

## **DN AGRAR announces new investments in a second compost factory and solar panels**

### *Press release*

*Alba-Iulia, February 17<sup>th</sup>, 2025* – DN AGRAR Group (BVB symbol: [DN](#)), the largest integrated livestock farm in Romania, leader in cow milk production, announces plans for financing new investment projects set to begin in 2025, with a total value of approximately EUR 3.4 million.

The planned investments include a new composting factory at the Lacto Agrar farm, the second within the Group, and the installation of solar panels on the rooftops of buildings at Apold, Lacto Agrar, and Cut (DN AGRAR Service) farms. The projects financing is subject to the shareholders' approval at the Extraordinary General Meeting of Shareholders scheduled for March, 25<sup>th</sup> of 2025.

### **Peter de Boer, Board Member & Strategy and IR Director, DN AGRAR Group:**

"We are committed to further strengthening our sustainability strategy by investing in renewable energy and circular farming solutions. These projects will be financed through a combination of European funds and bank loans, reinforcing our position as an industry leader. Following the operations started at our first composting unit at Apold farm, which has generated significant market interest, we are now pleased to announce plans to expand our operations by installing a second composting unit at Lacto Agrar farm. This new facility is expected to become fully operational in Q4 2025. In line with our commitment to sustainability, we have also initiated the process of obtaining voluntary carbon certification for the compost produced.

For the installation of solar panels, the total investment is approximately 1.7 million euros and 60% of the total value will be reimbursed after installation through non-refundable funds from PNRR (Romania's National Recovery and Resilience Plan). The Installation of the panels will start in the 2nd quarter of 2025. We estimate that through this project we will become completely energy independent for our Lacto Agrar, Cut and Apold farms."

### **Projects subject to approval at the EGMS on March 25<sup>th</sup>**

- **Compost factory at Lacto Agrar farm** with a capacity of 7,000 tons of organic fertilizer annually

The investment is to start in 2025 with the aim of becoming fully operational in Q4 2025. The total investment amounts to EUR 1.7 million and will be financed through bank financing. With the inauguration of the second compost factory, DN AGRAR will expand its organic fertilizer production capacity by an additional 7,000 tons annually, bringing the total annual production up to 14,000 tons, starting 2026. The organic fertilizer produced will be used both internally and sold to third parties, generating additional revenue streams.

The plans include organic certification of the products and expansion into specialized markets. It is estimated that approximately 32,000 voluntary carbon certificates will be generated annually, supporting carbon emission reduction targets.



- **Solar panels with an installed capacity of 2,218 kW**

The investment is planned to be made in 2025 with the objective of installing solar panels on the rooftops of buildings at Apold, Lacto Agrar, and Cut (DN AGRAR Service) farms. The total investment amounts to approximately 1.7 million euros and will be financed through non-refundable PNRR funds (60% of the total value, the project receiving already all the approvals), with the difference of 40% financed via bank loan.

The installation is scheduled for Q2 2025. In the second phase, the farms will also be equipped with storage batteries to further enhance the efficiency brought.

### **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 Gijsbertus 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, 5 farms whose main activity is dairy cattle breeding (Prodact farm) and cow's milk production (Cut, Lacto Agrar Apold and Straja 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>

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