increase for the companies DN AGRAR Bio SRL and DN AGRAR Greenfield SRL within the group

DN AGRAR informed shareholders and investors about the approval of the share capital increase for the group companies DN AGRAR Bio SRL and DN AGRAR Greenfield SRL, by converting the receivables, held by DN AGRAR Group SA, into shares, as follows:

1. Within DN AGRAR Bio SRL, by the Resolution of the Board of Directors of DN AGRAR Group S.A., number 1 of 22.01.2024, increasing the share capital, **the shareholder DN AGRAR Group S.A. will receive a number of 20,711 shares**, with a nominal value of RON 10 and a total value of RON 207,110, representing 28.79% of the share capital of DN AGRAR Bio S.R.L.

2. Within DN AGRAR Greenfield S.R.L., by the Resolution of the Board of Directors of DN AGRAR Group S.A., number 2 of 22.01.2024, increasing the share capital, **the shareholder DN AGRAR Group S.A. will receive 5,819 shares**, with a nominal value of RON 10 and a total value of RON 58,190, representing 13.25% of the share capital of DN AGRAR Greenfield S.R.L.

February

DN AGRAR convened AGEA to approve Straja farm funding

For this new project, DN AGRAR has proposed to access a credit facility of **€9.2 million** from Exim Banca Românească SA, amount which will be used **for the development of the new farm, the purchase of equipment and the purchase of animals**. DN AGRAR will also provide 20.78% from its own sources for this project.

DN AGRAR participated in the "ZF Agropower" broadcast

Peter de Boer, Board Member & IR Manager, participated in the "ZF Agropower" broadcast, where he discussed the evolution of milk deliveries, detailed the challenges in the sector and the development plans of DN AGRAR.

March

DN AGRAR shares have been included in the MSCI indexes

Starting with March 1st, 2024, DN AGRAR shares have been included in the MSCI Frontier IMI and MSCI Romania IMI indices, in the Small Cap category.

MSCI is one of the leading providers of benchmark indices globally. Romania is currently classified by MSCI as a Frontier Market.

DN AGRAR shareholders approved the financing of the Straja project

On 12.03.2024, the Extraordinary General Meeting of Shareholders was held and the shareholders approved the financing of the Straja project and related conditions.

The Straja project is planned to be completed in 2027 with a capacity of 5,000 cows, of which 3,800 cows for milk production and 1,200 heads of young cattle. The new farm will cover an area of 10 hectares, will have 2 milking rotors

and will reach full capacity in 3 years, with milk production estimated at around 100,000 litres of milk per day by the end of 2027.

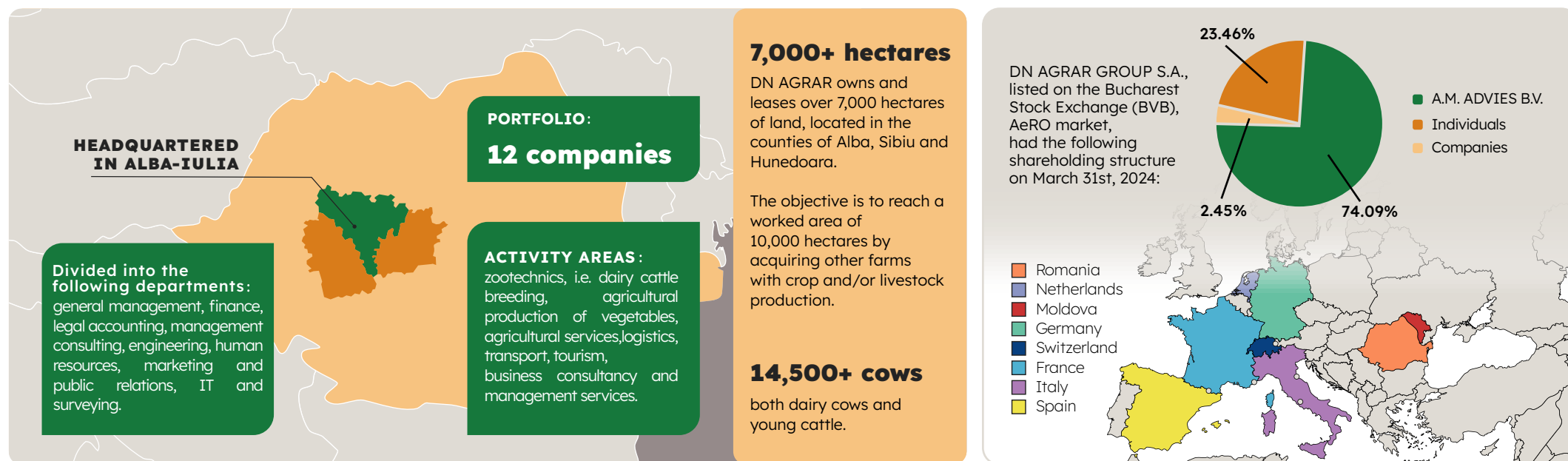
The Straja project will be an engine for growth for DN AGRAR and will support doubling of the business by the end of 2027/beginning of 2028.

DN AGRAR participated in the "ZF Capital Market Summit 2024" conference

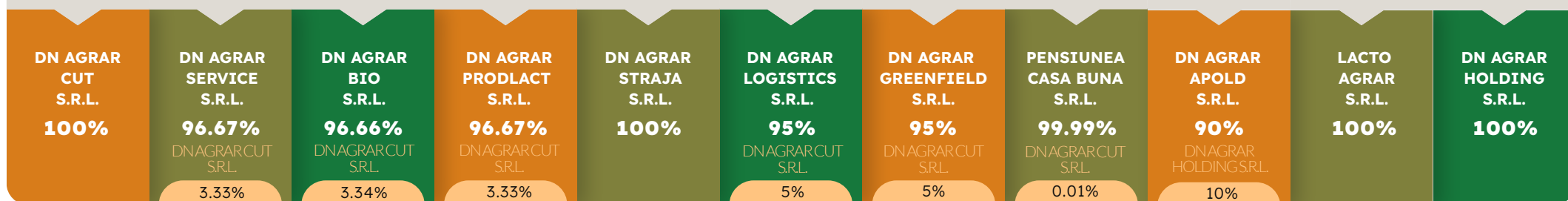
Peter de Boer, Board Member & IR Manager, attended the „ZF Capital Market Summit 2024" where he discussed the company's performance in 2023, DN AGRAR's growth strategy and plans for capital market activity.

Presentation of DN AGRAR

The Company started its activity in Romania in 2008, through the initial lease of 23 ha of agricultural land in central Transylvania, in the counties of Alba, Sibiu and Hunedoara - financed by Mr. Jan G. de Boer, and since 2010 through foreign investments.



As of the report date, DN AGRAR Group S.A. owns directly and indirectly 100% of shares, in 12 affiliated companies.



DN AGRAR ON THE CAPITAL MARKET

Q&A with Peter de Boer,
Investor Relations Manager

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Q&A with Peter de Boer, Investor Relations Manager



1. DN AGRAR's shares have been included in the MSCI Frontier IMI and MSCI Romania IMI indices. What does this mean for the company and its shareholders?

Being included in the MSCI indices is a significant milestone for us and a testament to the hard work and dedication of our team. DN AGRAR's shares entered

the MSCI Frontier IMI and MSCI Romania IMI indices, Small Cap category, as of March 2024.

This recognition validates our commitment to sustainable growth and transparency. It opens up new opportunities for us to attract global investors and enhances our visibility in the international investment community. Also, the inclusion in the MSCI indices confirms DN AGRAR's achievements in terms of liquidity, validates the actions taken and further supports it.

We are proud of this achievement and remain focused on delivering value to our shareholders while upholding the highest standards of corporate governance and sustainability.

2. How do you assess the performance of DN's share price in the first 3 months and what are the medium-term expectations?

In the first quarter of the year, the share price continued the upward trend, with an increase of 24.8% compared to the year-end, DN AGRAR being in the top 10 performances within the BETAeRO index companies, holding the 6th position.

Year on year, the share price more than doubled, with an increase of 123%, well above the performance of the AeRO market, with the BETAeRO index up 22.6%.

This performance is the reflection of the market's positive response to our strategic initiatives, operational achievements, and solid financial results.

Nevertheless, we closely monitor the market evolutions and we are proactive in communication with all stakeholders, recognizing that future fluctuations in share price may be influenced by external and internal factors, including market trends.

3. Could you provide details on the status of projects impacting IR activities that you focused on in the first quarter?

Our priority continued to be on building trust and predictability for investors, with whom we aim to develop the company in the medium and long term. We have around 2.500 investors and we are delighted to witness higher liquidity and increased trading activity in DN AGRAR's shares. In the first quarter, we continued to communicate monthly through newsletters the key operational indicators and published them quarterly on the Stock Exchange website.

Additionally, we were active in detailing and clarifying our financing plans for the Straja farm, which include credit facilities and co-financing to double the business by the end of 2027. We promptly addressed investors' questions and concerns regarding these plans and ensured

transparent and open communication regarding our financial and operational outlook through the online discussions organized.

4. What are DN AGRAR's plans for 2024 regarding the interactions with investors?

Listing was a commitment to constant improvement in our activities, be them operational, structural, or communication. Being a listed company brings responsibilities, and we were happy to embrace them and rise to the expectations. As our plans include upgrading to the Main Market in the medium term, depending on market evolution and conditions, we are preparing in all directions.

In terms of communication, we will organize teleconferences after the quarterly results, we will be present at dedicated conferences to individual investors, and we will be more active in the interaction with institutional investors. We also plan to publish the second non-financial report in the summer.

Digitization of our activity also plays an important role as it will support our team in efficiently consolidating the results, so that they are published earlier.

We will continue as well the process for the implementation of the financial reporting according to IFRS standards, in preparation for our next step on the capital market.

Performance indicators

Implementation of the Stock Option Plan

On February 16, DN AGRAR informed about the implementation of the "Stock Option Plan" approved at the Ordinary General Meeting of Shareholders from April 28, 2022.

The company allocated free of charge a number of 269,443 of its own shares held to directors, and employees who meet the eligibility criteria defined in the Stock Option Plan.

Extraordinary General Meeting of Shareholders

On March 12, took place the Extraordinary General Meeting of Shareholders that approved the financing of the Straja project, scheduled to be finalized in 2027. The Straja farm will have a capacity of 5,000 cows (3,800 dairy cows and 1,200 young stock) and is a driver for DN AGRAR's growth, supporting the doubling of the business by the end of 2027/beginning of 2028.

DN AGRAR also provided shareholders with the opportunity to participate online in the discussions of the EGMS.

Share price evolution

The price of DN AGRAR's share was 1.6100 RON on March 29, 2024, an increase of 123% compared to March 31, 2023.

In the first quarter of 2024, there were 3,833 transactions with DN AGRAR shares, with a total traded value of 14 million RON.

Inclusion in MSCI Frontier IMI and MSCI Romania IMI indices

DN AGRAR shares were included in the MSCI Frontier IMI and MSCI Romania IMI indices, in the Small Cap category, starting from March 1, 2024.

Publication of key operational indicators

DN AGRAR publishes monthly and quarterly the key operational indicators. On April 4, the company released the key operational indicators for the first 3 months of 2024.

In the first quarter of 2024, the quantity of milk delivered by DN AGRAR Group recorded an increase of over 18% compared to the same period last year.



Performance indicators

CAPITALIZATION

**256.14
MIL. RON**

51.54 MIL. EUR

31.03.2024

↑
+123%

EQUITY/ SHARE

0.89 RON

0.18 EUR

31.03.2024

↑
+6.02%

NUMBER OF SHARES

159.094.224

Evolution of DN AGRAR Group share price, Q1 2024 vs. Q1 2023



Performance indicators

**EBITDA
MARGIN***
31/03/2024

43.93% **+13.61%**
VS
31.03.2023



**PROFIT
MARGIN***
31/03/2024

19.58% **+4.94%**
VS
31.03.2023



ROA*
31/03/2024

2.49% **-7.07%**
VS
31.12.2023



ROE*
31/03/2024

5.58% **-9.94%**
VS
31.12.2023



Indicators	31/03/2024	31/03/2023
PER*	32.47 <small>+133,6% vs 31.03.2023</small>	13,90
EPS*	0.05 RON <small>-4.53% vs 31.03.2023</small>	0.05 RON
P/BV*	1.07 <small>+21,6% vs 31.12.2023</small>	0,60

PROFIT/SHARE*
31/03/2024

0.05 **-4.53%** vs 31.03.2023



TOTAL ASSETS/SHARE*
31/03/2024

1.99 RON **+2.74%** vs 31.12.2023



NET ASSETS/SHARE*
31/03/2024

1.50 RON **+3.40%** vs 31.12.2023



Performance indicators



$$\text{EBITDA Margin} = \frac{\text{EBITDA}}{\text{Turnover}}$$

$$\text{Profit Margin} = \frac{\text{Net profit}}{\text{Turnover}}$$

$$\text{ROA} = \frac{\text{Net profit}}{\text{Total assets}}$$

$$\text{ROE} = \frac{\text{Net profit}}{\text{Equity}}$$

PER	P/BV	EPS
$\frac{\text{Market Capitalisation}}{\text{Net profit}}$	$\frac{\text{Market Capitalisation}}{\text{Net assets}}$	$\frac{\text{Net profit}}{\text{Total Number of Shares}}$

NET ASSETS = Total assets - Current liabilities

PROFIT/SHARE = Net Profit/Total Number of Shares

TOTAL ASSETS/SHARE = Total Assets/Total Number of Shares

NET ASSETS/SHARE = Net Assets/Total Number of Shares

EQUITY/SHARE = Equity/Total number of shares



PERFORMANCE

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Milk production activity

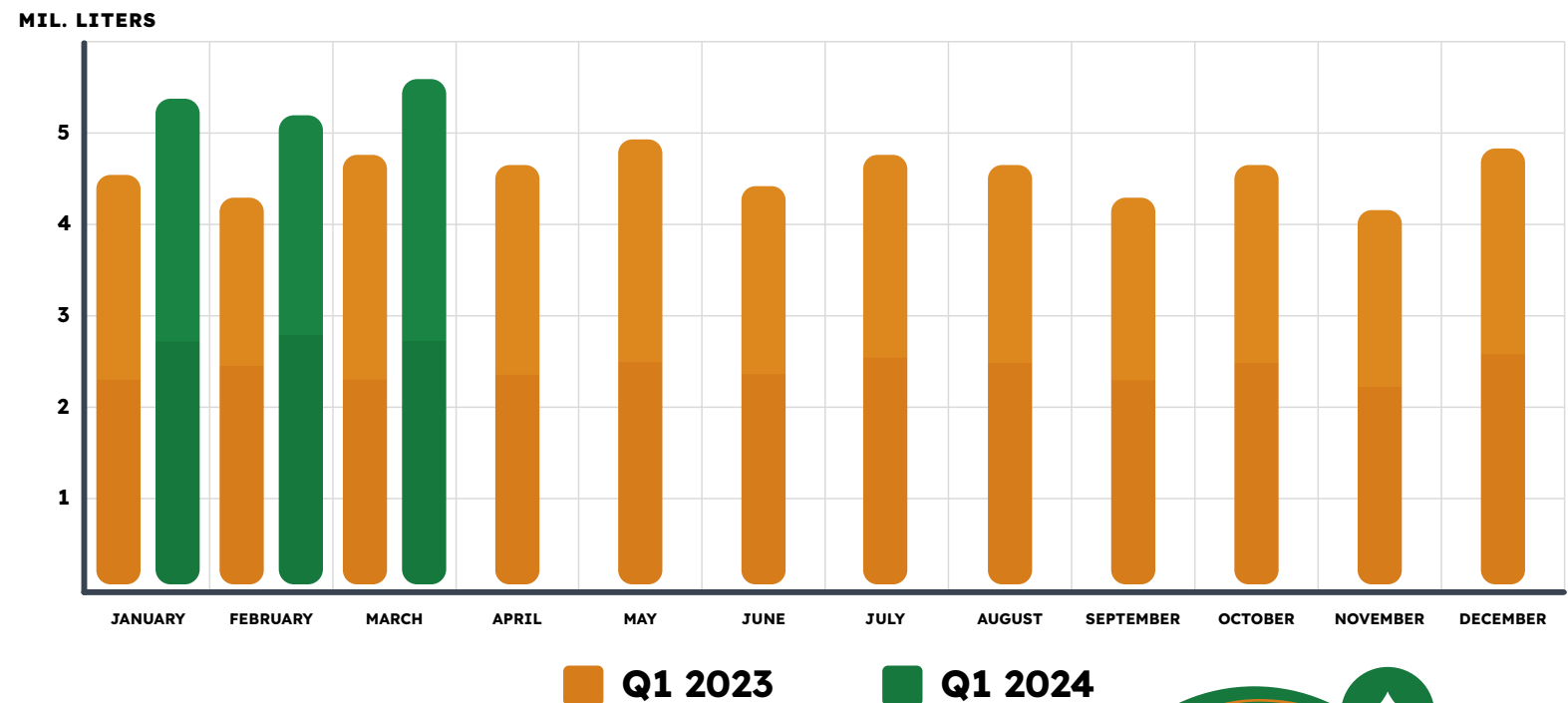
Regarding the quantity of milk delivered, in the first quarter of 2024 we delivered around 16 million litres, an 18% increase compared with the first quarter of 2023.

DN AGRAR exceeded the threshold of 5 million litres delivered per month, in each month of the first quarter of this year.

At the end of March 2024, DN AGRAR's herd of dairy cows and young cattle exceeded 14,500 head, an increase of 22% compared to the same period in 2023.



EVOLUTION OF MILK DELIVERED IN Q1 2024 VS Q1 2023



For the next quarter of this year, we expect to **maintain the current pace** of operational activity, including milk production, thereby strengthening the growth of milk deliveries to customers.

18%
vs Q1 2023

Agriculture and cereal production activity

The company DN AGRAR, alongside its milk production activity, also conducts, on a secondary level, cereal production, which is partially seasonal. As the agricultural cycle in Romania is divided into two main seasons, each has a different influence on the company's financial performance:

Spring campaign: takes place from March to May, with harvesting activities in September to October.

Autumn campaign: occurs between September and October, with harvesting activities in the following summer.



Related to grain production activity, in the first quarter of 2024, we have carried out a number of works specific to this period.



At the beginning of the year, in **January**, we carried out basic machinery and tractors revisions, an annual operation **completed towards the end of February**.

Also in **January** we started the preparation for the spring campaign.

In **February**, we started soil preparation work for the spring campaign.

In **March**, we started a series of specific activities:

We carried out specific work for autumn crops (fertilisation) and started soil preparation for the establishment of alfalfa, maize and sunflower crops.

We carried out specific work on spring crops: we sowed alfalfa and carried out fertilisation work on cereals.

We have also started preparing the land for sowing corn.



Agriculture and cereal production activity

The production from crops are used to provide the fodder base for DN AGRAR's cow farms (silage maize, alfalfa, silage triticale, grass, wheat straw) and to pay the land rent (for those lessors opting for cereals).

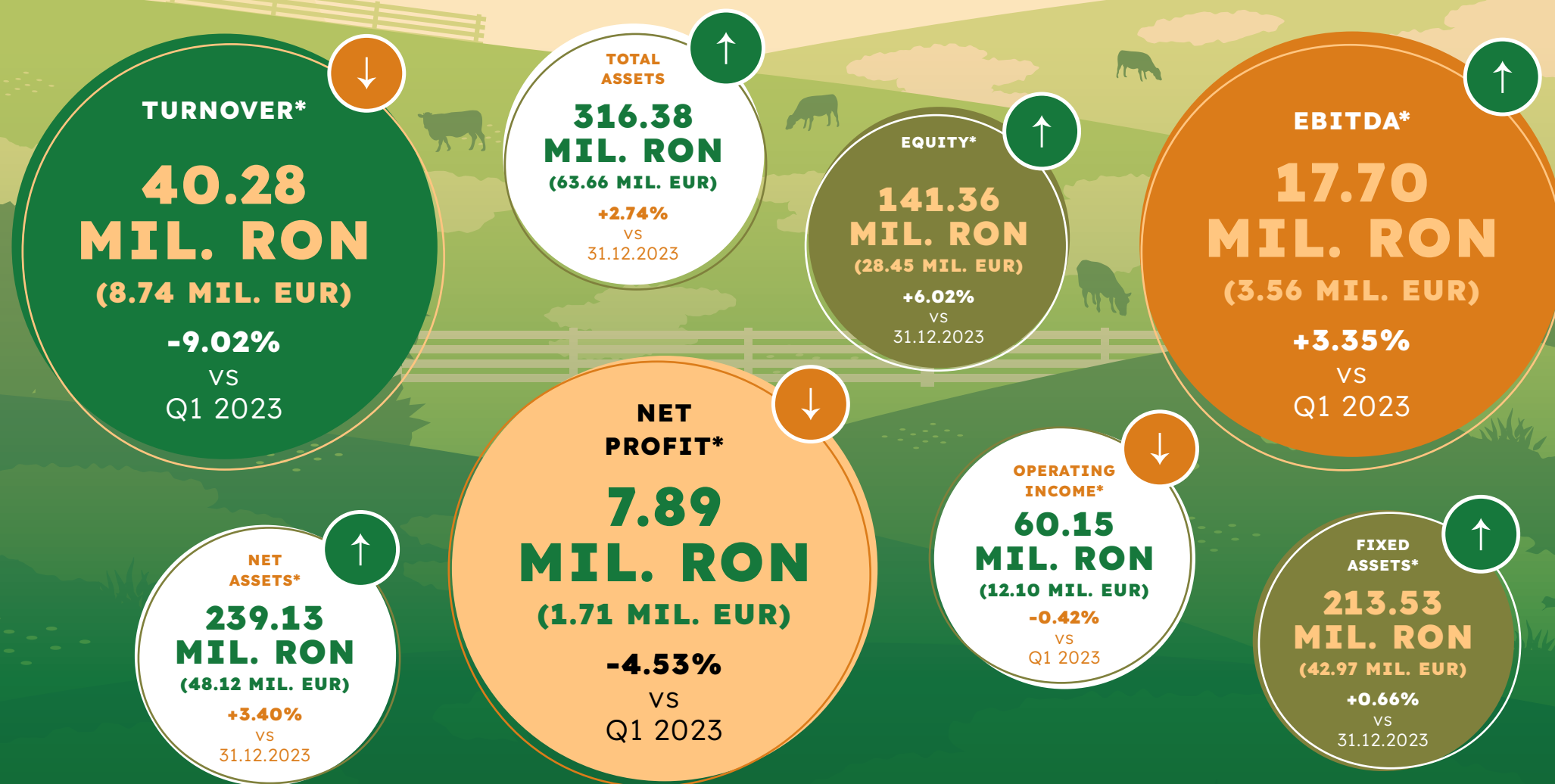
Another important activity for our company is the establishment of a secondary maize crop, planted after the primary silage triticale crop harvest. This brings multiple advantages, both economic and agronomic.

The second maize crop is established with lower costs than the primary crop because it doesn't involve land rent costs, it requires less basic land work (plowing or scarification) and less land cleaning, leaving the field clear of vegetative residues after silage harvesting, thus preventing soil erosion.

For the agricultural year 2023/2024, in the next image are the crops established by DN AGRAR:



DN AGRAR Group Performance and Key Figures in Q1 2024



DN AGRAR Group Performance and Key Figures in Q1 2024



NET TURNOVER = Production sold + Income from sale of goods - Income from trade discounts granted

NET PROFIT OR LOSS FOR THE FINANCIAL YEAR = GROSS PROFIT OR LOSS - Income tax - Tax specific to certain activities - Other taxes - Net profit or loss on minority interests

EBITDA	TOTAL ASSETS
Net Profit + Interest Expense + Tax Expense + Depreciation and Amortization Expense	Fixed assets + Current assets + Prepaid expenses
FIXED ASSETS	NET ASSETS
Intangible assets + Tangible assets + Financial assets	Total assets - Current liabilities

SHAREHOLDERS' EQUITY = Subscribed paid-in capital + EQUITY Premium + RESERVES + OWN SHARES + REPORTED PROFIT OR LOSS + PROFIT OR LOSS FOR THE FINANCIAL YEAR + MINORITY INTEREST

REVENUE FROM OPERATING ACTIVITIES = Production sold + Income from the sale of goods + Trade discounts granted + Income relating to the cost of work in progress + Income from the production of intangible and tangible fixed assets + Income from the revaluation of tangible fixed assets + Income from the production of investment property + Income from operating subsidies + Other operating income

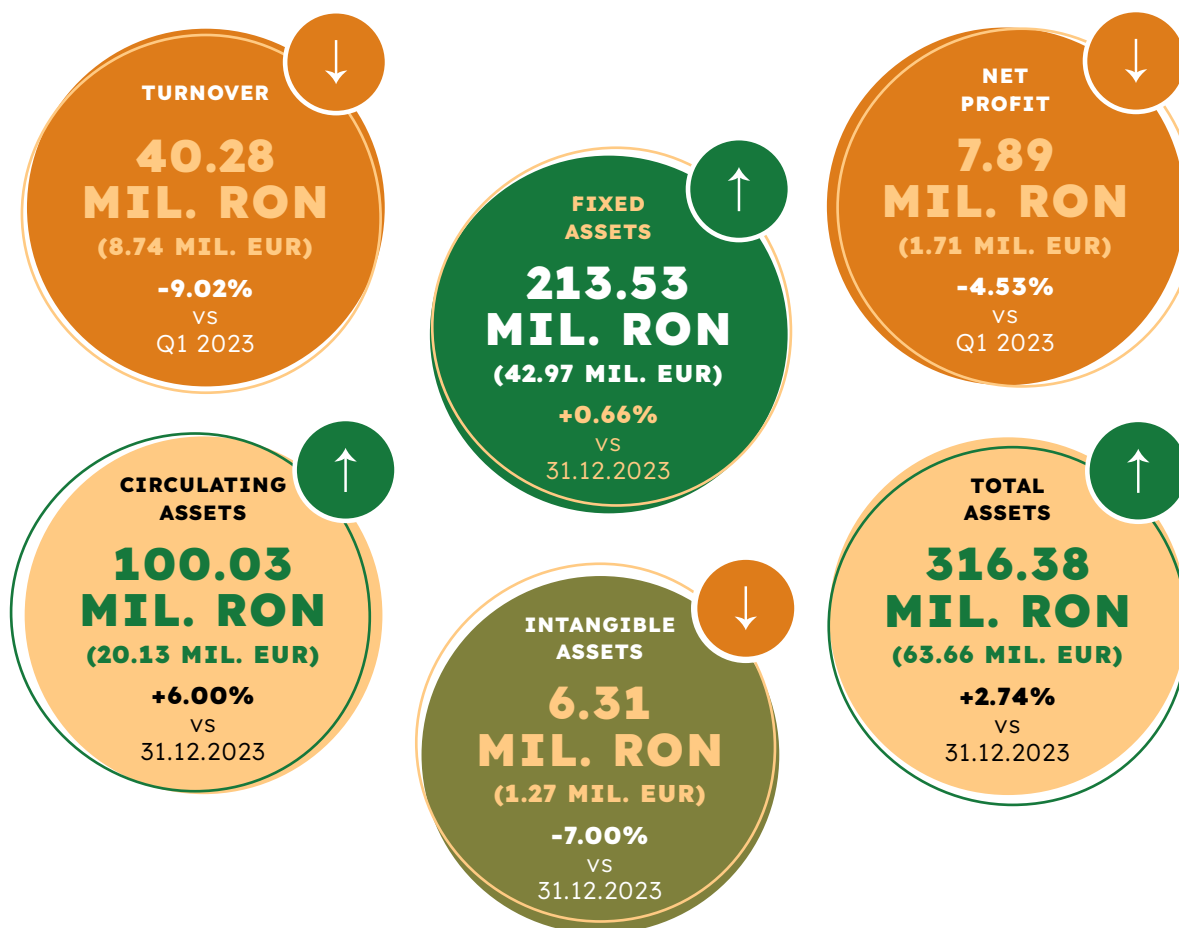
Analysis of the financial results

Analysis of the consolidated financial results as at 31.03.2024

In the first quarter of 2024, **DN AGRAR Group** recorded a turnover of **RON 40 million** and a net profit of **RON 8 million**, a slight decrease of 5% compared to 2023, primarily impacted by the decrease in milk prices.

The strategic investments made previously, including in automating processes within the farms, supported the increase in milk production by 18% in the first quarter and the production costs optimization, directly impacting the company's financial results. These investments in process automation within the farms were particularly significant given that milk prices decreased by 25% compared to the first quarter of 2023.

In 2024, we aim to continue the process of production cost optimization both in zootechnics and vegetable production.



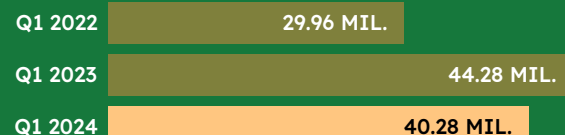
Analysis of the financial results

Analysis of the profit and loss account at consolidated level

NET TURNOVER

40.28 MIL. RON

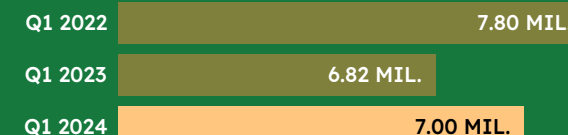
-9.02%
vs Q1 2023



OTHER OPERATING EXPENSES

7.00 MIL. RON

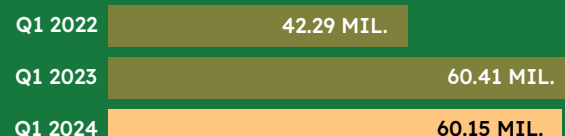
2.69%
vs Q1 2023



OPERATING INCOME TOTAL

60.15 MIL. RON

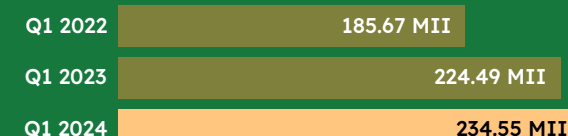
-0.42%
vs Q1 2023



ADJUSTMENTS REGARDING PROVISIONS

234.55 MII RON

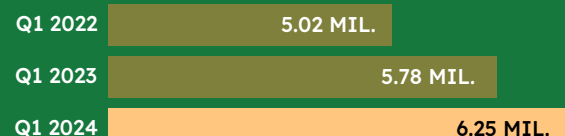
4.48%
vs Q1 2023



PERSONNEL EXPENSES

6.25 MIL. RON

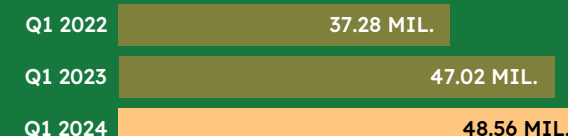
8.12%
vs Q1 2023



OPERATING EXPENSES – TOTAL

48.56 MIL. RON

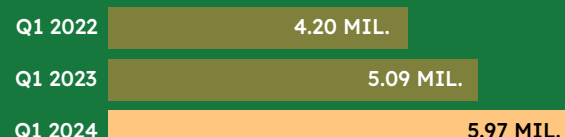
3.27%
vs Q1 2023



ADJUSTMENTS REGARDING TANGIBLE AND INTANGIBLE ASSETS

5.97 MIL. RON

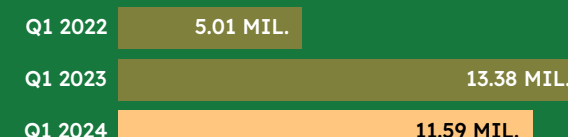
17.32%
vs Q1 2023



OPERATING PROFIT

11.59 MIL. RON

-13.38%
vs Q1 2023



Analysis of the financial results

Analysis of the profit and loss account at consolidated level

FINANCIAL INCOME – TOTAL 260.09 MII RON

14.13%
vs Q1 2023 ↑

Q1 2022	192.43 MII
Q1 2023	227.89 MII
Q1 2024	260.09 MII

TOTAL EXPENSES 50.59 MIL. RON

0.67%
vs Q1 2023 ↑

Q1 2022	38.52 MIL.
Q1 2023	50.25 MIL.
Q1 2024	50.59 MIL.

FINANCIAL EXPENSES – TOTAL 2.03 MIL. RON

-37.08%
vs Q1 2023 ↓

Q1 2022	1.24 MIL.
Q1 2023	3.23 MIL.
Q1 2024	2.03 MIL.

GROSS PROFIT 9,82 MIL. RON

-5,39%
vs T1 2023 ↓

Q1 2022	3.96 MIL.
Q1 2023	10.38 MIL.
Q1 2024	9.82 MIL.

FINANCIAL LOSS (1.77) MIL. RON

-40.97%
vs Q1 2023 ↓

Q1 2022	(1.05) MIL.
Q1 2023	(3.00) MIL.
Q1 2024	(1.77) MIL.

NET PROFIT OF THE FINANCIAL YEAR 7.89 MIL. RON

-6.17%
vs Q1 2023 ↓

Q1 2022	3.10 MIL.
Q1 2023	8.41 MIL.
Q1 2024	7.89 MIL.

TOTAL INCOME 60.41 MIL. RON

-0.37%
vs Q1 2023 ↓

Q1 2022	42.49 MIL.
Q1 2023	60.63 MIL.
Q1 2024	60.41 MIL.

NET PROFIT ATTRIBUTABLE TO THE GROUP 7.89 MIL. RON

-4.53%
vs Q1 2023 ↓

Q1 2022	3.04 MIL.
Q1 2023	8.26 MIL.
Q1 2024	7.89 MIL.

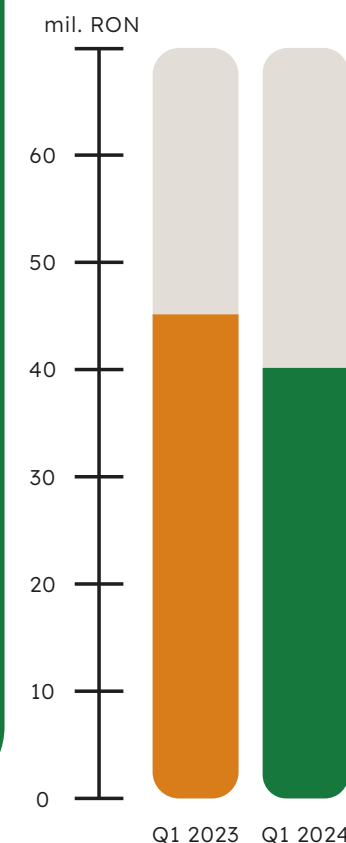
Analysis of the financial results

Analysis of the profit and loss account at consolidated level

Indicators	31/03/2024		31/03/2023		Δ%	
NET TURNOVER	RON 40,284,321	EUR 8,742,637	RON 44,280,073	EUR 9,609,808	-9.02%	
OPERATING INCOME - TOTAL	RON 60,152,441	EUR 13,054,482	RON 60,406,670	EUR 13,109,655	-0.42%	
PERSONNEL EXPENSES	RON 6,255,245	EUR 1,357,534	RON 5,785,428	EUR 1,255,573	8.12%	
VALUE ADJUSTMENTS REGARDING TANGIBLE AND INTANGIBLE ASSETS	RON 5,968,050	EUR 1,295,206	RON 5,087,131	EUR 1,104,026	17.32%	
VALUE ADJUSTMENTS REGARDING CURRENT ASSETS	-	-	RON 726,891	EUR 157,752	-100.00%	
OTHER OPERATING EXPENSES	RON 7,003,484	EUR 1,519,919	RON 6,819,892	EUR 1,480,076	2.69%	
ADJUSTMENTS REGARDING PROVISIONS	RON 234,546	EUR 50,902	RON 224,487	EUR 48,719	4.48%	
OPERATING EXPENSES - TOTAL	RON 48,559,094	EUR 10,538,455	RON 47,022,493	EUR 10,204,977	3.27%	
OPERATING PROFIT OR LOSS	RON 11,593,346	EUR 2,516,026	RON 13,384,178	EUR 2,904,679	-13.38%	
FINANCIAL INCOME - TOTAL	RON 260,094	EUR 56,446	RON 227,894	EUR 49,458	14.13%	
FINANCIAL EXPENSES - TOTAL	RON 2,034,111	EUR 441,449	RON 3,232,949	EUR 701,625	-37.08%	
FINANCIAL PROFIT OR LOSS	RON (1,774,017)	EUR (385,003)	RON (3,005,055)	EUR (652,167)	-40.97%	
TOTAL INCOME	RON 60,412,535	EUR 13,110,928	RON 60,634,564	EUR 13,159,114	-0.37%	
TOTAL EXPENSES	RON 50,593,206	EUR 10,979,905	RON 50,255,442	EUR 10,906,602	0.67%	
GROSS PROFIT OR LOSS	RON 9,819,329	EUR 2,131,023	RON 10,379,123	EUR 2,252,512	-5.39%	
NET PROFIT OR LOSS ATTRIBUTABLE TO THE GROUP	RON 7,889,460	EUR 1,712,197	RON 8,263,505	EUR 1,793,373	-4.53%	

In the consolidation of the **Profit and Loss Statement**, the financial indicators are compared to **March 31, 2023**, and the financial position indicators of the Group include, at the same date, all 12 companies within the DN AGRAR Group.

Turnover



Analysis of the financial results

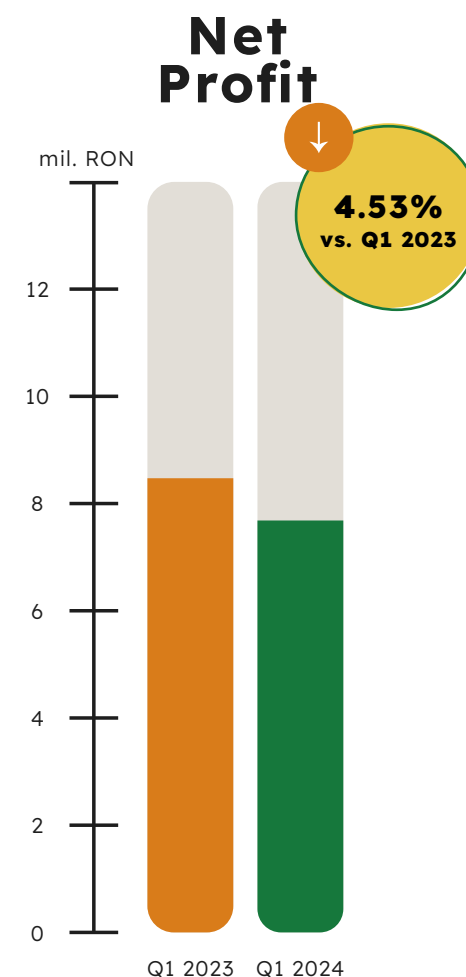
Analysis of the profit and loss account at consolidated level

In Q1 2024, **operating revenues** amounted to **RON 60 million**, roughly at the same level as in the first quarter of 2023. **Revenues from sold production** were **RON 40 million**, registering a **9% decrease** compared to the same period in 2023. **The revenues from operating subsidies increased by 13%, to RON 6 million.** Subsidies received through APIA are for agricultural land and raw milk production.

Subsidies are granted based on the number of animals owned and the land area used and are recorded in the accounting system pro-rata, based on the official communications issued by the Agency for Payments and Intervention in Agriculture and by the Ministry of Agriculture and Rural Development.

The Net Profit of DN AGRAR had an slight decrease of 4.53% from, 8.26 million RON to 7.89 million RON.

Profit and loss account indicators	31/03/2024				31/03/2023				Δ%
Operating revenue - total	RON	60,152,441	EUR	12,104,325	RON	60,406,670	EUR	12,155,483	-0.42%
Operating expenditure - total	RON	48,559,094	EUR	9,771,424	RON	47,022,493	EUR	9,462,218	3.27%
Operating profit or loss	RON	11,593,346	EUR	2,332,900	RON	13,384,178	EUR	2,693,264	-13.38%
Financial income - total	RON	260,094	EUR	52,338	RON	227,894	EUR	45,859	14.13%
Financial expenditure - total	RON	2,034,111	EUR	409,319	RON	3,232,949	EUR	650,558	-37.08%
Financial profit or loss	RON	(1,774,017)	EUR	(356,981)	RON	(3,005,055)	EUR	(604,700)	-40.97%
Gross profit or loss	RON	9,819,329	EUR	1,975,919	RON	10,379,123	EUR	2,088,565	-5.39%
Net profit or loss	RON	7,889,460	EUR	1,587,576	RON	8,263,505	EUR	1,662,844	-4.53%



Analysis of the financial results

Analysis of the profit and loss account at consolidated level

By adopting the new PNRR regulations in 2023, the calculation reference for national transitional aid for milk production and farm animals has changed, with the reference year set as 2018. Consequently, the subsidies due to DN AGRAR in 2024 for animals take into account a higher number of dairy cattle by 2,286 heads.

Regarding milk production, the subsidies due consider a quantity of milk higher by 23,814 tons at the Group level. It's worth mentioning that in previous PNRR regulations, the reference for milk production and farm animals was calculated based on the year 2013, when in the case of DN AGRAR these numbers were significantly lower than those from 2018.

For the year 2024, the new PNRR for the period 2023-2027 introduced a subsidy for the welfare of dairy cattle amounting to 130 euros per cow. The amount of these subsidies was recorded in the accounting system pro-rata in the first quarter of 2024, with the actual payment expected to be made by APIA between October 2024 and June 2025.

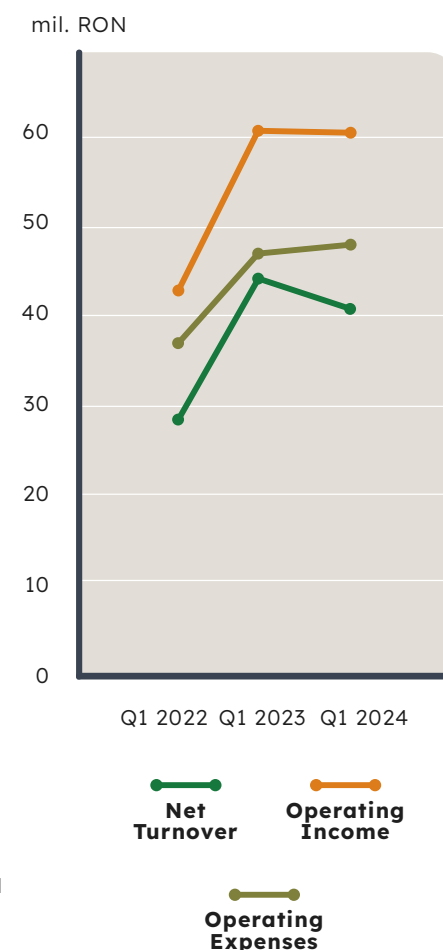
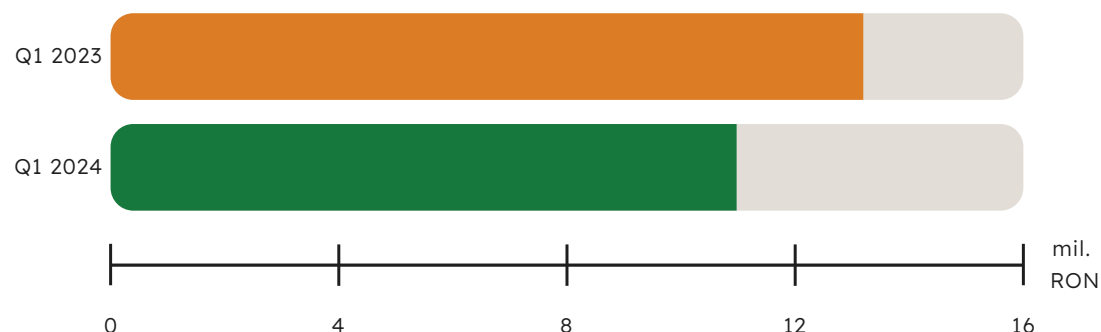
The revenues related to the production of tangible assets saw a growth of 156%, reaching RON 4 million. This increase occurred due to the recording of the young stocks as fixed assets, following

the entering into a new stage, the production process.

The revenue from goods sold decreased by 13% to RON 88 thousand, as a result of retaining the finished products obtained from agricultural activities for feeding the animals in the dairy cow farms.

The operating result of the DN AGRAR Group has decreased from 13.38 million RON to 11.59 million RON, a decrease of 13.38%.

Operating Profit



Analysis of the financial results

Analysis of the profit and loss account at consolidated level

Operating expenses experienced a slight increase of 3% in the first quarter of 2024 compared to the same period in 2023, reaching **RON 48 million**. The main contribution came from **expenses related to adjustments in the value of tangible and intangible assets**, which reached RON 6 million, an increase of 17% compared to the same period last year. This evolution is related to the revaluation of fixed assets in DN AGRAR's farms. As a result, negative differences from revaluation were recorded, mainly from the revaluation of agricultural land.

Expenses related to raw materials and consumables registered a **slight decrease of 2%** in the first quarter, totaling **approximately RON 500,000**, following the streamlining of the activities in both zootechnics and vegetable production.

With the expansion of livestock, **personnel expenses have increased to RON 6 million**, marking an 8% increase compared to the similar period in 2023.

This evolution is due to an increase in the number of employees and in cash and in-nature remuneration.

In addition, in 2024, social contribution expenditure increased by 22%, due to changes in legislation and the cessation of social and health insurance contributions tax subsidy facilities for employees in agriculture.

Also, from this year, it became compulsory to pay health contribution for meal tickets granted to employees.

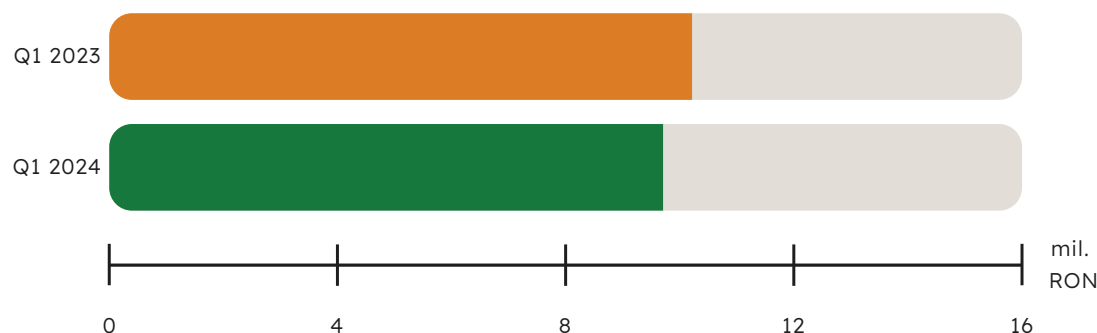
The operational result of the DN AGRAR recorded a decrease of 13% in the first quarter of 2024, from RON 13 million to RON 12 million.

In the first quarter of 2024, **financial revenues increased by 14%**, reaching **260 thousand RON**, while **financial expenses decreased by 37%**, amounting to **RON 2 million**. The decrease in financial expenses was primarily driven by a **91% reduction in expenses related to exchange rate differences**, reaching 126 thousand RON compared to the first quarter of 2023. This is attributed to the stable performance of the national currency against the EURO, to which all bank loans contracted by companies within DN AGRAR Group were converted.

At the end of the first quarter of 2024, DN AGRAR closed the balance sheet with a net profit of RON 8 million, registering a decrease of 5% compared to the same period in 2023.

DN AGRAR Group S.A. recorded a gross profit of RON 10 million in the first quarter of 2024, a decrease of 5% compared to the value recorded in the first quarter of 2023.

Gross Profit



Analysis of the financial results

Analysis of the profit and loss account at consolidated level

Indicators	31/03/2024		31/03/2023		Δ%
Net turnover	RON 40,284,321	EUR 8,106,313	RON 44,280,073	EUR 8,910,368	-9.02%
1. Production sold	RON 40,196,480	EUR 8,088,637	RON 44,285,796	EUR 8,911,520	-9.23%
Income from the sale of goods	RON 87,841	EUR 17,676	RON 100,963	EUR 20,317	-13.00%
Commercial discounts granted	-	-	RON (106,686)	EUR (21,468)	-
Sold C	RON 10,163,074	EUR 2,045,090	RON 9,167,448	EUR 1,844,743	10.86%
3. Income from the production of intangible and tangible assets	RON 3,734,020	EUR 751,387	RON 1,458,174	EUR 293,425	156.08%
6. Income from operating subsidies	RON 5,835,404	EUR 1,174,244	RON 5,133,432	EUR 1,032,988	13.67%
7. Other operating income	RON 135,622	EUR 27,291	RON 367,543	EUR 73,960	-63.10%
- of which, income from investment subsidies	RON 66,012	EUR 13,283	RON 132,023	EUR 26,567	-50.00%
Operating income - total	RON 60,152,441	EUR 12,104,325	RON 60,406,670	EUR 12,155,483	-0.42%
8.a) Expenses for raw materials and consumable materials	RON 28,300,773	EUR 5,694,893	RON 28,854,925	EUR 5,806,404	-1.92%
Other material expenses	RON 526,247	EUR 105,895	RON 449,896	EUR 90,532	16.97%
b) Other external expenses	RON 622,867	EUR 125,338	RON 880,403	EUR 177,161	-29.25%
c) Expenses related to goods	RON 119,062	EUR 23,959	RON 120,593	EUR 24,267	-1.27%
Trade discounts received	RON (2,088)	EUR (420)	RON (24,397)	EUR (4,909)	-91.44%
9. Personnel expenses	RON 6,255,245	EUR 1,258,727	RON 5,785,428	EUR 1,164,187	8.12%
a) Wages and allowances	RON 6,097,913	EUR 1,227,068	RON 5,656,800	EUR 1,138,304	7.80%
b) Expenses for insurances and social protection	RON 157,332	EUR 31,660	RON 128,628	EUR 25,883	22.32%

Analysis of the financial results

Analysis of the profit and loss account at consolidated level

Indicators	31/03/2024				31/03/2023				Δ%
10. a) Value adjustments regarding tangible and intangible assets	RON	5,968,050	EUR	1,200,936	RON	5,087,131	EUR	1,023,671	17.32%
a.1) Expenses	RON	5,968,290	EUR	1,200,984	RON	5,087,371	EUR	1,023,719	17.32%
a.2) Income	RON	(240)	EUR	(48)	RON	(240)	EUR	(48)	-
b) Value adjustments regarding current assets	-		-		RON	726,891	EUR	146,270	-100.00%
b.2) Income	-		-		RON	726,891	EUR	146,270	-100.00%
11. Other operating expenses	RON	7,003,484	EUR	1,409,293	RON	6,819,892	EUR	1,372,350	2.69%
11.1. Expenses related to external services	RON	3,780,257	EUR	760,692	RON	6,354,752	EUR	1,278,751	-40.51%
11.2. Expenses for royalties, management premises and rents	RON	1,896,068	EUR	381,541	-	-	-	-	
11.4. Management expenses	RON	763,540	EUR	153,645	-	-	-	-	
11.5. Consulting expenses	RON	64,600	EUR	12,999	-	-	-	-	
11.6. Expenses for other taxes, fees, and similar payments; expenses representing transfers and contributions due based on specific legislative acts	RON	187,145	EUR	37,659	RON	260,657	EUR	52,451	-28.20%
11.10. Other expenses	RON	311,874	EUR	62,758	RON	204,483	EUR	41,148	52.52%
Adjustments regarding provisions	RON	234,546	EUR	47,197	RON	224,487	EUR	45,173	4.48%
- Income	RON	234,546	EUR	47,197	RON	224,487	EUR	45,173	4.48%
Operating expenses - total	RON	48,559,094	EUR	9,771,424	RON	47,022,493	EUR	9,462,218	3.27%
Operating profit or loss	RON	11,593,346	EUR	2,332,900	RON	13,384,178	EUR	2,693,264	-13.38%
13. Income from interest	RON	37,370	EUR	7,520	RON	8,533	EUR	1,717	337.94%

Analysis of the financial results

Analysis of the profit and loss account at consolidated level

Indicators	31/03/2024				31/03/2023				Δ%
- of which, income obtained from affiliated entities	RON	342,093	EUR	68,839	RON	197,642	EUR	39,771	73.09%
15. Other financial income	RON	222,724	EUR	44,818	RON	219,361	EUR	44,141	1.53%
Financial income - total	RON	260,094	EUR	52,338	RON	227,894	EUR	45,859	14.13%
17. Expenses related to interest	RON	1,908,415	EUR	384,026	RON	1,877,414	EUR	377,787	1.65%
- of which, expenses in relation to affiliated entities	RON	131,235	EUR	26,408	RON	204,731	EUR	41,198	-35.90%
18. Other financial expenses	RON	125,696	EUR	25,293	RON	1,355,535	EUR	272,771	-90.73%
Financial expenses - total	RON	2,034,111	EUR	409,319	RON	3,232,949	EUR	650,558	-37.08%
Financial profit or loss	RON	(1,774,017)	EUR	(356,981)	RON	(3,005,055)	EUR	(604,700)	-40.97%
Total income	RON	60,412,535	EUR	12,156,663	RON	60,634,564	EUR	12,201,341	-0.37%
Total expenses	RON	50,593,206	EUR	10,180,744	RON	50,255,442	EUR	10,112,776	0.67%
19. Gross profit or loss	RON	9,819,329	EUR	1,975,919	RON	10,379,123	EUR	2,088,565	-5.39%
20. Profit tax	RON	1,929,869	EUR	388,343	RON	1,965,761	EUR	395,565	-1.83%
22. Other taxes not presented in the elements above	-	-	-	-	RON	5,387	EUR	1,084	-
23. Net profit or loss of the financial year	RON	7,889,460	EUR	1,587,576	RON	8,407,975	EUR	1,691,916	-6.17%
Net profit or loss attributable to minority interests	-	-	-	-	RON	144,470	EUR	29,071	-
23. Net profit or loss attributable to the group	RON	7,889,460	EUR	1,587,576	RON	8,263,505	EUR	1,662,844	-4.53%

Analysis of the financial results

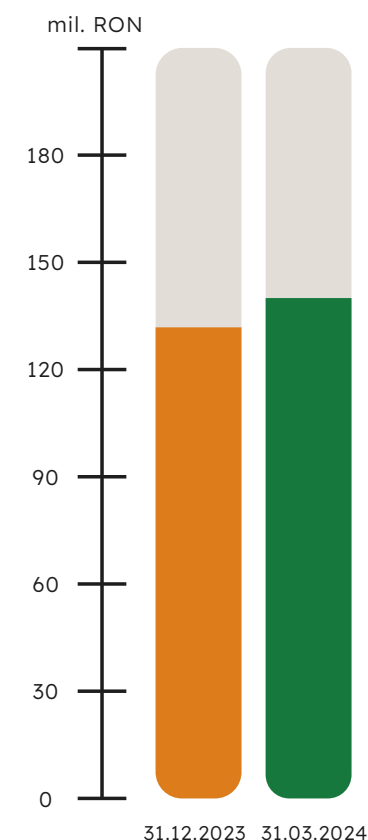
Analysis of the balance sheet at consolidated level

In consolidation of the **Balance Sheet as of March 31, 2024**, the financial indicators are compared to **31.12.2023** and **31.03.2024**.

In 2024, the **total assets** of DN AGRAR **increased by 3%**, reaching **RON 316 million**.

Indicators	31/03/2024		31/12/2023		Δ%
FIXED ASSETS - TOTAL	RON	213,534,017	EUR	42,968,914	RON 212,141,058 EUR 42,688,612 0.66%
CIRCULATING ASSETS - TOTAL	RON	100,027,969	EUR	20,128,377	RON 94,362,606 EUR 18,988,350 6.00%
PREPAYMENTS	RON	2,820,633	EUR	567,589	RON 1,441,310 EUR 290,031 95.70%
TOTAL ASSETS	RON	316,382,619	EUR	63,664,880	RON 307,944,974 EUR 61,966,993 2.74%
LIABILITIES: AMOUNTS DUE TO BE PAID WITHIN A PERIOD OF UP TO ONE YEAR	RON	77,111,558	EUR	15,516,965	RON 76,397,539 EUR 15,373,285 0.93%
LIABILITIES: AMOUNTS TO BE RECOVERED OVER A PERIOD OF MORE THAN ONE YEAR	RON	95,924,935	EUR	19,302,734	RON 95,954,744 EUR 19,308,732 -0.03%
TOTAL LIABILITIES	RON	173,036,494	EUR	34,819,699	RON 172,352,283 EUR 34,682,017 0.40%
PROVISIONS	RON	151,345	EUR	30,455	RON 385,892 EUR 77,652 -60.78%
ADVANCE INCOME	RON	1,832,188	EUR	368,687	RON 1,867,001 EUR 375,692 -1.86%
EQUITY - TOTAL	RON	141,362,592	EUR	28,446,039	RON 133,339,798 EUR 26,831,633 6.02%
TOTAL EQUITY and LIABILITIES	RON	316,382,619	EUR	63,664,880	RON 307,944,974 EUR 61,966,993 2.74%

Equity



Analysis of the financial results

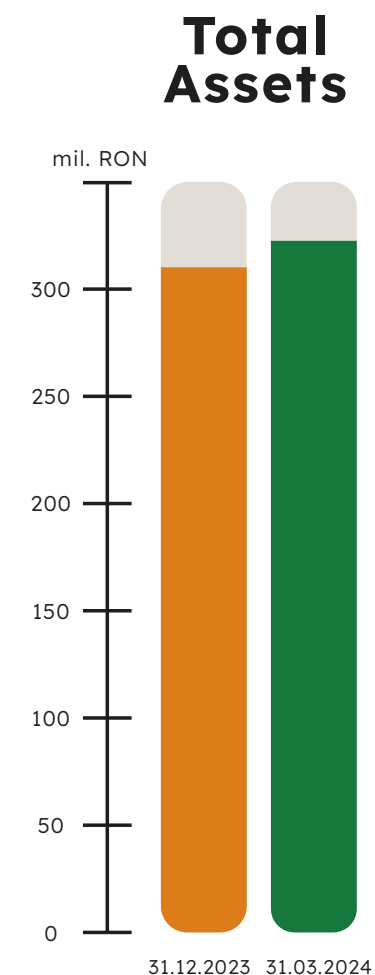
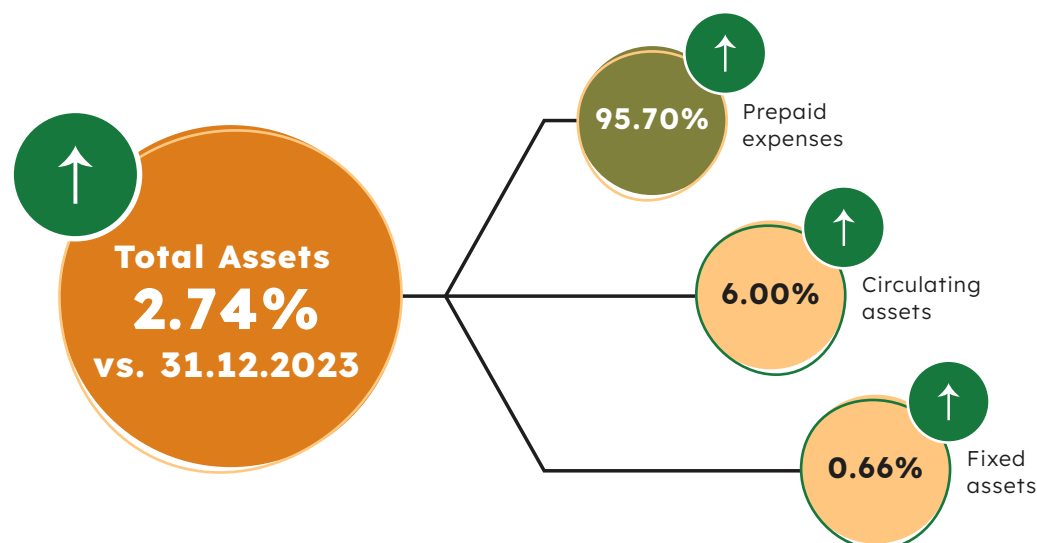
Analysis of the balance sheet at consolidated level

Fixed assets amounted to **RON 213 million**, showing a **slight increase of 1%**.

Current assets increased by 6%, reaching **RON 100 million** during the analyzed period.

The growth was primarily driven by an 11% increase in inventories, which reached RON 64 million.

Receivables decreased slightly by 6% to RON 33 million. The decrease in receivables is attributed to the recording of the receipt of subsidies for the year 2023 for agricultural activities (both zootechnics and vegetable production).



Balance sheet indicators	31/03/2024				31/12/2023				Δ%
Fixed assets - total	RON	213,534,017	EUR	42,968,914	RON	212,141,058	EUR	42,688,612	0.66%
Circulating assets - total	RON	100,027,969	EUR	20,128,377	RON	94,362,606	EUR	18,988,350	6.00%
Prepaid expenses	RON	2,820,633	EUR	567,589	RON	1,441,310	EUR	290,031	95.70%
Total assets	RON	316,382,619	EUR	63,664,880	RON	307,944,974	EUR	61,966,993	2.74%

Analysis of the financial results

Analysis of the balance sheet at consolidated level

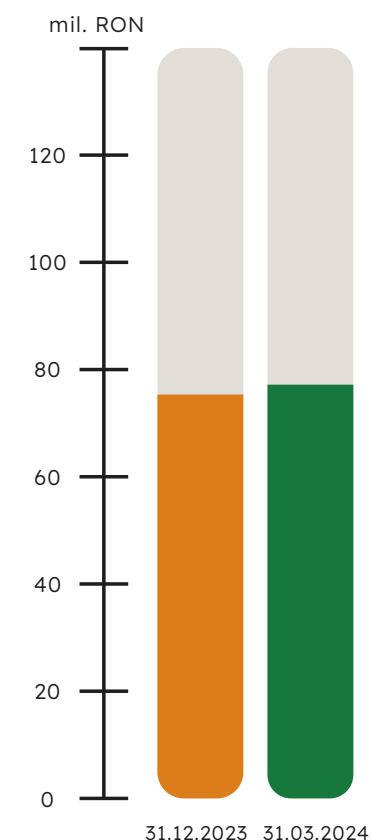
As of March 31, 2024, **short-term liabilities have seen a slight increase of 1%** compared to the end of 2023.

Short-term liabilities related to loan contracts have decreased by 8%, while short-term liabilities related to leasing contracts have increased by 9%.

The liabilities related to social contributions have decreased by RON 88 thousand, representing an 11% decrease, and the value-added tax owed to the state budget has decreased by 31%.

Short-term liabilities	31/03/2024		31/12/2023		Δ%
Short-term liabilities related to loan contracts	RON	28,814,670	EUR	5,798,304	RON 31,153,749 EUR 6,268,991 -7.51%
Short-term liabilities related to leasing contracts	RON	3,892,435	EUR	783,265	RON 3,584,115 EUR 721,222 8.60%
Payments to be made for financial assets	RON	467,362	EUR	94,046	RON 467,841 EUR 94,142 -0.10%
Commercial debts	RON	28,653,886	EUR	5,765,949	RON 31,176,758 EUR 6,273,621 -8.09%
Commercial liabilities to related parties	RON	9,081,389	EUR	1,827,425	RON 6,265,921 EUR 1,260,876 44.93%
Customer advances	RON	5,360	EUR	1,079	RON 7,159 EUR 1,441 -25.13%
Diverse creditors	RON	2,211,277	EUR	444,970	RON 1,021,076 EUR 205,469 116.56%
Salaries and other dues payable to employees	RON	1,286,322	EUR	258,843	RON 1,405,436 EUR 282,812 -8.48%
Social insurance contributions	RON	683,373	EUR	137,513	RON 771,641 EUR 155,275 -11.44%
Income tax on salaries	RON	58,016	EUR	11,674	RON 65,914 EUR 13,264 -11.98%
Profit tax	RON	1,683,473	EUR	338,761	RON 84,739 EUR 17,052 1886.66%
VAT payable	RON	239,235	EUR	48,141	RON 347,524 EUR 69,931 -31.16%
Other short-term liabilities	RON	34,762	EUR	6,995	RON 45,665 EUR 9,189 -23.88%
Total	RON	77,111,559	EUR	15,516,965	RON 76,397,539 EUR 15,373,285 0.93%

Short-term liabilities



Analysis of the financial results

Analysis of the balance sheet at consolidated level

Long-term liabilities have remained approximately at the same level as the end of 2023, with the balance of long-term liabilities reaching **RON 96 million** as of March 31, 2024.

Compared to the end of 2023, there has been a decrease in **long-term loans** contracted from **Exim Bank** by RON 800 thousand, representing a **7% decrease** due to the payment of matured installments.

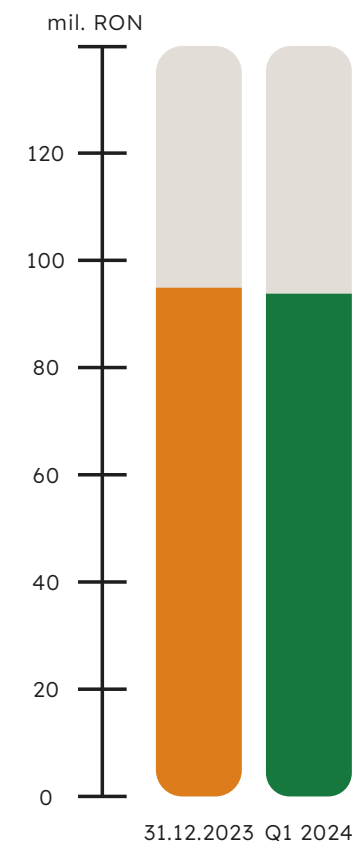
The loans related to leasing contracts from **BT Leasing** have **decreased by 14%**, to RON 1 million, due to the payment of matured leasing installments.

Long-term lease liabilities from **BRD Sogelease** have **increased by 13%**, to RON 8 million, following the acquisition of agricultural equipment and machinery.

The loans related to leasing contracts from **UniCredit Leasing** have **decreased by 16%**, to RON 200 thousand, also due to the payment of matured leasing installments.

Long-term liabilities	31/03/2024		31/12/2023		Δ%
Loans from Exim Bank	RON 10,173,267	EUR 2,047,141	RON 10,932,150	EUR 2,199,849	-6.94%
Loans from ING	RON 67,424,839	EUR 13,567,731	RON 67,274,497	EUR 13,537,478	0.22%
Leasing BT Leasing	RON 1,051,139	EUR 211,518	RON 1,215,708	EUR 244,634	-13.54%
Leasing BRD Sogelease	RON 8,234,504	EUR 1,657,009	RON 7,284,670	EUR 1,465,876	13.04%
Leasing Unicredit	RON 199,911	EUR 40,228	RON 238,132	EUR 47,919	-16.05%
Payments to be made for financial assets	RON 1,246,815	EUR 250,893	RON 1,363,212	EUR 274,316	-8.54%
Other long-term liabilities (various guarantees)	RON 94,460	EUR 19,008	RON 46,375	EUR 9,332	103.69%
Deferred tax	RON 7,500,000	EUR 1,509,206	RON 7,600,000	EUR 1,529,329	-1.32%
Total	RON 95,924,935	EUR 19,302,734	RON 95,954,744	EUR 19,308,732	-0.03%

Long-term liabilities



Analysis of the financial results

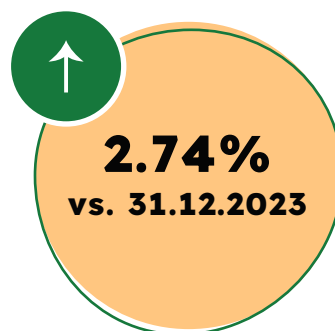
Analysis of the balance sheet at consolidated level

Provisions decreased by 61% in the first quarter of 2024 compared to the end of 2023, reaching **RON 151 thousand**.

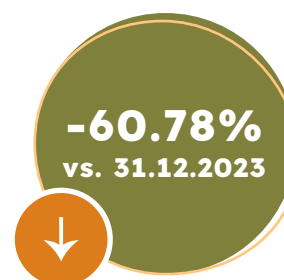
Equity increased by 6% compared to December 31, 2023, reaching **RON 141 million**.

This increase was driven by the recording of a net profit of RON 8 million as of March 31, 2024.

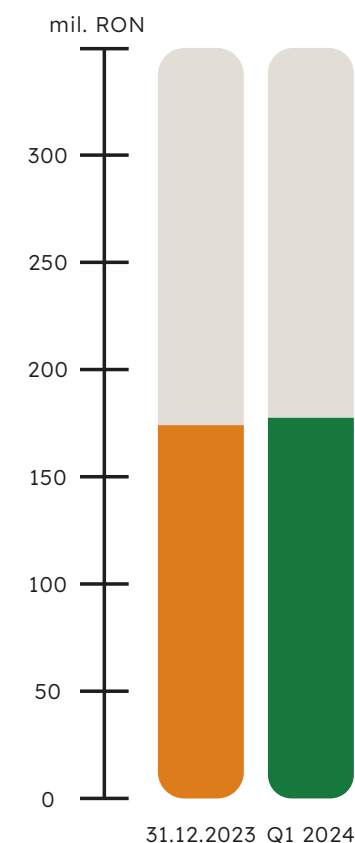
Total equity and liabilities



Provisions



Total debts



Balance sheet indicators	31/03/2024		31/12/2023		Δ%
Liabilities: Amounts due to be paid within a period of up to one year	RON	77,111,558	EUR	15,516,965	RON 76,397,539 EUR 15,373,285 0.93%
Liabilities: Amounts due to be paid over a period of more than one year	RON	95,924,935	EUR	19,302,734	RON 95,954,744 EUR 19,308,732 -0.03%
Provisions	RON	151,345	EUR	30,455	RON 385,892 EUR 77,652 -60.78%
Deferred revenues	RON	1,832,188	EUR	368,687	RON 1,867,001 EUR 375,692 -1.86%
Debts - total	RON	173,036,494	EUR	34,819,699	RON 172,352,283 EUR 34,682,017 0.40%
Total shareholders' equity	RON	141,362,592	EUR	28,446,039	RON 133,339,798 EUR 26,831,633 6.02%
Total equity and liabilities	RON	316,382,619	EUR	63,664,880	RON 307,944,974 EUR 61,966,993 2.74%

Analysis of the financial results

Analysis of the balance sheet at consolidated level

Indicators	31/03/2024		31/12/2023		Δ%
I. Intangible assets	RON 6,311,563	EUR 1,270,060	RON 6,786,357	EUR 1,365,602	-7.00%
II. Tangible assets	RON 207,168,084	EUR 41,687,913	RON 205,300,332	EUR 41,312,070	0.91%
III. Financial assets	RON 54,370	EUR 10,941	RON 54,369	EUR 10,941	0.00%
Fixed assets - total	RON 213,534,017	EUR 42,968,914	RON 212,141,058	EUR 42,688,612	0.66%
I. Stocks	RON 64,137,106	EUR 12,906,149	RON 57,700,705	EUR 11,610,968	11.15%
II. Receivables	RON 32,863,159	EUR 6,612,971	RON 34,905,208	EUR 7,023,887	-5.85%
IV. Cash and bank accounts	RON 3,027,704	EUR 609,257	RON 1,756,693	EUR 353,495	72.35%
Circulating assets - total	RON 100,027,969	EUR 20,128,377	RON 94,362,606	EUR 18,988,350	6.00%
Prepaid expenses	RON 2,820,633	EUR 567,589	RON 1,441,310	EUR 290,031	95.70%
Amounts to be recovered within a period of up to one year	RON 1,230,318	EUR 247,574	RON 711,980	EUR 143,270	72.80%
Amounts to be recovered over a period of more than one year	RON 1,590,315	EUR 320,015	RON 729,330	EUR 146,761	118.05%
Liabilities: Amounts due to be paid within a period of up to one year	RON 77,111,558	EUR 15,516,965	RON 76,397,539	EUR 15,373,285	0.93%
Net current assets/ Net current liabilities	RON 24,007,473	EUR 4,830,963	RON 18,394,323	EUR 3,701,443	30.52%
Total assets minus current liabilities	RON 239,131,805	EUR 48,119,892	RON 231,264,711	EUR 46,536,817	3.40%
Liabilities: Amounts due to be paid over a period of more than one year	RON 95,924,935	EUR 19,302,734	RON 95,954,744	EUR 19,308,732	-0.03%
Provisions	RON 151,345	EUR 30,455	RON 385,892	EUR 77,652	-60.78%
Prepaid income	RON 1,832,188	EUR 368,687	RON 1,867,001	EUR 375,692	-1.86%

Analysis of the financial results

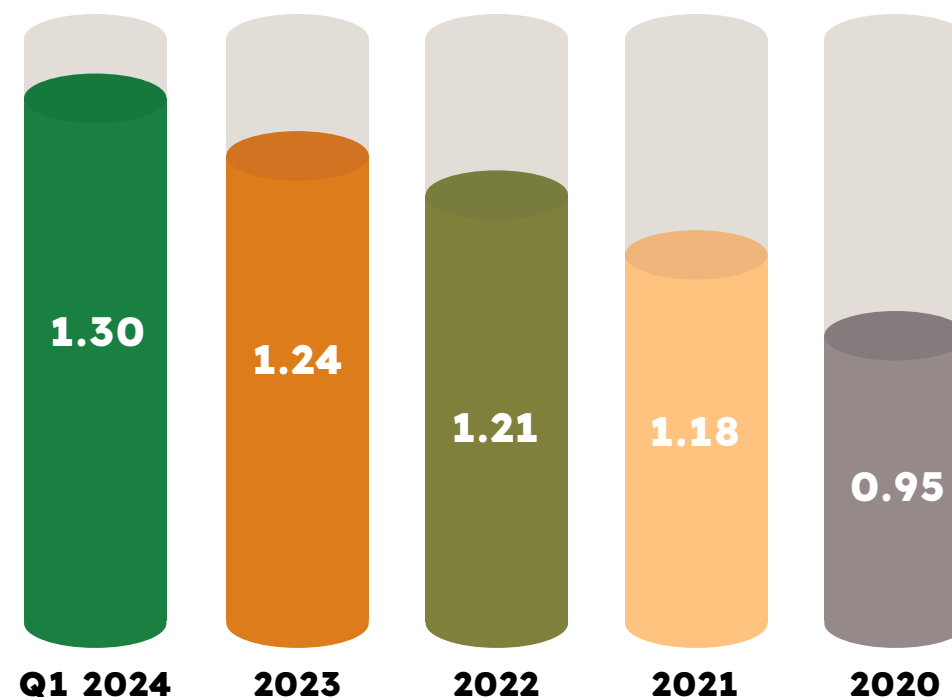
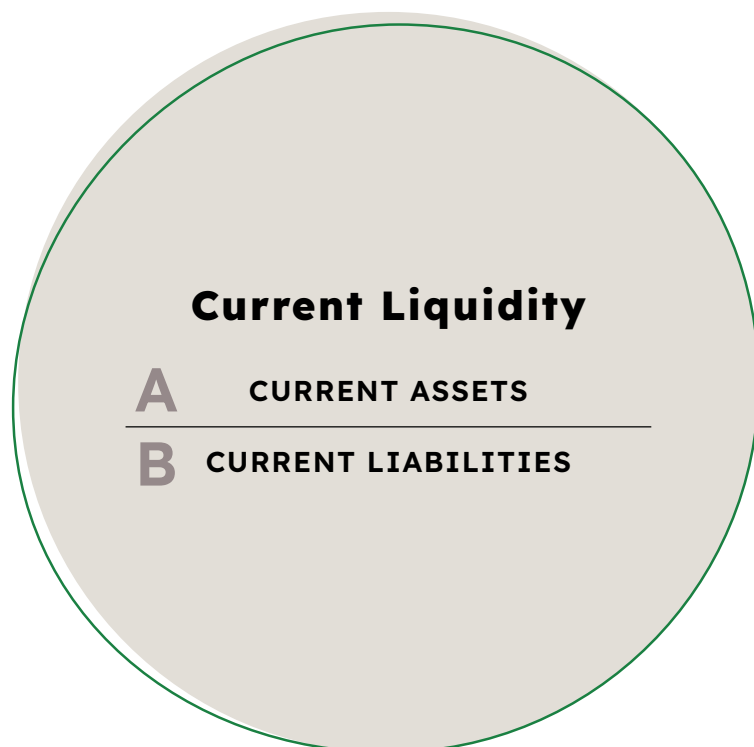
Analysis of the balance sheet at consolidated level

Indicators	31/03/2024				31/12/2023				Δ%
1. Investment subsidies	RON	1,832,188	EUR	368,687	RON	1,867,001	EUR	375,692	-1.86%
Amounts to be recovered within a period of up to one year	RON	139,256	EUR	28,022	RON	282,724	EUR	56,892	-50.74%
Amounts to be recovered over a period of more than one year	RON	1,692,932	EUR	340,664	RON	1,584,277	EUR	318,800	6.86%
Capital	RON	32,118,846	EUR	6,463,195	RON	31,985,512	EUR	6,436,364	0.42%
1. Subscribed and paid-up capital	RON	31,818,845	EUR	6,402,826	RON	31,818,845	EUR	6,402,826	0.00%
5. Other equity items DR/(CR)	RON	300,001	EUR	60,368	RON	166,667	EUR	33,538	80.00%
II. Capital premiums (ct. 104)	RON	734,004	EUR	147,702	RON	734,004	EUR	147,702	0.00%
III. Reserves from revaluation (ct. 105)	RON	31,696,123	EUR	6,378,131	RON	31,716,735	EUR	6,382,279	-0.06%
IV. Reserves	RON	817,313	EUR	164,466	RON	826,434	EUR	166,301	-1.10%
Own shares (ct 109)	RON	(65,280)	EUR	(13,136)	RON	(265,281)	EUR	(53,382)	-75.39%
Losses related to equity instruments	RON	(200,001)	EUR	(40,246)	-	-	-	-	-
V. Carried-forward profit or loss - SOLD C	RON	68,372,127	EUR	13,758,351	RON	46,089,200	EUR	9,274,414	48.35%
VI. Profit or loss of the financial year - SOLD C	RON	7,889,460	EUR	1,587,576	RON	22,672,945	EUR	4,562,420	-65.20%
Profit distribution	-	-	-	-	RON	(419,751)	EUR	(84,465)	-
Equity - total	RON	141,362,592	EUR	28,446,039	RON	133,339,798	EUR	26,831,633	6.02%

Analysis of the financial results

Key financial indicators at consolidated level

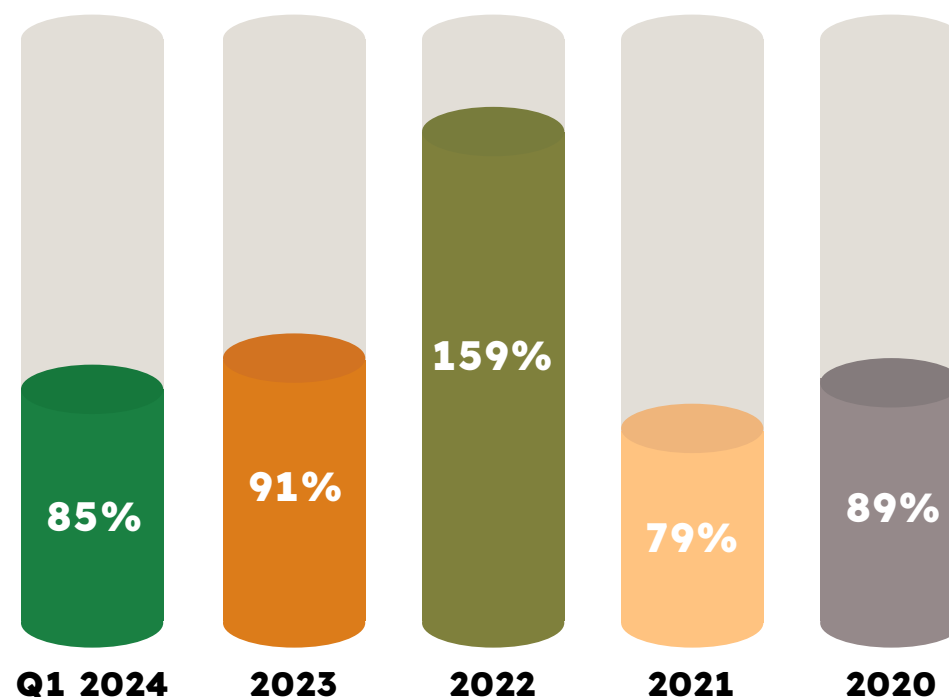
Current liquidity ratio	31/03/2024		31/12/2023		31/12/2022		31/12/2021		31/12/2020	
Current assets (A)	RON 100,027,969	EUR 20,128,377	RON 94,362,606	EUR 18,988,350	RON 72,472,451	EUR 14,583,449	RON 49,426,260	EUR 9,945,922	RON 22,362,883	EUR 4,500,027
Current liabilities (B)	RON 77,111,558	EUR 15,516,965	RON 76,397,539	EUR 15,373,285	RON 59,675,569	EUR 12,008,365	RON 41,793,980	EUR 8,410,098	RON 23,430,660	EUR 4,714,893
A/B	1.30		1.24		1.21		1.18		0.95	



Analysis of the financial results

Key financial indicators at consolidated level

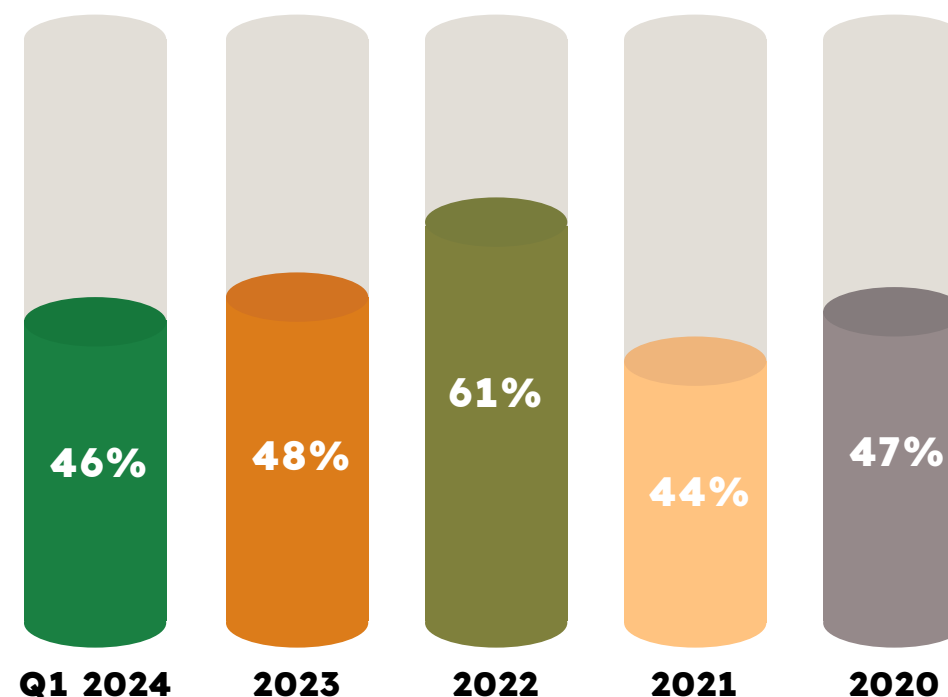
Debt-to-equity indicator	31/03/2024		31/12/2023		31/12/2022		31/12/2021		31/12/2020	
Loan capital (A)	RON 119,790,765	EUR 24,105,195	RON 121,683,021	EUR 24,485,969	RON 126,397,863	EUR 25,434,724	RON 51,691,514	EUR 10,401,753	RON 26,614,807	EUR 5,355,631
Equity capital (B)	RON 141,362,592	EUR 28,446,039	RON 133,339,798	EUR 26,831,633	RON 79,661,430	EUR 16,030,069	RON 65,458,018	EUR 13,171,953	RON 29,844,190	EUR 6,005,471
A/B	85%		91%		159%		79%		89%	



Analysis of the financial results

Key financial indicators at consolidated level

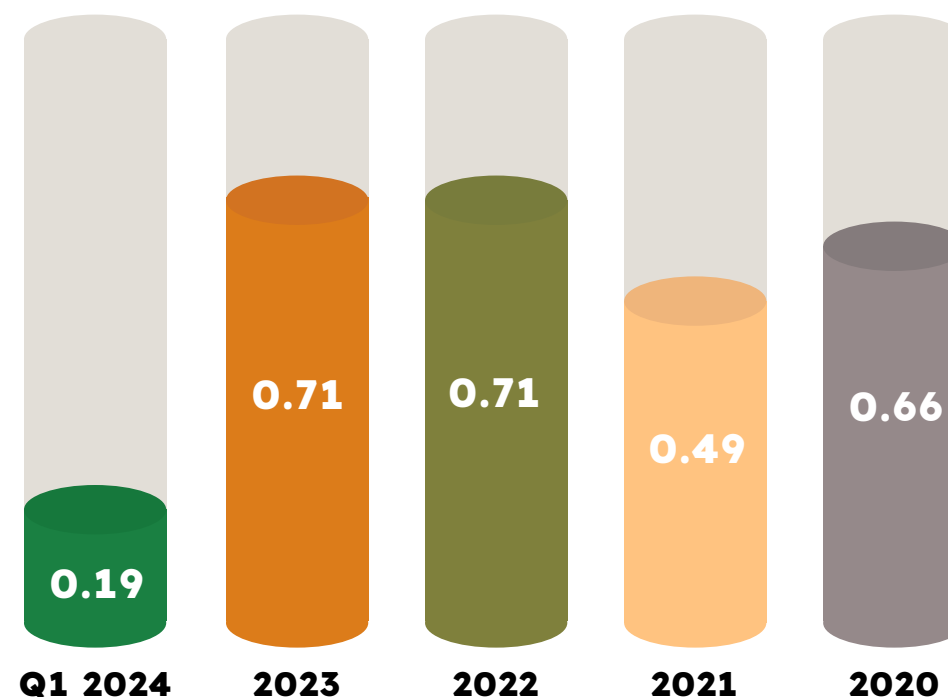
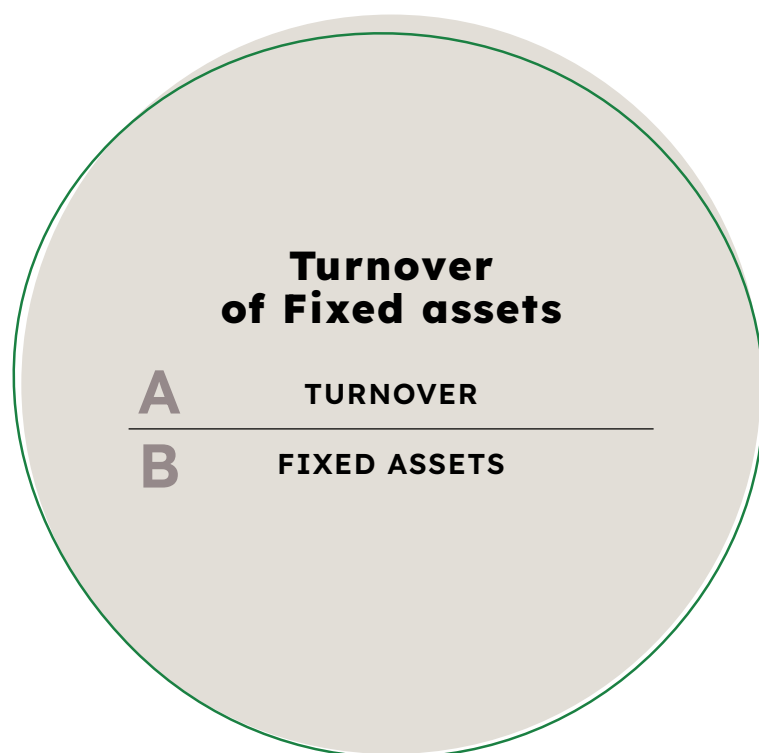
Debt-to-equity indicator	31/03/2024		31/12/2023		31/12/2022		31/12/2021		31/12/2020	
Loan capital (A)	RON 119,790,765	EUR 24,105,195	RON 121,683,021	EUR 24,485,969	RON 126,397,863	EUR 25,434,724	RON 51,691,514	EUR 10,401,753	RON 26,614,807	EUR 5,355,631
Capital employed (B)	RON 261,153,357	EUR 52,551,234	RON 255,022,819	EUR 51,317,601	RON 206,059,293	EUR 41,464,794	RON 117,149,532	EUR 23,573,706	RON 56,458,997	EUR 11,361,102
A/B	46%		48%		61%		44%		47%	



Analysis of the financial results

Key financial indicators at consolidated level

Turnover of fixed assets	31/03/2024		31/12/2023		31/12/2022		31/12/2021		31/12/2020	
Turnover (A)	RON 40,284,321	EUR 8,106,313	RON 150,886,163	EUR 30,362,444	RON 150,789,463	EUR 30,342,985	RON 46,951,665	EUR 9,447,966	RON 38,220,407	EUR 7,690,996
Fixed assets (B)	RON 213,534,017	EUR 42,968,914	RON 212,141,058	EUR 42,688,612	RON 160,654,418	EUR 32,328,085	RON 96,416,465	EUR 19,401,643	RON 57,557,888	EUR 11,582,229
A/B	0.19		0.71		0.94		0.49		0.66	





DN AGRAR PROJECTS

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DN AGRAR Projects

DN AGRAR Group is one of the largest milk producers in Europe and the largest integrated livestock farm in Romania.

In recent years the company has undergone an accelerated process of consolidation and expansion, **investing over €100 million since its establishment** in 2008.

Since listing the company on the Bucharest Stock Exchange in 2022, **we have tripled DN AGRAR's business** and through our growth strategy, supported by operational efficiency and the development of a new farm, **we aim to double the business by the end of 2027.**

In the first quarter of 2024, DN AGRAR focused on the implementation of ongoing projects and operational investments undertaken, investments that involve automation/optimization of certain operations, expansion of production capacity in existing farms, as well as preparation of the young cattle herd for the Straja project.



The main investments made by DN AGRAR in development projects, were focused on the directions detailed in the following pages.



DN AGRAR Projects

Construction of new buildings and new investments, within the DN AGRAR APOLD farm

Construction of new buildings within the DN AGRAR Apold farm

Having as an objective the reduction of transportation costs and rental fees for the DN AGRAR Prodact farm, we have decided to build new shelters for young cattle at DN AGRAR Apold farm, where they are raised up to 1 year.

After 1 year, the young cattle are sold to the DN AGRAR Prodact farm and remain in the field until they become lactating, and return to one of the Apold, Cut or, in the future, Straja farms, as dairy cows.

Expansion of spaces for the dairy cattle insemination activity at the DN AGRAR Apold farm

With the project to increase the number of dairy cows by 50% for the Apold farm, there has also been a need to expand the spaces where dairy cattle insemination takes place, which was achieved in the first quarter of this year.

1

DN AGRAR Projects

Installation of the second robot for milking parlors in DN AGRAR Cut and Lacto Agrar farms

The project was launched in May 2023, with the installation of the first robot, an automated sprayer for disinfecting the udder. This robot, specially designed for rotary milking parlors, is used in DN AGRAR Cut and Lacto Agrar farms after the milking process, to ensure udder disinfection.

In the first quarter of 2024, we continued with this project and by the end of May 2024, we installed the second robot, designed for pre-cleaning and stimulating the udder and milking process in both farms. The main objective of using this robot is to reduce clinical mastitis and associated costs. We anticipate that this type of robot will be fully functional by the end of May / beginning of June 2024.

Once both robots are fully functional, we will record a 50% reduction in the milk process in the Cut and Lacto Agrar farms.

2

DN AGRAR Projects

Straja Project

The DN AGRAR Straja farm will cover an area of 10 hectares and will be equipped with two milking parlors. In 2023, we started and advanced with the initial stages of this project, including preparing the land for the construction of the new farm and adjacent buildings, as well as building a new manure lagoon.

At the Extraordinary General Meeting of DN AGRAR shareholders in March 2024, financing for the project was approved through accessing a 9.2 million euro credit facility from Exim Romanian Bank for the construction of the farm, equipment, and animals.

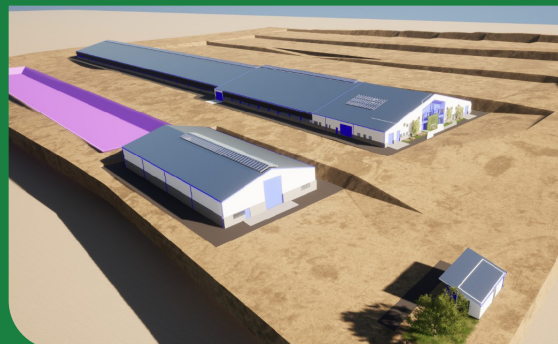
DN AGRAR's contribution to this project will be 20.78% and will be funded from internal sources.

We are preparing in advance for operational activity and are already breeding young cattle at the DN AGRAR Prodact farm, which has over 3,300 heads. We have also **started building the first milking parlor** in 2024 and **we plan for the new Straja farm to become operational in the third quarter of 2024**, with a milk production capacity of 600 dairy cows. We will gradually increase the number of dairy cows to reach 900 heads by the end of 2024.

We intend to reach the maximum capacity of the Straja farm in three years, with a total herd of 5,000 cattle. We estimate daily production of approximately 100,000 liters of milk by the end of 2027.

Additionally, necessary steps have been taken to obtain a new construction permit for animal shelters and a grain mill. These facilities will occupy an area of 5 hectares adjacent to the already launched investment.

In the first part of this year, we installed the power substation to feed the future farm with electricity and continued with site development, compaction, and terracing work across the entire location.



3

DN AGRAR Projects

The compost factory

With the aim of reducing water transportation costs to manure lagoons and taking care of vegetable waste from the fields, we will build a compost factory near the Apold farm, which **will also lead to the establishment of an alternative business line**. We will be able to sell this compost to farms, as well as to producers of vegetables, both in Romania and abroad.

By the end of 2023, we have completed the first three stages of the project, including the construction of the composting building, where we will place the composting unit.

In the next phase, we will start the installation of necessary equipment and machinery, including the composting machine, packaging and wrapping line, and associated auxiliary equipment.

We expect the factory to become operational in September-October of this year.

Additionally, the success of this factory will also have an impact on the development of compost facilities for our other farms.



4

DN AGRAR Projects

Production of liquefied or compressed biogas

We are currently analyzing the possibilities of developing the company through a biogas production project, which may involve producing either liquefied biogas or compressed biogas.

As a representative of the circular economy, **by developing this new project, DN AGRAR aims to become a significant player in reducing greenhouse gas emissions** generated by liquid and semi-liquid waste from cattle manure, as well as producing green energy – biogas, by recycling these waste.



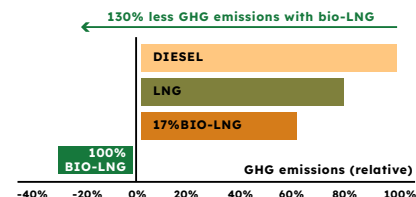
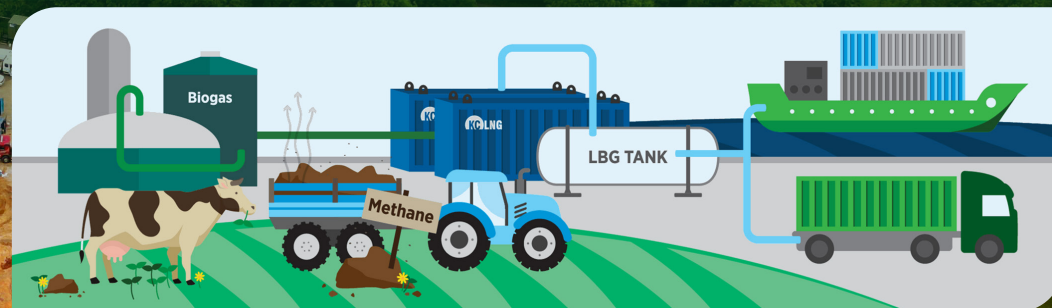
By using cattle manure from our own farms in biogas production, DN AGRAR will reduce its carbon emissions by 90%.

In 2024, we started the procedure for this project by finding a technical solution for the recovery of manure from our dairy farms and also capturing methane from this waste.

Also, we are in discussions with several potential partners to find the most profitable solution for this new project.

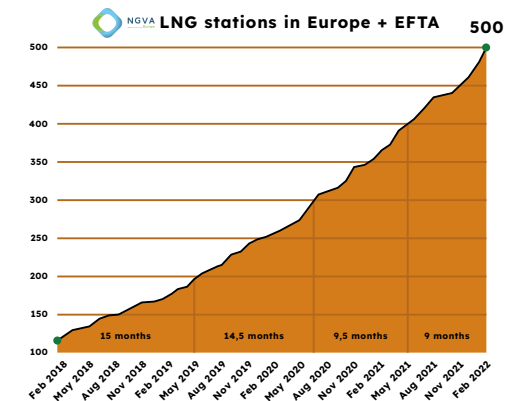
Additionally, we are analyzing financing options and development of this project, including accessing subsidies for this project.

Furthermore, we have researched the market and found partners for this technology.



Ships on order

88,16% conventional fuel		
Order book 2021		
	Ammonia	0,02%
	Hydrogen	0,06%
	Methanol	0,30%
	LPG	1,51%
	LNG	6,10%
	Battery	3,85%
	Total	11,84%



MANAGEMENT STATEMENT

Alba-Iulia, 28 May 2024

We confirm to the best of our knowledge that the condensed consolidated unaudited financial statements prepared for the first quarter ended at March 31st, 2024, give a true and fair view of the assets, liabilities, financial position and profit and loss position of DN AGRAR GROUP SA, as required by the applicable accounting standards, and that the Management Report gives a true and fair view of the significant events that occurred in the first quarter of 2024 and their impact on the company's consolidated unaudited financial statements.

Jan Gijsbertus de Boer

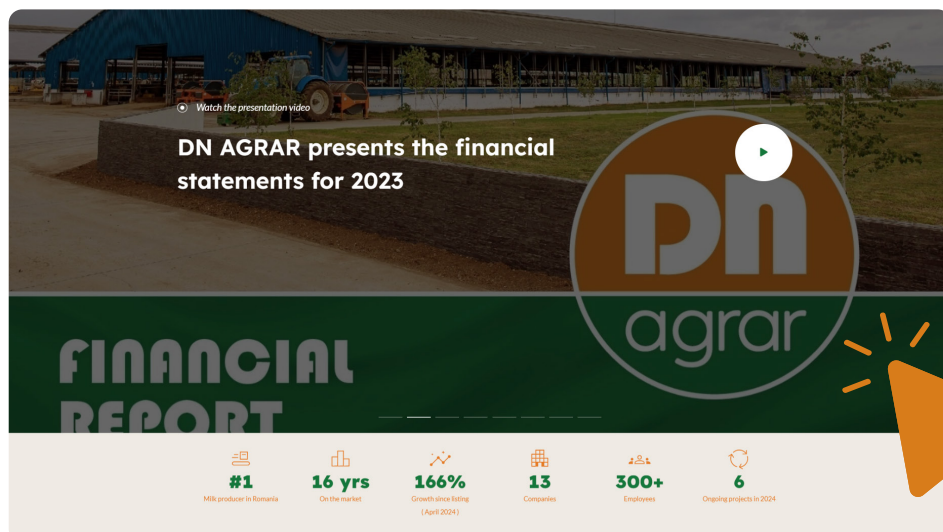
Chairman of the Board of Directors of DN AGRAR GROUP S.A.

CONTACT

Website: www.dn-agrar.eu

On the DN AGRAR company website, you can find recent and archived press releases, financial reports, annual reports, presentations, the financial calendar, and other relevant information for shareholders, accessible through the Euroland interactive tool.

Visit our page and subscribe to our newsletter to keep up to date with our work.



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Happy Cows - Healthy Milk - Satisfied Customers