



SINTEZA SA
Șos. Borșului no. 35
410605 ORADEA - ROMANIA



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VAT Reg.No.: RO 67329
Reg.No.at Commerce Register: J.05/197/1991

BANK: BANCA TRANSILVANIA ORADEA
IBAN EURO:RO61BTRL00504202N98396XX
IBAN RON: RO86BTRL00501202N98396XX
SWIFT CODE: BTRL RO22XXX

QUARTERLY REPORT ACCORDING TO ASF REGULATION NO.5/2018

Date of report:	30.09.2019
Name of the company:	S.C. SINTEZA S.A
Headquarters:	410605 Oradea, Borșului, road 35
Phone:	40 259 456 116
Fax:	40 259 462 224
Tax Identification Code:	67329
Number of registration in the Commercial Register:	J/05/197/1991
Subscribed and paid capital:	9.916.888,50 RON
Regulated market where the issued securities are traded:	BUCHAREST STOCK EXCHANGE

This Quarterly Report includes:

- 1) The financial statements on 30.09.2019, prepared in accordance with International Financial Reporting Standards (IFRS).
 - Statement of financial position at 30.09.2019
 - Statement of Comprehensive Income on 30.09.2019
 - Statement of the modification shareholders' equities on 30.09.2019
 - Cash flow statement
- 2) Notes to the financial statements ended 30.09.2019
- 3) Economic and financial indicators specified in Appendix 13 A of ASF Regulation No.5 / 2018.
 - Note that third quarter 2019 financial statements were not audited.

SINTEZA SA ORADEA informs the investors that Q3 REPORT is available for consultation at the company's headquarters in Oradea, Borșului Street No. 35, daily from 9 to 12, on the company's website www.sinteza.ro, as well as in link below, starting on 15.11.2019 at 18:00.

GENERAL MANAGER
COSMIN TURCU

1. Financial statements at 30.09.2019

Individual and consolidated Financial Statements 30.09.2019

Indicator	INDIVIDUAL		CONSOLIDATED	
	31-Dec-2018	30-Sep-2019	31-Dec-2018	30-Sep-2019
Tangible assets				
Freehold land and land improvements	15.220.540	15.220.540	15.220.540	15.220.540
Buildings	14.004.992	13.499.889	14.004.992	13.499.889
Technical installations and transport means	15.817.796	14.681.463	15.771.206	14.681.463
Furniture, office automation equipments	14.314	15.906	14.314	15.906
Tangible assets in progress	1.803.960	2.094.269	1.803.960	2.094.269
Advance payments for tangible assets	42.403		42.403	
Total of tangible assets	46.904.005	45.512.067	46.857.415	45.512.067
Intangible assets				
Concessions, patents, licences, trademarks	245.294	214.100	245.294	214.100
Investment assets				
Shares owned at branch offices and other fixed securities	25.702	31.034	28.602	33.934
Rights to use the assets leased		79.392		79.392
Total of intangible assets	47.175.001	45.836.593	47.131.311	45.839.493
Current assets				
Stocks	3.157.570	3.461.069	3.161.241	3.464.740
Trade receivables and other receivables	4.606.097	4.027.742	2.839.257	2.252.584
Accrued expenses	353.542	710.213	353.542	710.213
Cash and cash equivalent	65.477	41.122	68.222	62.021
Assets classified as being held for sale	3.602.553	3.602.553	3.605.944	3.602.553
Total of current assets	11.785.239	11.842.699	10.028.206	10.092.111
Total of assets	58.960.240	57.679.292	57.159.517	55.931.604
Shareholders' equities				
Share capital	9.916.889	9.916.889	9.916.889	9.916.889
Share premiums				0
Reserves	29.836.350	29.836.350	31.275.588	31.275.588
Result of the year	-4.607.158	-2.254.837	-5.284.663	-2.295.869
Result carried forward	5.076.161	469.003	2.673.334	-2.568.129
Other elements of shareholders' equities	-540	-540	-540	-540
Minority interests			-3.764	-3.862
Total of shareholders' equities	40.221.702	37.966.865	38.576.844	36.324.077
Long-term liabilities				0
Long-term loans and other liabilities	2.480.551	1.612.124	2.480.551	1.612.124
Deferred income				0
Provisions				0
Deferred tax liabilities	4.328.381	4.328.381	4.328.381	4.328.381
Total of long-term liabilities	6.808.932	5.940.505	6.808.932	5.940.505
Current liabilities				
Short-term loans	4.845.857	5.887.970	4.845.857	5.887.970
Trading liabilities and other liabilities, including derivatives	6.819.922	7.879.925	6.661.041	7.775.025
Deferred income	82.595	4.027	82.595	4.027
Provisions	181.232	0	184.248	0
Liabilities classified as being held for sale				0
Total of current liabilities	11.929.606	13.771.922	11.773.741	13.667.022
Total of liabilities	18.738.538	19.712.427	18.582.673	19.607.527
Total of shareholders' equities and liability.	58.960.240	57.679.292	57.159.517	55.931.604

Statement of the individual and consolidated overall result 30.09.2019

Indicator	INDIVIDUAL		CONSOLIDATED	
	30.09.2018	30.09.2019	30.09.2018	30.09.2019
Continuous activities				
Income	20.629.322	18.745.544	20.330.816	18.745.544
Other income	3.210.000	340.462	3.210.261	343.478
Changes in inventories	-888.786	993.594	-888.786	993.594
Total of operating income	22.950.536	20.079.600	22.652.291	20.082.616
Expenses related to inventories	12.491.860	11.802.535	12.763.495	11.802.535
Expenses related to utilities	2.366.476	2.316.818	2.366.476	2.316.818
Expenses with the employees' benefits	3.089.076	3.526.659	3.374.882	3.567.975
Amortization and depreciation of fixed assets	1.743.278	1.623.236	1.755.581	1.623.236
Gains (-)/losses from the assignation of fixed assets (+)	1.976.152	137.223	1.976.152	137.223
Value adjustment of current assets			84.823	
Adjustments related to provisions				
Other expenses	2.400.608	2.526.158	2.113.468	2.528.987
Total of operating expenses	24.067.450	21.932.629	24.434.877	21.976.774
Result of the Operating Activities	-1.116.914	-1.853.029	-1.782.586	-1.894.158
Financial income	185.602	120.477	185.602	120.477
Financial expenses	513.015	522.285	513.015	522.285
Net financial result	-327.413	-401.808	-327.413	-401.808
Result before the taxation	-1.444.327	-2.254.837	-2.109.999	-2.295.966
Expense with the current income tax				
Expenses with the deferred income tax	22.126		23.862	
Deferred income tax-related income				
Result of the Continuous Activities	-1.466.453	-2.254.837	-2.133.861	-2.295.966
Minority interests			1.467	97
Total of the overall result afferent to the period	-1.466.453	-2.254.837	-2.132.394	-2.295.869

Statement of the modifications in the individual shareholders' equities

30.09.2019

Modification resources of the shareholders' equities	Share capital	Share premiums	Issued capital instruments	Other shareholders' equities	Cumulated value of other elements of the overall result	Result carried forward	Revaluation reserves	Other reserves	(-) Own shares	Profit or loss (-) attributable to the holders of shareholders' equities in the parent company	(-) Interim dividends	Minority interests		Total
												Cumulated value of other elements of the overall result	Other elements	
0	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Opening balance (before the restatement)														
Effect of errors' correction														
Effect of the modification in the accounting policies														
Opening balance (current period)	9916889				-4607158	5076161	25732516	4103834	-540					40221702
Ordinary bonds issue														
Preference shares issue														
Issue of other capital instruments														
Exercise or expiry of other issued capital instruments														
Conversion of liabilities in shareholders' equities														
Capital reduction														
Dividends														
Purchase of own shares														
Sale or annulment of own shares														
Reclassification of financial instruments from shareholders' equities into liabilities														
Transfer between the components of the shareholders' equities					4607158	-4607158								
Increases or (-) decreases of the shareholders' equities derived from the combined activities														
Shares-based payments														
Other increases or (-) decreases of the shareholders' equities														
Total overall result for the period					-2254837									-2254837
Closing balance (current period)	9916889				-2254837	469003	25732516	4103834	-540					37966865

Statement of the modifications in the consolidated shareholders' equity
30.09.2019

Modification resources of the shareholders' equities	Share capital	Share premiums	Issued capital instruments	Other shareholders' equities	Cumulated value of other elements of the overall result	Result carried forward	Revaluation reserves	Other reserves	(-) Own shares	Profit or loss (-) attributable to the holders of shareholders' equities in the parent company	(-) Interim dividends	Minority interests		Total
	1	2	3	4	5	6	7	8	9	10	11	12	13	
Opening balance (before the restatement)														
Effect of errors' correction														
Effect of the modification in the accounting policies														
Opening balance (current period)	9916889				5284662	2673334	25768451	5507136	-540			-3764		38576844
Ordinary bonds issue														
Preference shares issue														
Issue of other capital instruments														
Exercise or expiry of other issued capital instruments														
Conversion of liabilities in shareholders' equities														
Capital reduction														
Dividends														
Purchase of own shares														
Sale or annulment of own shares														
Reclassification of financial instruments from shareholders' equities into liabilities														
Transfer between the components of the shareholders' equities					5284663	-5284663								
Increases or (-) decreases of the shareholders' equities derived from the combined activities														
Shares-based payments														
Other increases or (-) decreases of the shareholders' equities						43200								43200
Total overall result for the period					-2295869							-98		-2295967
Closing balance (current period)	9916889				-2295869		25768451	5507136	-540			-3862		36324077

Individual and consolidated cash flow statement
30.09.2019

Cash flow statement

	INDIVIDUAL	CONSOLIDATED
	30.09.2019	30.09.2019
Cash flows from operating activity		
Receipts from sales to customers	19.708.895	19.744.230
Other receipts (including net VAT refunds)	1.909.850	1.925.868
Payments to suppliers	16.400.703	16.400.945
Payments of net wages	1.848.597	1.875.377
Payments to budgets	335.480	335.480
Other payments	2.252.731	2.258.908
Net cash from operating activities	781.234	799.388
Cash flows from investments activities		
Payments for acquisition of fixed assets	766.622	766.622
Receipts from sales of tangible fixed assets	0	0
Interest received		0
Net cash from investment activities	-766.622	-766.622
Net cash from financing activities		
Proceeds from loans	13.599.029	13.599.029
Interest paid and loan refunds	13.637.996	13.637.996
Dividends paid	0	0
Net cash from financing activities	-38.967	-38.967
Net increase/(decrease) of cash	-24.355	-6.201
Cash and cash equivalent at the beginning of the period of time	65.477	68.222
Cash and cash equivalent at the end of the period of time	41.122	62.021

2. Notes to the financial statements ended 30.09.2019

The entity reported:

SINTEZA S.A. it is headquartered Oradea, Borsului Road No.35, Registration No. J 05/197/1991 T. It is a joint stock company and operates in Romania in accordance with Law No.31 / 1990 on commercial companies.

The activity of the Company is based on the production and marketing of basic organic chemical products - CAEN code 2014.

The Company's shares are listed on the Bucharest Stock Exchange, Standard category , with the indicative STZ.

On this, the company is owned by the following shareholders:

Crt. Iss.	Name	Percentage owned
1	F.I.I. BT Invest 1 administered by BT Asset Management S.A.	51,8898
2	Tincau Tibor	28,1346
3	Other shareholders	19,9756
	Total	100,00

Evidence shares and shareholders is held according to the law, by SC Depozitarul Central S.A. Bucharest

Presentation of Financial Statements

The individual financial statements are presented in accordance with International Financial Reporting Standards requirements (IFRS).

Functional and presentation currency

The functional currency is the leu chosen. The financial statements are presented in RON.

Significant accounting policies

The Company organizes and manages financial accounting, according to the Accounting Law no. 82/1991, with subsequent amendments and IFRS

Financial accounting provides a chronological and systematic recording, processing, publish and maintain information about the financial position, financial performance and other information related to the work.

Transactions in foreign currencies

Operations in foreign currency are recorded in RON at the exchange rate on the date of the transaction.

At the end of each month, the liabilities in foreign currency are valued at the exchange rate of the currency market, announced by the National Bank of Romania in the last working day of the month in question.

Financial instruments

The company owns the non-derivative financial assets: trade receivables, cash and cash equivalents.

Tangible assets

Tangible assets are assets that:

- are held by a company for use in the production of goods or services, for rental to others or for administrative purposes; and
- are used over a period longer than one year.

Production cost includes direct costs related to the production assets such as direct materials, energy consumption for technological purposes, the costs of salaries, contributions and other legal related expenses, arising directly from the construction of property and equipment, costs of site preparation costs initial delivery and handling, installation and assembly costs, testing costs for the proper functioning of the asset, professional fees and fees paid in connection with the asset, the cost of designing products and obtain necessary permits;

Subsequent expenditure on a tangible asset is recognized:

as an expense in the period in which they were incurred if they are considered repairs or purpose of these expenditures is to ensure continued use of the asset while maintaining the original technical parameters; or

as part of the asset, as subsequent expenses, if the conditions to be considered investments on fixed assets.

Depreciation of tangible assets is calculated starting with next month commissioning and until full recovery of their input.

The Company calculated and accounted for depreciation of tangible leased, rented or management location.

Land is not depreciated.

Intangible assets:

Within intangible assets include:

- up costs;
- development costs;
- concessions, patents, licenses, trademarks, rights and similar assets, except those created by society;
- goodwill;
- other intangible assets;
- advance payments for intangible assets;
- intangible assets in progress.

Amortization of intangible assets is allocated on a systematic basis over the best estimate of its useful life.

The method of amortization of intangible assets is a straight.

Items of stocks

Registration in inventory accounting entry shall be made after the transfer of risks and rewards.

Trade discounts granted by the supplier and included in the purchase invoice reduces the acquisition cost of goods.

In determining the cost of production using standard cost method, taking into account normal levels of materials and supplies, labor, efficiency and production capacity.

The levels considered normal consumption of material shall be reviewed within 12 months.

Revenue

Revenue represents increases in economic benefits, incurred during the year, which generated an increase in equity in forms other than those expressing consideration nterprise's new owners.

Revenues are recognized on an accrual basis.

Expenditure

Company expenses are amounts paid or payable.

Accounting expenses take the kinds of expenses as follows:

Synthetic spending accounts covering multiple items with different tax deductibility regime develops analytical, analytical so that each reflect specific content.

Debts of company

Debts evidenced by accounting company on behalf of third-party accounts. Accounting suppliers and other liabilities take into categories and each person or entity.

Personal rights shall be accounted for retaining contributions

Income tax payment as a liability should be recognized to the extent unpaid.

Foreign currency debt rating and those with settlement in lei depending on the course of currencies is made at the exchange rate of the National Bank of Romania, valid on the date of each financial year.

Commercial and financial discounts

Trade discounts granted by the supplier and included in the purchase invoice adjusted downwards acquisition cost of goods.

Trade discounts to customers in order to reduce the amount of income adjusted for the

transaction.

Contingent assets and liabilities

Contingent assets and liabilities is presented in the notes if the inflows are likely to arise economic benefits.

Events after the preparation of financial statements

Events after the balance sheet date are those events, favorable or unfavorable, that occur between the balance sheet date and the date the annual financial statements are authorized for issue. They are presented in the notes when considered significant.

Events or uncertainty factors that affect or could affect the company's activity

Business is affected by the global crisis of credit and liquidity constraints that led to a low level and difficult access to funds on the capital market.

Signaled contraction in the financial market, generated in part by developments in the euro zone lately, could affect the Company's ability to access new loans and refinance those already obtained in terms and conditions related to past transactions.

Also, borrowers Company may be affected by low levels of available liquidity, which could affect their ability to repay debt when due, which will have an impact on the ability to forecast cash flows.

The Company can not predict all the events that would impact on the financial sector and any effects that would interfere with the financial statements.

The Company can not estimate the effects on the financial statements of future decreases liquidity in the financial market, the devaluation of financial assets or credit market contraction or increasing currency volatility.

However, the Company believes that, in specific market conditions that works, characterized by a strong specialization of a small number of participants and their risk assessment and management can be achieved through daily monitoring of incoming and outgoing flows of cash and by making short-term forecasts net liquidity.

The Company is not subject to externally imposed capital requirements.

3. Economic and financial indicators

Current iss.	Indicator	Calculation	Result
1	Current liquidity	Current Assets / Current Liabilities	0,86
2	Indebtedness percentage	Borrowed capital / Equity *100 Equity / Capital employed * 100	4,25 95,93
3	The rotation speed of debits - clients	The average balance of clients /Turnover* 90	43,78
4	The rotation speed of fixed assets	Turnover/Fixed assets	0,41

GENERAL MANAGER
COSMIN TURCU

FINANCIAL MANAGER
DOINA UJUPAN