



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:	31.03.2020
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 31.03.2020, prepared in accordance with International Financial Reporting Standards (IFRS).
 - Statement of financial position at 31.03.2020
 - Statement of Comprehensive Income on 31.03.2020
 - Statement of the modification shareholders' equities on 31.03.2020
 - Cash flow statement
- 2) Notes to the financial statements ended 31.03.2020
- 3) Economic and financial indicators specified in Appendix 13 A of ASF Regulation No.5 / 2018.
 - Note that first quarter 2020 financial statements were not audited.

SINTEZA SA ORADEA informs the investors that Q1 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 15.05.2020 at 09:00.

GENERAL MANAGER
LAZAR OAE NICOLAE MIHAIL

1. Financial statements at 31.03.2020

Individual and consolidated Financial Statements 31.03.2020

INDICATOR	INDIVIDUAL		CONSOLIDATED	
	31.12.2019	31.03.2020	31.12.2019	31.03.2020
Tangible assets				
Freehold land and land improvements	14.565.500	14.565.500	14.565.500	14.565.500
Buildings	11.724.640	11.579.444	11.724.640	11.579.444
Technical installations and transport means	14.552.554	14.231.676	14.552.554	14.231.676
Furniture, office automation equipments	23.789	56.883	23.789	56.883
Tangible assets in progress	1.922.367	1.871.342	1.922.367	1.871.342
Advance payments for tangible assets	0		0	
Total of tangible assets	42.788.850	42.304.845	42.788.850	42.304.845
Intangible assets				
Concessions, patents, licences, trademarks	205.062	194.947	205.062	194.947
Investment assets			0	0
Shares owned at branch offices and other fixed securities	32.114	24.622	35.014	27.522
Rights to use the assets leased	74.898	70.405	74.898	70.405
Total of intangible assets	43.100.924	42.594.819	43.103.824	42.597.719
Current assets				
Stocks	3.239.102	1.901.585	3.242.773	1.905.256
Trade receivables and other receivables	3.052.091	2.947.858	1.274.370	1.170.137
Accrued expenses	225.379	672.056	225.379	672.056
Cash and cash equivalent	38.444	63.465	61.916	87.108
Assets classified as being held for sale	3.602.553	3.602.553	3.602.553	3.602.553
Total of current assets	10.157.569	9.187.517	8.406.991	7.437.110
Total of assets	53.258.493	51.782.336	51.510.815	50.034.829
Shareholders' equities				
Share capital	9.916.889	9.916.889	9.916.889	9.916.889
Share premiums				0
Reserves	27.500.241	27.500.241	28.939.479	28.939.479
Result of the year	-4.061.287	-2.306.145	-4.114.704	-2.320.028
Result carried forward	3.300.876	-760.411	263.744	-3.850.961
Other elements of shareholders' equities	-540	-540	-540	-540
Minority interests			-3.891	-3.923
Total of shareholders' equities	36.656.179	34.350.034	35.000.977	32.680.916
Long-term liabilities				
Long-term loans and other liabilities	790.277	562.207	790.277	562.207
Deferred income				0
Provisions				0
Deferred tax liabilities	3.652.504	3.652.504	3.652.504	3.652.504
Total of long-term liabilities	4.442.781	4.214.711	4.442.781	4.214.711
Current liabilities				
Short-term loans	5.897.336	5.699.015	5.897.336	5.699.015
Trading liabilities and other liabilities, including derivatives	6.124.802	7.375.699	6.032.326	7.297.310
Deferred income	30.820	36.302	30.820	36.302
Provisions	106.575	106.575	106.575	106.575
Liabilities classified as being held for sale				0
Total of current liabilities	12.159.533	13.217.591	12.067.057	13.139.202
Total of liabilities	16.602.314	17.432.302	16.509.838	17.353.913
Total of shareholders' equities and liabilities	53.258.493	51.782.336	51.510.815	50.034.829

Statement of the individual and consolidated overall result 31.03.2020

INDICATOR	INDIVIDUAL		CONSOLIDATED	
	31.03.2019	31.03.2020	31.03.2019	31.03.2020
Continuous activities				
Income	8.926.450	4.486.925	8.926.450	4.486.925
Other income	139.484	13.932	141.852	13.932
Changes in inventories	-55.641	-2.335.473	-55.641	-2.335.473
Total of operating income	9.010.293	2.165.384	9.012.661	2.165.384
Expenses related to inventories	4.922.256	1.265.725	4.922.256	1.265.725
Expenses related to utilities	914.742	520.983	914.742	520.983
Expenses with the employees' benefits	1.161.868	1.292.030	1.177.436	1.304.277
Amortization and depreciation of fixed assets	543.640	525.362	543.640	525.362
Gains (-)/losses from the assignation of fixed assets (+)	25.061	8.354	25.061	8.354
Value adjustment of current assets				0
Adjustments related to provisions				0
Other expenses	834.518	718.307	834.656	719.976
Total of operating expenses	8.402.085	4.330.761	8.417.791	4.344.677
Result of the Operating Activities	608.208	-2.165.377	594.870	-2.179.293
Financial income	37.059	9.897	37.059	9.897
Financial expenses	308.909	150.665	308.909	150.665
Net financial result	-271.850	-140.768	-271.850	-140.768
Result before the taxation	336.358	-2.306.145	323.020	-2.320.061
Expense with the current income tax			0	
Expenses with the deferred income tax				
Deferred income tax-related income			0	
Result of the Continuous Activities	336.358	-2.306.145	323.020	-2.320.061
Minority interests			31	33
Total of the overall result afferent to the period	336.358	-2.306.145	323.051	-2.320.028

Statement of the modifications in the individual shareholders' equities
31.03.2020

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)	9,916,889				-4,061,287	3,300,876	23,396,407	4,103,834	-540					36,656,178
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					4,061,287	-4,061,287								0
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					-2,306,145									-2,306,145
Closing balance (current period)	9,916,889	0	0	0	-2,306,145	-760,411	23,396,407	4,103,834	-540	0	0	0	0	34,350,033

Statement of the modifications in the consolidated shareholders' equity
31.03.2020

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)	9,916,889				-4,114,704	263,744	23,432,342	5,507,136	-540			-3,890		35,000,977
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					4,114,704	-4,114,704								0
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					-2,320,028							-33		-2,320,061
Closing balance (current period)	9,916,889	0	0	0	-2,320,028	-3,850,960	23,432,342	5,507,136	-540	0	0	-3,922	0	32,680,916

Individual and consolidated cash flow statement
31.03.2020

Cash flow statement

	INDIVIDUAL	CONSOLIDATED
Cash flows from operating activity		
Receipts from sales to customers	4.394.564	4.405.364
Other receipts (including net VAT refunds)	20.254	20.254
Payments to suppliers	3.957.982	3.957.982
Payments of net wages	727.856	735.170
Payments to budgets	328.940	330.586
Other payments	310.709	312.378
Net cash from operating activities	-910.669	-910.498
Cash flows from investments activities		
Payments for acquisition of fixed assets	25.494	25.494
Receipts from sales of tangible fixed assets		0
Interest received	0	0
Net cash from investment activities	-25.494	-25.494
Net cash from financing activities		
Proceeds from loans	4.673.027	4.673.027
Interest paid and loan refunds	3.711.843	3.711.843
Dividends paid		
Net cash from financing activities	961.184	961.184
Net increase/(decrease) of cash	25.021	25.192
Cash and cash equivalent at the beginning of the period of time	38.444	61.916
Cash and cash equivalent at the end of the period of time	63.465	87.108

2. Notes to the financial statements ended 31.03.2020

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.	33,8898
2	Tincau Tibor	28,1346
3	Platforma ROCA SA	18,0000
4	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	0,70
2	Indebtedness percentage	Borrowed capital / Equity *100 Equity / Capital employed * 100	1,64 98,54
3	The rotation speed of debits - clients	The average balance of clients /Turnover* 90	52,07
4	The rotation speed of fixed assets	Turnover/Fixed assets	0,11

GENERAL MANAGER
LAZAROE NICOLAE MIHAIL

FINANCIAL MANAGER
IOVAN SANDA