



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



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Tax Identification no.: R0 67329
Registration no at Trade Register-Bihor:
J.05/197/1991

BANK: UNICREDIT BANK
RON ACCOUNT: RO64BACX0000000484374000

SEMIANNUAL REPORT

IN ACCORDANCE WITH ASF REGULATION NO. 5/2018 REGARDING ISSUERS AND TRANSACTIONS WITH SECURITIES

Report date: JUNE 30, 2024
Name of the commercial company: SINTEZA SA
Registered office: 410605 Oradea, Șos. Borșului no. 35
Phone number: +40 259 456 116
Fax: +40 259 462 224
Tax identification number at Trade Register Office: 67329
Registration number at Trade Register: J/05/197/1991
Subscribed and paid-up capital: 9,916,888.50 RON
The regulated market on which the issued securities are traded: BUCHAREST STOCK EXCHANGE

1. Analysis of the activity of the commercial company

1.1. Description of the basic activity of the commercial company

SINTEZA - SA was established by Government Decision no. 1213/20.11.1990 of the SINTEZA Chemical Enterprise, is registered in the Trade Register under no. J/05/197/1991, fiscal code RO 67329 and has its registered office on Șos. Borsului no. 35, Oradea, Bihor county.

During the year 2024, no mergers or reorganizations of any kind took place.

1.1.1. Elements of general assessment

On 30.06.2024, the company obtained the following indicators, according to the balance sheet:

1. Total revenues: **431,884 lei** of which:
 - net turnover: 2,417,733 lei, of which 1,601,101 lei is represented by export sales;
 - income from the variation of stocks: -2,419,844 lei;

- other incomes: 425,922 lei;
 - financial income: 8,073 lei;
2. Total expenses: **4,387,171 lei**, of which:
- operating expenses: 4,214,883 lei;
 - financial expenses: 172,288 lei;
3. Net operational result: **-3,955,287 lei** ;
4. Liquidity at the end of the period: **247,682 lei equivalent**

1.1.2 Evaluation of the technical level of the company

The company exploits the industrial platform in Sos. Borsului no. 35 and operates the Benzoic Acid installation, which was modernized in previous years, obtaining products intended mainly for the foreign market.

During the entire period of the reported semester, the elements of the unfavorable economic situation were fully manifested.

During the first semester of the 2024 financial year, due to the difficulties in the benzoic acid sales market, the company was more active in the area of fine organic synthesis, the area that offers greater added value for the products made. Unfortunately, the volume of orders was small and for a period limited to the months of January and February, with relatively little impact on the economic account.

During the first quarter of 2024, the sale of benzoic acid took place from the existing stocks at the end of the year. At the same time, the availability to capitalize on high-purity benzoic acid was also found, at higher prices, but the quantities sold were small and with a total reduced impact on the half-yearly financial result.

At the same time, the company continued in 2024 the activity of renting its available locations, obtaining income from rents.

The company intends to further develop manufacturing at a high technical level.

The main products manufactured in 2024 and the revenues obtained from their sale, as well as other revenues, compared to the previous year are:

No. crt.	Products	SEMESTER I 2024		SEMESTER I 2023	
		lei	%	lei	%
1	Exploitation of the industrial platform	1,702,980	70.44	399,347	4.74
2	Organic synthesis facilities	714,753	29.56	8,022,661	95.26
	Total	2,417,733	100.00	8,422,008	100.00

1.1.3. Evaluation of the technical-material supply activity

Regarding the purchase of raw materials, materials, energy, the company acts freely on the competitive market.

During the entire period of the reported financial exercise, the supply of raw material (toluene) was either deficient, due to the fact that we have a much higher purchase cost than the competition (producers from China). This situation was generated by a number of factors, as follows: 1) As a result of the war in Ukraine, there was a significant difference between the price of crude oil to which our suppliers had access vs. the price at which the competition from China was supplied. As such, the price difference for the raw material was at times several hundred dollars/ton; 2) As a result of the economic sanctions imposed on entities related to the Russian Federation, Sinteza was forced to give up some of its raw material suppliers, practically remaining with only two sources of supply.

1.1.4. Evaluation of sales activity

Sinteza SA sells products manufactured mainly within the European Union, but also in other countries such as Turkey.

The company sells on the free competitive market, without significant dependencies on a customer or a group of customers.

The company uses both direct sales and through distributors.

The benzoic acid market is generally stable and has been growing steadily for several years. Unfortunately, this growth is more visible in Asia and North America. In Europe, against the backdrop of rising energy and raw material prices, the chemical industry is in decline, and this has also affected the benzoic acid market.

Considering the significant advantages enjoyed by Chinese producers, both in the price of the raw material (toluene) and energy, this situation allowed them to put on the European market a product similar to ours, at a price of sale that only slightly exceeded the price at which we had to stock up on raw materials. In this context, there was a drastic reduction of our market segment.

1.1.5. Evaluation of aspects related to the company's personnel

On 30.06.2024, the average number of staff was 60 people.

There were no conflicting elements in the labor relations.

Due to the adverse business aspects that manifested themselves during the entire period for which this report is being prepared, the management of the company was obliged to take active measures to reduce costs and optimize the level of allocated resources. In this sense, the evolution of the company's staff level had a downward trend with a reduction of 17 positions.

1.1.6 Evaluation of aspects related to the impact on the environment

The company has obtained all the authorizations and approvals required by the legislation in the field. There is no major impact on the environment and there are no disputes related to the violation of environmental protection legislation.

During the first semester of 2024, actions aimed at strengthening compliance with the environmental conditions and norms, in which the company must operate, took place. In this sense, a project was initiated for the greening of hazardous substance warehouses, which Sinteza has not used since 2006, but for which the closing procedures have not yet been completed.

1.1.7 Evaluation of the research-development activity

Persistent financial difficulties and the lack of sufficiently qualified personnel have prevented the company from developing an effective research and development department. As a result, Sinteza focused primarily on collaborative relationships with research institutes in order to solve its problems in the field of research and development.

The main directions considered were technologically related to the various purification options of benzoic acid up to a level of over 99.9%. In addition, the various production options of intermediates that can be made from benzoic acid were investigated.

Another direction was the search for new substances that can be produced on the Sinteza platform, whose raw materials do not depend on the Chinese market and where Chinese producers are less developed.

1.1.8 Evaluation of risk management activity

The company operates on the free competitive market, being exposed from this point of view to normal risks. The company implements the risk management system, the process covering the identification, analysis, management and monitoring of the risks to which it is exposed.

Price risk - there is a permanent monitoring of this risk taking into account the market on which the company operates, which is a specialized one. In fact, the company applies and will continue to apply in the future, the policy of forming the selling price according to the price of the raw material (Minimum selling price = Purchase price + margin).

With the outbreak of the war in Ukraine, the market of chemical products in Europe was subjected to significant disturbances, caused by the chaotic evolution of the price of energy, but also of crude oil (which is the precursor for most raw materials in the area of organic chemistry). The existence of large stocks of chemical products and the presence on the market of some products manufactured in China, starting from cheap crude oil imported from the Russian Federation, generated significant turbulence in the market and required the company to sell more benzoic acid according to spot prices from a given moment and less depending on a predetermined margin.

Credit risk – Considering the reduction in production volume due to adverse market conditions, the company pursued the optimization of the banking exposure level, aiming to reduce this exposure. The aspect has also become important due to the trend in recent years of increasing the cost of lending;

Liquidity risk - there is a permanent concern to maintain liquidity at a supra-unitary level. Despite all these efforts, the level of liquidity on 30.06.2024 was 0.2.

Cash flow risk is monitored daily through weekly and monthly receipts and payment forecasts. The company applies the commercial credit policy in the relationship with

traditional customers and correlates the collection terms with payment due dates (suppliers, banks, budgets, salaries).

1.1.9 Perspective elements regarding the activity of the commercial company

The difficult conditions in the European market of the chemical industry require rethinking the strategy that the company must apply in the next period. The war in Ukraine has put the entire chemical industry in Europe in front of options, both vis-à-vis the areas / fields to develop in the future and in relation to the challenges of sustainability in the supply chains. Synthesis, as a producer of intermediates, must align with this trend and in addition take significant steps towards the production of intermediates with higher added value and which are less dependent on raw materials from fossil fuels.

The company's management seeks to find solutions to the problems the company is facing, mainly by identifying development areas adjacent to the activity carried out so far.

These efforts are intended to ensure business continuity during this difficult period, which is expected to last longer than initially anticipated.

In order to solve the liquidity deficit that the company has been facing for a long time, various cost optimization programs are launched and will be continued, in parallel with the mobilization of some resources that will be obtained from the capitalization of surplus assets, which are available society.

1.1.10 Information on internal control

Within Sinteza SA, internal control assurance covers internal control and internal audit activities. In the field of internal control, compliance with the specific regulations of the company's activity, compliance with internal rules, decisions of management bodies and financial-accounting rules was followed.

The internal audit is provided by a service contract with an independent firm. The internal auditor evaluates through a systematic and methodical approach the control and governance processes of the company and brings to the attention of the general director and administrators the significant aspects found through the audit report.

2. The tangible assets of the company

2.1. Location and description

The company owns and manages the following assets:

- a) The Platform Șos. Borsului no. 35 - dedicated to the manufacture of Benzoic Acid
- b) Sludge dump - not used in the current operational activity and in a greening program

2.2. Potential ownership issues

There are no ownership issues.

3. The market of securities issued by the company

The company's share capital is 9,916,889 lei, divided into 66,112,590 shares with a nominal value of 0.15 lei/share. The shares are traded at the Bucharest Stock Exchange, Standard category. On 30.06.2024, the shareholder structure was as follows:

No. crt.	Name/Name	Percentage owned
1	FIA WITH PRIVATE CAPITAL BT INVEST 1	33.8898
2	PASCU RADU	31.1597
3	Alternative Investment Company With Private Capital Roca Investments SA	18.0000
4	Other natural and legal persons	16.9505
	Total	100.00

The company did not purchase its own shares and did not issue bonds.

4. Management of the commercial company

On 30.06.2024 the Board of Directors of the company consisted of:

Alexandru Savin - President
Radu Pascu - Member
Cosmin Turcu - Member

The executive management of the company is provided by Gelu Stan

None of the above have been involved in litigation or administrative proceedings related to the ability to fulfill their duties.

5. Auditing

We mention that the financial statements for the first semester of 2024 were not the subject of an audit report.

6. The financial accounting situation Individual financial position on 30.06.2024

INDICATOR	INDIVIDUAL	
	31.12.2023	30.06.2024
Tangible assets		
Lands and landscaping	14,737,009	14,732,584
Construction	11,515,309	11,230,538
Technical installations and means of transport	9,881,254	10,685,253
Furniture, office equipment [...]	69,154	56,491

Tangible assets in progress	1,065,604	167,239
Advances for tangible assets		
Total Tangible Assets	37,268,330	36,872,105
Intangible assets		
Concessions, patents, licenses, trademarks, rights and similar assets and other intangible assets	52,390	33,493
Intangible assets in progress		
Shares held in subsidiaries and other fixed assets	3,295	3,295
Rights to use the leased assets	71,898	56,362
Total Fixed Assets	37,395,913	36,965,255
Current Assets		
Stocks	2,759,880	311,660
Trade receivables and other receivables	1,052,742	91,936
Expenses recorded in advance	99,828	316,356
Cash and cash equivalents	223,168	247,682
Assets classified as held for sale	1,999,171	1,999,171
Total Current Assets	6,134,789	2,966,805
Total Assets	43,530,702	39,932,060
Own Capitals		
Social capital	9,916,889	9,916,889
Capital premiums		
reserves	30,686,182	30,686,182
The result of the exercise	-10,719,506	-3,955,287
The result carried over	-1,482,584	-12,202,090
Other elements of equity	-540	-540
Minority interests		
Total Equity	28,400,441	24,445,154
Long Term Debts		
Long-term loans and other liabilities	45,691	32,701
Revenues recorded in advance		
Provisions		
Deferred tax liabilities	3,496,076	3,496,076
Total Long Term Liabilities	3,541,767	3,528,777
Current Liabilities		
Short term loans	5,160,720	5,332,241
Trade debts and other debts, including derivative financial instruments	6,108,938	6,468,320
Revenues registered in advance	197,811	36,543
Provisions	121,025	121,025
Liabilities classified as held for sale		
Total Current Liabilities	11,588,494	11,958,129
Total Debts	15,130,261	15,486,906
Total Equity and Debts	43,530,702	39,932,060

For the first semester of 2024, the parent company SINTEZA SA has drawn up consolidated financial statements, within the consolidation being included the commercial company CHIMPROD SA

Consolidated financial position on 30.06.2024

The financial statements as of 30.06.2024 are drawn up in accordance with the provisions of MFP Order 881/2012, MFP Order 2844/2016 and MFP Order 5394/2023, applicable to commercial companies whose securities are traded on a regulated market

INDICATOR	CONSOLIDATED	
	31.12.2023	30.06.2024
Tangible assets		
Lands and landscaping	14,737,009	14,732,584
Construction	11,515,309	11,230,538
Technical installations and means of transport	9,881,254	10,685,253
Furniture, office equipment [...]	69,154	56,491
Tangible assets in progress	1,065,604	167,239
Advances for tangible assets		
Total Tangible Assets	37,268,330	36,872,105
Intangible assets		
Concessions, patents, licenses, trademarks, rights and similar assets and other intangible assets	52,390	33,493
Intangible assets in progress		
Shares held in subsidiaries and other fixed assets	6,195	6,195
Rights to use the leased assets	71,898	56,362
Total Fixed Assets	37,398,813	36,968,155
Current Assets		
Stocks	2,759,880	311,660
Trade receivables and other receivables	1,052,757	91,951
Expenses recorded in advance	99,828	316,356
Cash and cash equivalents	224,033	248,793
Assets classified as held for sale	1,999,171	1,999,171
Total Current Assets	6,135,669	2,967,931
Total Assets	43,534,482	39,936,086
Own Capitals		
Social capital	9,916,889	9,916,889
Capital premiums		
Reserves	32,125,420	32,125,420
The result of the exercise	-10,724,863	-3,958,035
The result carried over	-4,691,722	-15,416,586
Other elements of equity	-540	-540
Minority interests	-4.183	-4.188
Total Equity	26,621,001	22,662,960
Long Term Debts		
Long-term loans and other liabilities	45,691	32,701
Revenues registered in advance		
Provisions		
Deferred tax liabilities	3,496,076	3,496,076
Total Long Term Liabilities	3,541,767	3,528,777
Current Liabilities		
Short term loans	5,160,720	5,332,241
Trade debts and other debts, including derivative financial instruments	7,892,158	8,254,540
Revenues registered in advance	197,811	36,543
Provisions	121,025	121,025
Liabilities classified as held for sale		

Total Current Liabilities	13,371,714	13,744,349
Total Debts	16,913,481	17,273,126
Total Equity and Debts	43,534,482	39,936,086

THE CHAIRMAN OF THE BOARD OF DIRECTORS

ALEXANDRU SAVIN

SINTEZA SA

Individual and consolidated financial statements
on June 30, 2024

Prepared in accordance with
International Financial Reporting Standards (IFRS)
Adopted by the European Union

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Individual financial position on 30.06.2024

INDICATOR	INDIVIDUAL	
	31.12.2023	30.06.2024
Tangible assets		
Lands and landscaping	14,737,009	14,732,584
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Provisions	121,025	121,025
Liabilities classified as held for sale		
Total Current Liabilities	11,588,494	11,958,129
Total Debts	15,130,261	15,486,906
Total Equity and Debts	43,530,702	39,932,060

Consolidated financial position as of 30.06.2024

INDICATOR	CONSOLIDATED	
	31.12.2023	30.06.2024
Tangible assets		
Lands and landscaping	14,737,009	14,732,584
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Intangible assets in progress		
Shares held in subsidiaries and other fixed assets	6,195	6,195
Rights to use the leased assets	71,898	56,362
Total Fixed Assets	37,398,813	36,968,155
Current Assets		
Stocks	2,759,880	311,660
Trade receivables and other receivables	1,052,757	91,951
Expenses recorded in advance	99,828	316,356
Cash and cash equivalents	224,033	248,793
Assets classified as held for sale	1,999,171	1,999,171
Total Current Assets	6,135,669	2,967,931
Total Assets	43,534,482	39,936,086
Own Capitals		
Social capital	9,916,889	9,916,889
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Reserves	32,125,420	32,125,420
The result of the exercise	-10,724,863	-3,958,035
The result carried over	-4,691,722	-15,416,586
Other elements of equity	-540	-540
Minority interests	-4.183	-4.188
Total Equity	26,621,001	22,662,960
Long Term Debts		
Long-term loans and other liabilities	45,691	32,701
Revenues recorded in advance		
Provisions		
Deferred tax liabilities	3,496,076	3,496,076
Total Long Term Liabilities	3,541,767	3,528,777
Current Liabilities		
Short term loans	5,160,720	5,332,241
Trade debts and other debts, including derivative financial instruments	7,892,158	8,254,540
Revenues registered in advance	197,811	36,543
Provisions	121,025	121,025
Liabilities classified as held for sale		
Total Current Liabilities	13,371,714	13,744,349
Total Debts	16,913,481	17,273,126
Total Equity and Debts	43,534,482	39,936,086

The situation of the global individual result on 30.06.2024

Indicator	INDIVIDUAL	
	30.06.2023	30.06.2024
Ongoing Activities		
Income	8,422,008	2,417,733
Other income	239,261	413,894
Stock variation	-1,330,179	-2,419,844
Total Operating Income	7,331,090	411,783
Inventory Expenses	3,824,433	88,128
Utilities expenses	1,325,223	392,749
Employee benefit expenses	3,094,202	2,254,196
Expenses with amortization and depreciation of fixed assets	1,266,265	411,862
Gains / losses from the sale of fixed assets	0	
Adjusting the value of current assets	949	-4.158
Provisions adjustments	0	
Other expenses	1,366,532	1,060,078
Total Operating Expenses	10,877,604	4,202,855
Result of Operational Activities	-3,546,514	-3,791,072
Financial income	57,802	8,073
Financial expenses	285,100	172,288
Net Financial Result	-227,298	-164,215
Result Before Tax	-3,773,812	-3,955,287
Current income tax expense		
Deferred income tax expenses		
Income related to deferred profit tax		
The result of Continuing Activities	-3,773,812	-3,955,287
Minority interests		
Total Global Result Related to the Period	-3,773,812	-3,955,287

The situation of the consolidated global result on 30.06.2024

Indicator	CONSOLIDATED	
	30.06.2023	30.06.2024
Ongoing Activities		
Income	8,422,008	2,417,733
Other income	239,261	413,894
Stock variation	-1,330,179	-2,419,844
Total Operating Income	7,331,090	411,783
Inventory Expenses	3,824,433	88,128
Utilities expenses	1,325,223	392,749
Employee benefit expenses	3,096,566	2,256,746
Expenses with amortization and depreciation of fixed assets	1,266,265	411,862
Gains / losses from the sale of fixed assets		
Adjusting the value of current assets	949	-4.158
Provisions adjustments		
Other expenses	1,366,818	1,060,282
Total Operating Expenses	10,880,254	4,205,609
Result of Operational Activities	-3,549,164	-3,793,826
Financial income	57,802	8,073
Financial expenses	285,100	172,288
Net Financial Result	-227,298	-164,215
Result Before Tax	-3,776,462	-3,958,041
Current income tax expense		
Deferred income tax expenses		
Income related to deferred profit tax		0
The Result of Continuing Activities	-3,776,462	-3,958,041
Minority interests	6	6
Total Global Result Related to the Period	-3,776,456	-3,958,035

The situation of individual equity changes
on June 30, 2024

Sources of change in equity	Share capital	Capital premiums	Issued capital instruments	Other equity	Cumulated value of other elements of the overall result	The result carried over	Revaluation reserves	Other reserves	(-) Own shares	Profit or loss (-) attributable to equity holders of the parent company	(-) Interim dividends	Minority interests Cumulative value of other elements of	Minority interests. Other elements	Total
0	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Opening balance (before restatement)														
Effect of error corrections														
The effect of the change in accounting policies														
Opening balance (current period)	9,916,889				(10,719,506)	(1,482,584)	26,582,348	4,103,834	(540)					28,400,441
Issues of ordinary bonds														
Issuance of preferential shares														
Issues of other capital instruments														
Exercise or expiration of other equity instruments issued														
Conversion of debts into equity														
Capital reduction														
Dividends														
Buying own shares														
Sale or cancellation of own shares														
Reclassification of financial instruments from equity to liabilities														
Transfers between equity components					10,719,506	(10,719,506)								0
Increases or (-) decreases in equity resulting from combinations of activities														
Payments based on shares														
Other increases or (-) decreases in equity														
The global overall result of the exercise					(3,955,287)									(3,955,287)
Closing balance (current period)	9,916,889				(3,955,287)	(12,202,090)	26,582,348	4,103,834	(540)					24,445,154

The situation of individual equity changes
on June 30, 2023

Sources of change in equity	Share capital	Capital premiums	Issued capital instruments	Other equity	Cumulated value of other elements of the overall result	The result carried over	Revaluation reserves	Other reserves	(-) Own shares	Profit or loss (-) attributable to equity holders of the parent company	(-) Interim dividends	Minority interests Cumulative value of other	Minority interests Other elements	Total
0	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Opening balance (before restatement)														
Effect of error corrections														
The effect of the change in accounting policies														
Opening balance (current period)	9,916,889				(2,088,497)	(1,345,597)	28,098,250	4,103,834	(540)					38,684,339
Issues of ordinary bonds														
Issuance of preferential shares														
Issues of other capital instruments														
Exercise or expiration of other equity instruments issued														
Conversion of debts into equity														
Capital reduction														
Dividends														
Buying own shares														
Sale or cancellation of own shares														
Reclassification of financial instruments from equity to liabilities														
Transfers between equity components					2,088,497	(2,088,497)								0
Increases or (-) decreases in equity resulting from combinations of activities														
Payments based on shares														
Other increases or (-) decreases in equity														
The global overall result of the exercise					(3,773,812)									(3,773,812)
Closing balance (current period)	9,916,889				(3,773,812)	(3,434,094)	28,098,250	4,103,834	(540)					34,910,527

The situation of changes in consolidated equity
on June 30, 2024

Sources of change in equity	Share capital	Capital premiums	Issued capital instruments	Other equity	Cumulated value of other elements of the overall result	The result carried over	Revaluation reserves.	Other reserves	(-) Own shares	Profit or loss (-) attributable to equity holders of the parent company	(-) Interim dividends	Minority interests Cumulative value of other	Minority interests Other elements	Total
0	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Opening balance (before restatement)														
Effect of error corrections														
The effect of the change in accounting policies														
Opening balance (current period)	9,916,889				(10,724,863)	(4,691,722)	26,618,284	5,507,136	(540)			(4,183)		26,621,001
Issues of ordinary bonds														
Issuance of preferential shares														
Issues of other capital instruments														
Exercise or expiration of other equity instruments issued														
Conversion of debts into equity														
Capital reduction														
Dividends														
Buying own shares														
Sale or cancellation of own shares														
Reclassification of financial instruments from equity to liabilities														
Transfers between equity components					10,724,863	(10,724,863)								0
Increases or (-) decreases in equity resulting from combinations of activities														
Payments based on shares														
Other increases or (-) decreases in equity												(6)		(6)
The overall global result of the exercise					(3,958,035)									(3,958,035)
Closing balance (current period)	9,916,889				(3,958,035)	(15,416,586)	26,618,284	5,507,136	(540)			(4,188)		22,662,960

The situation of changes in consolidated equity
on June 30, 2023

Sources of change in equity	Share capital	Capital premiums	Issued capital instruments	Other equity	Cumulated value of other elements of the overall result	The result carried over	Revaluation reserves	Other reserves	(-) Own shares	Profit or loss (-) attributable to equity holders of the parent company	(-) Interim dividends	Minority interests Cumulative value of other	Minority interests Other elements	Total
0	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Opening balance (before restatement)														
Effect of error corrections														
The effect of the change in accounting policies														
Opening balance (current period)	9,916,889				(2,097,266)	(4,545,966)	28,134,186	5,507,136	(540)			(4,170)		36,910,269
Issues of ordinary bonds														
Issuance of preferential shares														
Issues of other capital instruments														
Exercise or expiration of other equity instruments issued														
Conversion of debts into equity														
Capital reduction														
Dividends														
Buying own shares														
Sale or cancellation of own shares														
Reclassification of financial instruments from equity to liabilities														
Transfers between equity components					2,097,266	(2,097,266)								0
Increases or (-) decreases in equity resulting from combinations of activities														
Payments based on shares														
Other increases or (-) decreases in equity												(6)		(6)
The overall global result of the exercise					(3,776,456)									(3,776,456)
Closing balance (current period)	9,916,889				(3,776,456)	(6,643,232)	28,134,186	5,507,136	(540)			(4,176)		33,133,807

**The situation of individual treasury flows
on 30.06.2024**

	- RON -	
	30.06.2023	30.06.2024
Cash flows from operating activity		
Receipts from customers	9,774,150	3,588,812
Other receipts (including refunds net of VAT)	116,348	395,491
Payments to suppliers	11,091,856	2,026,115
Pay net wages	1,770,163	1,307,856
Payments to budgets	44,074	557,046
Other payments	135,468	87,063
Net treasury from operating activities	-3,151,063	6,223
Cash flows from investment activities		
Payments for the purchase of real estate	0	5,512
Proceeds from the sale of tangible assets		
Interest collected		
Net treasury from investment activities	0	-5,512
Net treasury from financing activities		
Loan collections	20,099,689	294,703
Interest paid and loan repayments	17,871,450	270,900
Dividends paid		
Net treasury from financing activities	2,228,239	23,803
Net increase/(decrease) in treasury	-922,824	24,514
Cash and cash equivalents at the beginning of the period	1,214,206	223,168
Cash and cash equivalents at the end of the period	291,382	247,682

**Consolidated cash flow situation
on 30.06.2024**

	- RON -	
	30.06.2023	30.06.2024
Cash flows from operating activity		
Receipts from customers	9,774,150	3,588,812
Other receipts (including refunds net of VAT)	116,348	398,491
Payments to suppliers	11,091,856	2,026,115
Pay net wages	1,771,622	1,309,476
Payments to budgets	44,913	557,976
Other payments	135,754	87,267
Net treasury from operating activities	-3,153,647	6,469
Cash flows from investment activities		
Payments for the purchase of real estate	0	5,512
Proceeds from the sale of tangible assets		
Interest collected		
Net treasury from investment activities	0	-5,512
Net treasury from financing activities		
Loan collections	20,099,689	294,703
Interest paid and loan repayments	17,871,450	270,900
Dividends paid		
Net treasury from financing activities	2,228,239	23,803
Net increase/(decrease) in treasury	-925,408	24,760
Cash and cash equivalents at the beginning of the period	1,217,844	224,033
Cash and cash equivalents at the end of the period	292,436	248,793

Notes to the financial statements

1. The reporting entity

The parent company Sinteza SA has its registered office in Oradea, Șos. Borșului no. 35, registration number at the Trade Register J/05/197/1991. It is a joint-stock company and operates in Romania in accordance with the provisions of Law no. 31/1990 on commercial companies.

The basic object of activity of the Company is the production and sale of basic organic chemical products - CAEN code 2014.

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

On 30.06.2024, the parent company is owned by the following shareholders:

No. crt.	Name/Name	Percentage owned
1	FIA WITH PRIVATE CAPITAL BT INVEST 1	33.8898
2	PASCA RADU	31.1597
3	Alternative Investment Company With Private Capital Roca Investments SA	18.0000
4	Other natural and legal persons	16.9505
	Total	100.00

The register of shares and shareholders is kept in accordance with the law by Depozitarul Central SA Bucharest.

The entity included in the consolidation

For the financial year on 30.06.2024, **CHIMPROD SA** was included in the consolidation, having the following identification data:

Company name:	SC Chimprod SA
Registered office:	Oradea, Șos. Borșului no. 35
Phone/fax number:	0259 456 110
Fiscal registration code:	(RO) 67345
Trade Register registration:	J/05/1984/1992
Share capital:	90,000 lei

Chimprod SA shares are not traded on the regulated securities market.

The company is managed by mandate by Sinteza SA, with Mrs Coman Dana as its permanent representative.

The participation held by SC Sinteza SA is 99.765%, and the participation held by non-controlling interests is 0.235%.

The date of approval of the publication of the financial statements

The Company's financial communication calendar is approved by the Company's executive management bodies in accordance with the statutory provisions and is publicly communicated by publication on its own website.

2. The basics of preparation

Declaration of conformity

The individual and consolidated financial statements of the Group are drawn up in accordance with the International Financial Reporting Standards (IFRS). Starting with the 2012 financial year, the Company and the Group have the obligation to apply the International Financial Reporting Standards (IFRS).

The basis of consolidation

The consolidated financial statements include the financial statements of the parent company Sinteza SA and those of the consolidated company (subsidiary) Chimprod SA as an entity controlled by the parent company.

Presentation of financial statements

The individual and consolidated financial statements are presented in accordance with the requirements of IAS 1 "Presentation of financial statements", based on liquidity in the Statement of financial position and based on the nature of income and expenses in the Statement of the overall result.

Functional and presentation currency

The chosen functional currency is the RON. The individual and consolidated financial statements are presented in RON.

The basis of evaluation

The individual and consolidated financial statements were drawn up based on historical cost, with the exception of assets - tangible assets - which are evaluated at fair value every three years.

The accounting policies were applied consistently for the periods presented in these financial statements.

The principle of continuity of activity was respected.

Use of estimates and judgments

The preparation and presentation of individual and consolidated financial statements in accordance with International Financial Reporting Standards (IFRS) requires the use of estimates, judgments and assumptions that affect the application of accounting policies and reported values. Estimates, judgments and assumptions are based on historical experience. The results of

these estimates form the basis of judgments regarding accounting values that cannot be obtained from other sources.

When some elements of the annual financial statements cannot be evaluated precisely, they are estimated.

Estimates are made on the basis of the most recent credible information available.

A change in the circumstances on which this estimate was based or as a result of new information or better experience may lead to a change in the initial estimate.

Any change in accounting estimates will be recognized prospectively by including it in the result:

- the period in which the change takes place, if it only affects that period; or
- the period in which the modification takes place and future periods, if the modification has an effect on them as well.

The Group uses estimates to determine:

- uncertain customers and adjustments for the impairment of related receivables;
- the value of the provisions for risks and expenses to be established at the end of the financial year for litigation, for the decommissioning of tangible assets, for restructuring, for pensions and similar obligations, for taxes.
- lifetimes of depreciated assets for which, upon revaluation, a fair value and a new economic useful life are determined.

Judgments and assumptions are reviewed periodically by the Company and are recognized in the periods when the estimates are revised.

3. Significant accounting policies

The parent company and the subsidiary organize and manage the financial accounting, according to the Accounting Law no. 82/1991 republished, with subsequent amendments and additions .

Financial accounting ensures the chronological and systematic recording, processing, publication and preservation of information regarding the financial position, financial performance and other information related to the activity carried out.

The accounting policies were developed in such a way as to ensure the provision, through the annual financial statements, of information that must be intelligible, relevant to the needs of users in making decisions, credible in the sense of faithfully representing the assets, liabilities, financial position and profit or the company's loss should not contain material errors, should not be biased, should be prudent, complete in all material respects, comparable so that users can compare the company's financial statements over time, to identify trends in its financial position and performance and to be able to compare financial statements with those of other companies to assess financial position and performance.

The accounting policies were consistently applied to all periods presented in these individual financial statements.

The individual financial statements are prepared based on the assumption that the Company will continue its activity in the foreseeable future.

Transactions in foreign currency

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

At the end of each month, foreign currency debts are evaluated at the exchange rate of the foreign exchange market, communicated by the National Bank of Romania on the last banking day of the month in question. The recorded exchange rate differences are recognized in accounting under income or expenses from exchange rate differences, as the case may be.

Exchange rate differences that appear when settling debts in foreign currency at rates different from those at which they were initially recorded during the month or from those at which they are recorded in accounting must be recognized in the month in which they occur, as income or expenses from exchange rate differences.

Differences in value that appear when settling debts expressed in RON, depending on a different exchange rate than the one at which they were initially recorded during the month or compared to those at which they are recorded in accounting, must be recognized in the month in which they appear, at other financial income or expenses.

Financial instruments

The parent company and the subsidiary hold as non-derivative financial assets: trade receivables, cash and cash equivalents.

Claims include:

- trade receivables, which are amounts owed by customers for goods sold or services rendered in the normal course of business;
- commercial effects to be collected, commercial acceptances, instruments of third parties;
- amounts owed by directors, shareholders, employees or affiliated companies.

Receivables are highlighted on the basis of accrual accounting, according to legal or contractual provisions

Trade receivables can be discounted before maturity.

At the end of each month, foreign currency receivables are evaluated at the exchange rate of the foreign exchange market, communicated by the National Bank of Romania on the last banking day of the month in question. The recorded exchange rate differences are recognized in accounting under income or expenses from exchange rate differences, as the case may be.

At the end of each month, receivables expressed in RON, whose settlement is made depending on the exchange rate of a currency, are evaluated at the exchange rate of the foreign exchange market, communicated by the National Bank of Romania on the last banking day of the month in question. In this case,

the recorded differences are recognized in the accounting under other financial income or other financial expenses, as the case may be.

Exchange rate differences that appear when settling foreign currency receivables at rates different from those at which they were initially recorded during the month or from those at which they are recorded in accounting must be recognized in the month in which they occur, as income or expenses from exchange rate differences.

Differences in value that appear during the settlement of receivables expressed in RON, depending on a different exchange rate than the one at which they were initially recorded during the month or compared to those at which they are recorded in accounting, must be recognized in the month in which they appear, at other financial income or expenses.

Bank accounts include:

- Receivables (checks and commercial bills deposited at banks)
- Availability in RON and foreign currency
- Checks issued by the company
- Short-term bank loans
- Interest related to availability and loans granted by banks in current accounts.

Interest to be paid and interest to be collected, related to the current financial year, are recorded as financial expenses or financial income, as the case may be.

Currency sale-purchase operations, including those carried out within term settlement contracts, are recorded in accounting at the exchange rate used by the commercial bank at which the currency auction is carried out; these generate in the accounting exchange rate differences compared to the rate of the National Bank of Romania .

Foreign currency deposits are evaluated monthly at the exchange rate communicated by the National Bank of Romania for the last working day of the month.

Liquidation of foreign currency deposits is carried out at the exchange rate communicated by the National Bank of Romania, from the date of the liquidation operation.

Exchange rate differences between the exchange rate from the date of establishment or the exchange rate at which they are recorded in accounting and the National Bank of Romania exchange rate from the date of liquidation of bank deposits are recorded as income or expenses from exchange rate differences, as the case may be.

Tangible assets

Tangible assets are assets that:

- are owned by a company to be used in the production of goods or the provision of services, to be rented to third parties or to be used for administrative purposes; and
- are used over a period of more than one year.

Tangible assets include:

- lands and constructions;
- technical installations and machines;
- machinery and furniture;
- real estate investments;
- advances granted to suppliers of tangible assets;
- tangible assets under construction;
- real estate investments in progress;
- tangible assets for exploitation and evaluation of mineral resources.

Tangible assets are initially valued at cost. This is the acquisition cost or the production cost, depending on the method of entry into the company of the tangible immobilization.

The commercial discounts granted by the supplier and written on the purchase invoice adjust the purchase cost of the fixed assets in the sense of the discount.

The production cost of fixed assets includes the direct expenses related to production such as direct materials, energy consumed for technological purposes, costs representing employees' salaries, legal contributions and other expenses related to them, which result directly from the construction of tangible fixed assets, site development costs, costs initial delivery and handling costs, installation and assembly costs, costs of testing the correct functioning of the asset, professional fees and commissions paid in connection with the asset, the cost of designing the products and obtaining the necessary authorizations;

Subsequent expenses related to tangible immobilization are recognized:

- as expenses in the period in which they were made if they are considered repairs or the purpose of these expenses is to ensure the continuous use of the immobilization while maintaining the initial technical parameters; or
- as a component of the asset, in the form of subsequent expenses, if the conditions are met to be considered investments on fixed assets.

Tangible assets are presented in the balance sheet at their fair value.

Tangible fixed assets are revalued every 3 years.

In the years in which revaluations are not carried out, tangible fixed assets are presented in the annual financial statements at the value established at the last revaluation minus accumulated depreciation and accumulated adjustments for impairment loss.

Depreciation of tangible fixed assets is calculated starting from the month following commissioning and until the full recovery of their input value.

Lands are not depreciated.

The economic useful life is the period during which an asset is expected to be available for use.

The periods of economic use established by the company for the main categories of fixed assets in its patrimony are the usual ones in the chemical industry.

Depreciation is still recorded in the accounting according to the lifetime and the depreciation method originally established. When amortizing tangible fixed assets, the Company uses straight-line amortization, achieved by the uniform inclusion of fixed amounts in the operating expenses, established proportionally to the number of years of their economic use, for the following categories of fixed assets:

- constructions;
- technical installations and machines;
- equipment and furniture

The initially established life span will be revised (in the sense of decrease or increase) whenever there are changes in the initially estimated conditions of use, an obsolescence of a tangible asset is found, when a preservation period intervenes or a technical condition is found that allows a longer use than initially estimated.

As a result of the reestimation of the initially established life span, the depreciation expense will be recalculated for the remaining period of use.

Intangible assets

Intangible assets include:

- development expenses;
- concessions, patents, licenses, trademarks, rights and similar assets and other intangible assets;
- the goodwill;
- advances granted for intangible assets;
- intangible assets for exploitation and evaluation of mineral resources

An intangible asset must be recognized if and only if:

- it is estimated that the future economic benefits that are attributable to the asset will be obtained by the company; and
- the cost of the asset can be reliably measured.

An intangible asset is initially recorded at the cost of acquisition or production depending on the method of entry into the heritage.

Development expenses are recognized at their production cost.

The production cost of fixed assets from the development phase includes direct expenses related to production such as direct materials, energy consumed for technological purposes, costs representing employees' salaries, legal contributions, costs of testing the correct functioning of the asset, professional fees and commissions paid in relation to the asset, the cost of obtaining the necessary authorizations.

Development expenses that are recognized as intangible assets, development expenses are amortized over the period of the contract or over the period of use, as the case may be.

Financial assets

Financial assets include:

- shares held in subsidiaries;
- loans granted to entities in the group;
- shares held in associated entities and jointly controlled entities;
- loans granted to associated entities and jointly controlled entities;
- other fixed assets;
- other loans.

Financial fixed assets are recognized upon entry into the patrimony at purchase value.

Changes in fair value are recognized in the profit and loss account.

Assets related to the right of use

Recognition and evaluation

Right-of-use asset represents the right of a lessee to use a supporting asset during the lease term.

The company applies IFRS 16 for operational leasing contracts.

The company applies the exceptions provided by IFRS 16 regarding the recognition of an asset related to the right of use of the following contracts: short-term leasing contracts and leasing contracts for which the underlying asset has a low value. The costs related to the development of these types of exempted contracts are recognized as current rent expenses, during the period of use of the asset.

Initial valuation of the right-of-use asset

On the start date of the leasing contract, the asset related to the right of use is valued at cost, by summing the following values:

- a. the value of the initial assessment of the liability arising from the lease agreement, representing the discounted value of the lease payments that are not paid at that date, using the marginal lending rate;
- b. any lease payments made on or before the lease commencement date, less any incentives (rebates) received under the lease;
- c. any initial direct costs borne by the lessee, between the initiation date and the start date of the leasing contract;
- d. as well as, as the case may be, an estimate of the costs to be borne by the lessee for the restoration of the place where the underlying asset is located or for bringing it to the condition imposed by the terms and conditions of the leasing contract.

Initial assessment of the liability arising from the leasing contract

At the commencement date, the lessee must value the liability arising from the lease at the present value of the lease payments that are not paid at that date. Lease payments must be discounted using the marginal lending rate.

Subsequent evaluation

After the start date of the leasing contract, respectively the registration of an asset representing the right of use and the related debt, they will be subsequently evaluated using the amortized cost model, as follows:

- a. The asset representing the right of use – is amortized linearly over the entire duration of the leasing contract;
- b. The debt arising from the leasing contract – is evaluated similarly to any other financial obligations, using the effective interest method, so that the balance is reduced based on the amortized cost and the interest expense is allocated over the duration of the leasing contract.

Elements of the nature of stocks

The entry of stocks is recorded in accounting on the date of transfer of risks and benefits.

On the date of entry into the company, stocks are evaluated and recorded in accounting at the entry value, which is determined as follows:

- at purchase cost - for purchased stocks;
- at predetermined production cost - for stocks produced in the company;
- at the contribution value , established following the evaluation - for stocks representing contribution to the social capital;
- at fair value - for stocks obtained free of charge or ascertained plus during the inventory.

The commercial discounts granted by the supplier and written on the purchase invoice reduce the purchase cost of the goods.

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

The considered normal levels of consumption of materials are reviewed at an interval of 12 months.

When the stocks are out of control, they are evaluated and recorded by applying the FIFO method, respectively the elements of the nature of stocks that were produced or bought first are the ones that are consumed or sold first. The elements that remain in stock at the end of the period are those that have were purchased or produced most recently.

At the balance sheet date, stocks are valued at the lower value between cost and net realizable value.

The net realizable value is the estimated sales price during the normal course of the activity, minus the estimated costs for completion and the costs necessary for the sale.

When the company decides to change the use of a tangible asset, in the sense that it is to be sold, at the time of taking the decision regarding the change of destination, the accounting records the transfer of the asset from the category of tangible assets to that of stocks held for sale.

Income

Revenues represent increases in economic advantages, intervened during the exercise, which generated an increase in equity in other forms than those expressing new contributions of the company's owners.

The income category includes both amounts received or to be received in one's own name, as well as earnings from any source.

Revenues are classified as follows:

- Operating income;
- Financial income;

Revenues are recognized based on accrual accounting.

Revenues from sales of goods are recorded at the moment of handing over the goods to the buyers, of their delivery based on the invoice or under other conditions stipulated in the contract, which attests the transfer of the ownership of the respective goods to the customers.

Revenues from the sale of goods are recognized when the following conditions are met:

- a) the significant risks and benefits arising from ownership of the goods have been transferred to the buyer;
- b) the company no longer manages the sold goods at the level at which it would have done it, normally, in the case of owning them, nor does it have effective control over them;
- c) revenues can be reliably assessed;
- d) it is likely that the economic benefits associated with the transaction will be generated to society; and
- e) transaction costs can be reliably assessed.

Revenues from the provision of services are recorded in accounting as they are performed, correlated with the execution stage of the work.

The stage of execution of the work is determined on the basis of the work situations that accompany the invoices, reception minutes or other documents that certify the stage of completion and the reception of the services provided.

Interest income is recognized periodically, proportionally, as the respective income is generated.

Revenues from royalties and rents are recognized according to the due dates in the contract.

Income from dividends is recognized when the shareholder's right to collect them is established.

Revenues from the reduction or cancellation of provisions, respectively from adjustments for depreciation or loss of value are recorded in the event that their maintenance is no longer justified, the risk is realized or the expense becomes payable.

Revenues are assessed at the value determined by the agreement between the seller and the buyer, taking into account the amount of any commercial discounts granted.

Revenues collected before the balance sheet date, which are related to the subsequent financial year, are presented as income in advance.

Expenses

The expenses of the parent company and the subsidiary represent the amounts paid or to be paid for:

- consumption of stocks;
- works performed and services provided that benefit the company;
- personnel expenses;
- the execution of legal or contractual obligations;
- provisions;
- depreciation;
- adjustments for impairment or loss of value.

Accounting of expenses is kept according to types of expenses, as follows:

- operating expenses;
- financial expenses.

Synthetic expense accounts that include several elements with different tax deductibility regimes are developed into analytics, so that each analytics reflects the specific content.

The debts

Debts are recorded in accounting on account of third parties. The accounting of suppliers and other debts is kept by category, as well as by each natural or legal person.

Personnel rights are recorded in accounting with withholding of contributions.

Income tax payable must be recognized as a liability to the extent of the unpaid amount.

Deferred tax is the amount of profit tax payable in a future period. Deferred tax liabilities are the amounts of income tax payable in future accounting periods, in respect of taxable temporary differences.

It is calculated based on the tax percentages that are expected to be applicable to temporary differences, upon their resumption, based on the legislation in force at the reporting date.

Deferred tax receivables are represented by the profit tax values, recoverable in future accounting periods.

Receivables and debts representing deferred tax are compensated only if there is a legal right to offset current receivables and debts with the tax.

The provisions

A provision will be recognized in the accounting when:

- the company has a current obligation generated by a previous event;
- it is probable that an outflow of resources will be required to honor the obligation;
- a credible estimate of the value of the obligation can be made.

No provisions are recognized for future operating losses. Provisions are reviewed at the date of preparation of the individual Financial Statements and adjusted to reflect the current best estimate. If an outflow of resources is no longer likely to settle an obligation, the provision is canceled by resuming income.

Commercial and financial discounts

The commercial discounts granted by the supplier and written on the purchase invoice adjust the purchase cost of the goods in the sense of the discount.

Commercial discounts granted to customers adjust the amount of revenue related to the transaction in the meaning of the discount.

Contingent assets and liabilities

Contingent assets and liabilities are presented in the explanatory notes if it is probable that some inflows of economic benefits will occur.

These are evaluated annually to determine if an outflow of resources incorporating the economic benefits has become probable and it is necessary to recognize a liability or a provision in the financial statements related to the period in which the change in the classification of the event took place.

Events subsequent to the preparation of the financial statements

Events subsequent to the balance sheet date are those events, favorable or unfavorable, that occur between the balance sheet date and the date on which the annual financial statements are authorized for publication. These are presented in the notes when they are considered significant .

New standards and interpretations

The amendments to the standards applicable in the financial year 2023 are presented in Note 31.

Compared to the previous financial year, there were no accounting policy changes

4. Determination of fair values

The presentation requirements of the information contained in the financial statements as well as some accounting policies of the Company determine the necessity of their presentation.

The company proceeded to the fair value evaluation of the patrimonial elements on the date of transition to IFRS and presented the Financial Statements of the previous periods at fair value.

When valuing assets or liabilities at fair value, the Company uses information observable on the market as much as possible. The fair value hierarchy classifies the input data for the valuation techniques used for fair value valuation on three levels, as follows:

- Level 1: quoted price (unadjusted) on active markets for identical assets or liabilities that the entity can access on the valuation date;
- Level 2: inputs, other than quoted prices included in level 1, that are observable for assets or liabilities, either directly or indirectly;
- Level 3: unobservable inputs for assets or liabilities.

If the input data for measuring the fair value of an asset or liability can be classified at several levels of the fair value hierarchy, the fair value measurement is classified entirely at the same level of the fair value hierarchy as the input data with the lowest level of uncertainty that is significant for the entire assessment.

Valuation techniques and input data used in making valuations IFRS13.91(a)

In the building and land evaluation report, the appraiser used:

Market data chosen by the evaluator: real estate market analysis:

- The specific real estate market
- Analysis of the existing offer on the market
- Demand analysis
- Market balance

b. Information provided by the owner: Documents regarding the history of immobilization, repair work carried out, degree of exploitation.

Presentation of the classification level of valuations at fair value in full in the fair value hierarchy IFRS 13.93(b)

Based on the input data used in the valuation technique, the fair value of buildings and land on 31.12.2021 was classified at level 3 of the fair value hierarchy, the valuation being carried out based on unobservable data on the active land and real estate market.

5. Tangible assets

The individual situation at the level of the parent company is as follows:

	Lands	Buildings	Equipment and others	Tangible assets in progress	Advance on tangible assets	Total
<i>Assessed value</i>						
Balance on January 1, 2023	14,737,009	13,028,177	13,283,664	1,065,604	0	42,114,454
INCREASE			898,366		0	898,366
Discounts			46,913	898,365	0	945,278
Balance on June 30, 2024	14,737,009	13,028,177	14,135,117	167,239	0	42,067,542
<i>Depreciation and impairment</i>						
Balance on January 1, 2023	0	1,512,868	3,333,256	0	0	4,846,124
INCREASE	4,425	284,771	88,233	0	0	377,429
Discounts			28,116			28,116

Balance on June 30, 2024	4,425	1,797,639	3,393,373	0	0	5,195,437
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Net worth

Balance on January 1, 2023	14,737,009	11,515,309	9,950,408	1,065,604	0	37,268,330
Balance on June 30, 2024	14,732,584	11,230,538	10,741,744	167,239	0	36,872,105

At the group level, the situation is:

	Lands	Buildings	Equipment and others	Tangible assets in progress	Advance on tangible assets	Total
<i>Assessed value</i>						
Balance on January 1, 2023	14,737,009	13,028,177	13,283,664	1,065,604	0	42,114,454
INCREASE			898,366		0	898,366
Discounts			46,913	898,365	0	945,278
Balance on June 30, 2024	14,737,009	13,028,177	14,135,117	167,239	0	42,067,542

Depreciation and impairment

Balance on January 1, 2023	0	1,512,868	3,333,256	0	0	4,846,124
INCREASE	4,425	284,771	88,233	0	0	377,429
Discounts			28,116			28,116
Balance on June 30, 2024	4,425	1,797,639	3,393,373	0	0	5,195,437

Net worth

Balance on January 1, 2023	14,737,009	11,515,309	9,950,408	1,065,604	0	37,268,330
Balance on June 30, 2024	14,732,584	11,230,538	10,741,744	167,239	0	36,872,105

The tangible fixed assets of the company include the assets affected by the production. Part of these assets are mortgaged or pledged to guarantee loans taken from banks.

Tangible fixed assets in progress represent the investments being completed for the increase of production capacities.

The depreciation method used by the company for all classes of depreciable fixed assets is the straight-line method.

The useful lives established at the commissioning of the fixed assets were within the limits provided by the internal regulations regarding the classification of fixed assets and were not modified during the year 2023.

6. Intangible assets

In the patrimony of the parent company, this group of fixed assets includes the value of the licenses paid to the European regulatory authorities in the field of manufacturing and marketing of chemical products in the amount of 343,194 RON, depreciable over the planned operating period for the manufacturing facilities, as well as licenses for computer programs in the amount of 116,867 RON.

Gross value on 30.06.2024	460,061
Accumulated depreciation	426,568
Of which in exercise 2024	18,897
Net value on 30.06.2024	33,493

7. Financial assets

The parent company owns:

1.- the participation of 99.765% in the Chimprod SA Oradea branch. The accounting value of the participation is 1,265,650 RON, fully depreciated value.

2.-participation of 1,000 lei to the Organization of Patronages in Chemistry and Petrochemistry Bucharest.

Gross value on 30.06.2024	1,266,650
Adjustments for impairment recorded	1,265,650
Net value on 30.06.2024	1,000
Other financial assets	2,295
Total	3,295

Assets related to the right to use the assets taken under concession (leasing) at the level of the debt from the application of IFRS 16

	2021	2022	2023	30.06.2024
Cost (RON) on 30.06.2024				
Balance on 30.06.2024	204,370	204,370	204,370	118,986
Amortization related to the right of use	-46,431	-89,451	-132,472	-62,624
Balance on 30.06.2024	157,939	114,919	71,898	56,362

Effect of transition to IFRS 16	2020	2021	2022	2023	30.06.2024
Financial expenses, interest, leasing contract	3,828	2,976	5,866	4,019	1,354

Depreciation related to the right of use	17,974	17,971	43,021	43,021	15,536
Total cost	21,802	21,802	48,887	47,040	16,890

8. Stocks

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Raw materials and supplies	155,607	140,583
Finished products	2,661,282	227,084
Products in progress	799,202	799,202
Merchandise	22,864	22,838
Packing	70,082	59,082
Advances for the purchase of goods	52,012	52,012
Total	3,761,049	1,300,801
Adjustments for inventory depreciation	1,001,169	989,141
Total	2,759,880	311,660

At the group level, the situation is:

	31.12.2023	30.06.2024
Raw materials and supplies	155,607	140,583
Finished products	2,661,282	227,084
Products in progress	799,202	799,202
Merchandise	22,864	22,838
Packing	70,082	59,082
Advances for the purchase of goods	52,012	52,012
Total	3,761,049	1,300,801
Adjustments for inventory depreciation	1,001,169	989,141
Total	2,759,880	311,660

9. Trade receivables

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Customers	796,384	37,727
Uncertain and litigious clients	2,317,893	2,318,119
Suppliers- borrowers	0	0
Adjustments for the depreciation of receivables	-2,317,893	-2,318,119
Total	796,384	37,727
Other receivables	256,358	54,209
Total	1,052,742	91,936

The consolidated situation is presented as follows:

	31.12.2023	30.06.2024
Customers	796,384	37,727
Uncertain and litigious clients	2,317,893	2,318,119
Suppliers -borrowers	0	0
Adjustments for the depreciation of receivables	-2,317,893	-2,318,119
Total	796,384	37,727
Other receivables	256,373	54,224
Total	1,052,757	91,951

Considering the difficult situation that the European chemical industry has gone/goes through, and especially the one in the European Union, most of the commercial transactions took place in the first part of 2024 on spot orders. Over 90% of the manufactured products were delivered for export to beneficiaries from European Union member countries or non-EU countries. There is a certain dependence of the company on the community market where about 90% of the production intended for export is delivered.

The company has constituted adjustments for the depreciation of receivables outstanding for more than 365 days in the amount of 2,318,119 lei.

10. Cash and cash equivalents

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Bank current accounts	221,753	241,888
Cash at checkout	1,415	5,794
Other values		
Total	223,168	247,682

At the group level, the situation is:

	31.12.2023	30.06.2024
Current bank accounts	222,523	242,904
Cash at checkout	1,510	5,889
Other values		
Total	224,033	248,793

11. Other receivables

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Settlements from operations being clarified	969	2,744
Other claims in connection with third parties	2,500	5,500
Other receivables related to the state budget (VAT to be recovered)	252,889	45,965
Total	256,358	54,209

At the group level, the situation is as follows:

	31.12.2023	30.06.2024
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Settlements from operations being clarified	969	2,744
Other claims in connection with third parties	2,500	5,500
Other receivables related to the state budget (VAT to be recovered)	252,904	45,980
Total	256,373	54,224

12. Assets classified as held for sale

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Gross value of assets classified as held for sale	1,999,171	1,999,171
Asset value adjustments classified as held for sale		
Reclassifications to tangible assets		
Asset disposals classified as held for sale		
Net worth	1,999,171	1,999,171

At the group level, the situation is:

	31.12.2023	30.06.2024
Gross value of assets classified as held for sale	1,999,171	1,999,171
Asset value adjustments classified as held for sale		
Reclassifications to tangible assets		
Asset disposals classified as held for sale		
Net worth	1,999,171	1,999,171

13. Share capital and premiums related to capital

On 30.06.2024, the shareholding structure of the parent company is presented as follows (in percentages):

	31.12.2023	30.06.2024
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FIA WITH PRIVATE CAPITAL BT INVEST 1	33.89%	33.89%
PASCU RADU Alternative Investment Company With Private Capital Roca Investments SA	31.16%	31.16%
Other natural and legal persons	18.00%	18.00%
Total	16.95%	16.95%
Total	100%	100%

During 2024, there were no changes in the shareholder structure of Sinteza SA. The structure of the subsidiary's shareholding is presented as follows:

	31.12.2023	30.06.2024
Sinteza SA	99,765	99,765
Other shareholders	0.235	0.235
Total	100	100

The company continued in 2024 to administer the capital, taking into account all its components as defined by Romanian legislation.

There were no situations of exclusion of quantitative data or the consideration as a component part of own capital of other elements in the balance sheet other than those regulated in the internal legislation.

14. Commercial debts and other debts

The individual situation at the level of the parent company is as follows:

	31.12.2023	30.06.2024
Commercial suppliers	1,168,969	937,452
Suppliers for investments	5,511	
Suppliers - partners		
Debts to the State Budget	212,218	765,752
Debts to employees	199,405	221,094

Current profit tax		
Other debts	4,568,526	4,576,723
Total	6,154,629	6,501,021

The classification of individual debts on 30.06.2024 according to maturity is presented according to the table:

	TOTAL DEBT	UNDER 1 YEAR	1-5 YEARS	OVER 5 YEARS
Commercial suppliers	937,452	937,452		
Suppliers for investments				
Suppliers - partners				
Debts to the State Budget	765,752	765,752		
Debts to employees	221,094	221,094		
Current profit tax				
Other debts	4,576,723	4,544,022	32,701	
Total	6,501,021	6,468,320	32,701	

At the group level, the situation is

	31.12.2023	30.06.2024
Commercial suppliers	2,949,264	2,717,747
Suppliers for investments	5,511	
Suppliers - partners		
Debts to the State Budget	212,373	765,907
Debts to employees	199,675	221,364
Current profit tax		
Other debts	4,571,026	4,582,223
Total	7,937,849	8,287,241

The classification of consolidated debts as of 30.06.2024 according to maturity is presented according to the table:

	TOTAL DEBT	UNDER 1 YEAR	1-5 YEARS	OVER 5 YEARS
Commercial suppliers	2,717,747	2,717,747		
Suppliers for investments				
Suppliers - partners				
Debts to the State Budget	765,907	765,907		
Debts to employees	221,364	221,364		
Current profit tax				
Other debts	4,582,223	4,549,522	32,701	

Total	8,287,241	8,254,540	32,701
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15. Loans

The individual situation at the level of the parent company is presented as follows:

	31.12.2023	30.06.2024
Amounts owed to credit institutions	4,544,744	5,332,241
Total	4,544,744	5,332,241

The classification of loans on 30.06.2024 according to maturity is presented according to the table:

	TOTAL DEBT	UNDER 1 YEAR	1-5 YEARS	OVER 5 YEARS
Amounts owed to credit institutions	5,332,241	5,332,241		
Total	5,332,241	5,332,241	0	0

At the group level, the situation is:

	31.12.2023	30.06.2024
Amounts owed to credit institutions	4,544,744	5,332,241
Total	4,544,744	5,332,241

The classification of loans on 30.06.2024 according to maturity is presented according to the table:

	TOTAL DEBT	UNDER 1 YEAR	1-5 YEARS	OVER 5 YEARS
Amounts owed to credit institutions	5,332,241	5,332,241		

Total	5,332,241	5,332,241	0	0
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Regarding the contracted loans, the Company continued the policy of drawing on resources attracted to finance the company's working capital and investments.

The bank loans in progress on 30.06.2024 are contracted only at the level of the parent company Sinteza SA and are the following:

- Current account credit line 75,120 EURO, Euribor rate 3M+ 1.95% maturity 12.09.2024
- Current account credit line 996,235 EURO + unused 3,765 EURO, Euribor rate 3M+ 1.6%, maturity 12.09.2024

16. Provisions

Provisions for risks and expenses were established as follows:

- provisions for unused holidays in the amount of 121,025 lei for SINTEZA SA

17. Income in advance

In 2024, the company reflected in the Advance Revenue account, the amounts collected from customers on account of future deliveries. The account balance as of 30.06.2024 in the amount of 36,543 RON highlights the amounts collected from customers for goods to be delivered and services in advance;

18. Turnover

Turnover on 30.06.2024:

The individual situation at the level of the parent company is as follows:

	30.06.2023	30.06.2024
Revenues from the sale of finished products	8,022,661	1,702,980
Revenues from the sale of goods		
Income from premises and rents	179,138	167,148
Income from services	183,782	364,407
Other income (rebilling, residual prod.)	36,427	183,198
Total	8,422,008	2,417,733

At the group level, the situation is:

	30.06.2023	30.06.2024
Revenues from the sale of finished products	8,022,661	1,702,980
Revenues from the sale of goods		
Income from premises and rents	179,138	167,148
Income from services	183,782	364,407
Other income (rebilling, residual prod.)	36,427	183,198
Total	8,422,008	2,417,733

A reportable segment is a component of an entity that engages in business activities from which it can obtain income and from which it can bear expenses, whose results are periodically examined and for which distinct financial information is available.

The company has not organized components to engage separately in business activities, the elements of income coming from other activities than industrial production having an incidental character.

The main weight of the activity is the industrial production activity, the result of which is periodically examined by the main operational decision-making factor.

Regarding the company's sales in 2024, they can be segmented into two areas as follows:

- sales on the foreign market in the amount of 1,601,101 lei;
- sales on the domestic market in the amount of 101,879 lei;

19. Expenses with raw materials and consumables

The individual situation at the level of the parent company is as follows:

30.06.2023

30.06.2024

Raw materials	3,569,587	3,100
Auxiliary materials	71,985	38,295
Fuel	5,238	3,638
Spare parts	10,521	1,441
Labor protection and other materials	29,029	11,975
Other expenses	138,073	29,679
Total	3,824,433	88,128

At the group level, the situation is:

	30.06.2023	30.06.2024
Raw materials	3,569,587	3,100
Auxiliary materials	71,985	38,295
Fuel	5,238	3,638
Spare parts	10,521	1,441
Labor protection and other materials	29,029	11,975
Other expenses	138,073	29,679
Total	3,824,433	88,128

20. Other material expenses

The individual situation at the level of the parent company is as follows:

	30.06.2023	30.06.2024
Packaging	109,843	16,971
Materials of the nature of inventory items	15,907	6,008
Other unstocked materials	12,323	6,700
Total	138,073	29,679

At the group level, the situation is:

	30.06.2023	30.06.2024
Packaging	109,843	16,971

Materials of the nature of inventory items	15,907	6,008
Other unstocked materials	12,323	6,700
Total	138,073	29,679

21. Personnel expenses

The individual situation at the level of the parent company is as follows:

	30.06.2023	30.06.2024
Wages	3,007,634	2,206,166
Social insurance and social protection	86,568	48,030
Total	3,094,202	2,254,196

At the group level, the situation is:

	30.06.2023	30.06.2024
Wages	3,009,944	2,208,662
Social insurance and social protection	86,622	48,084
Total	3,096,566	2,256,746

The company's employees are remunerated with the negotiated salary according to the provisions of the individual employment contracts, having the entire range of social benefits provided by the Romanian legislation in force. At the company level, there is no collective labor contract and therefore no additional short-term, long-term benefits, post-employment benefits or share-based payment are granted. The key personnel from the management of the company benefit from the same salary rights as the rest of the employees. The members of the Board of Directors are not remunerated by decision established by the General Meeting of Shareholders.

22. Expenses regarding external services

The individual situation at the level of the parent company is as follows:

	30.06.2023	30.06.2024
Other service expenses rendered by third parties		
Maintenance and repairs	44,888	1,690
Post and telecommunications	14,767	11,046
Transport	259,397	136,162
Banking services	61,675	26,523
Displacements, detachments	21,676	5,914
Protocol	3,262	397
Contributors	0	0
Rent	15,340	19,947
Fees	75,436	199,387
Insurance premiums	27,093	16,705
Other service expenses rendered by third parties	496,523	298,675
Total	1,020,057	716,446

At the group level, the situation is:

	30.06.2023	30.06.2024
Other service expenses rendered by third parties		
Maintenance and repairs	44,888	1,690
Post and telecommunications	14,849	11,046
Transport	259,397	136,162
Banking services	61,879	26,727
Displacements, detachments	21,676	5,914
Protocol	3,262	397
Contributors	0	0
Rent	15,340	19,947
Fees	75,436	199,387
Insurance premiums	27,093	16,705
Other service expenses rendered by third parties	496,523	298,675
Total	1,020,343	716,650

23. Income and financial expenses

The individual situation at the level of the parent company presents as follows:

	30.06.2023	30.06.2024
Interest income	1	5
Income from exchange rate differences	57,801	8,068
Other financial income		
Total	57,802	8,073
Interest expenses	129,188	147,719
Expenses from exchange rate differences	152,953	22,130
Other financial expenses	2,959	2,439
Total	285,100	172,288

At the group level, the situation is:

	30.06.2023	30.06.2024
Interest income	1	5
Income from exchange rate differences	57,801	8,068
Other financial income		
Total	57,802	8,073
Interest expenses	129,188	147,719
Expenses from exchange rate differences	152,953	22,130
Other financial expenses	2,959	2,439
Total	285,100	172,288

24. Current and deferred profit tax

The individual situation at the level of the parent company is as follows:
In the financial exercise ended on 30.06.2024, the Company recorded an accounting loss in the amount of 3,955,287 lei.

	31.12.2023	30.06.2024
<i>Current profit tax</i>		

Current income tax expenses	0	0
<i>Deferred profit tax</i>		
Deferred profit tax	3,496,076	3,496,076

At the group level, the situation is:

	31.12.2023	30.06.2024
<i>Current profit tax</i>		
Current income tax expenses	0	0
<i>Deferred profit tax</i>		
Deferred profit tax	3,496,076	3,496,076

25. The result per share

Sinteza SA realized on 30.06.2024 a loss in the amount of 3,955,287 RON. It is not intended to distribute amounts to shareholders in the form of dividends, from the reserves established in previous years.

Holder with distribution rights are not registered in the shareholding structure of dividends in other shares.

No free shares or shares with preferential rights are distributed in the respect of the allocation of dividends.

In a reasonable period, there are no intentions to dilute the shares through a preferential distribution. This results in a tie between the result per basic share and the diluted one.

26. Affiliated parties

Affiliated parties are considered the persons who are part of the Board of Directors and the directors (executive management) of the parent company:

The members of the Board of Directors on 30.06.2024 are:

Alexandru Savin	- President
Radu Pascu	- Member
Cosmin Turcu	- Member

The executive management of the company on 30.06.2024 is ensured by the Chief executive manager Gelu Stan.

During the year 2024, the transactions registered between the company and the affiliated parties are: 1) the extension of the loan granted to Sinteza by the shareholder Radu Pascu, in the amount of 510,117 euros (the value of the contract is of 600,000 euros) and 2) the extension of the loan granted by the shareholder Roca Investments SA, in the amount of 300,000 euros (contract value 600,000 euros)

27. Transactions between the parent company and the subsidiary

The parent company Sinteza lent the affiliated company Chimprod the amount of 5,500 lei.

28. Other Commitments

The parent company and the affiliated company do not register any other commitments as of 06.30.2024.

29. Contingent assets and liabilities

SINTEZA is a party to litigation in the following files:

No. file	Instance	The object of the file	The parties in the process and the procedural quality	File status (first instance/appeal / review/etc)	Term (if the file is pending) / Solution (if the file is resolved)	Details about the file
4274/108/2014	Arad Court	Insolvency procedure	Creditor SINTEZA SA Debtor Comeso Color SA	BANKRUPTCY	Court date: 22.10.2024	+ 21,184, 47 lei
24.06.2022	Liquidator Mann & Associates PAC Singapore	Liquidation procedure	Creditor SINTEZA SA Debtor Vikudha Singapore PTE.LTD	Judicial liquidation	Court date:-	+ 59,325 Eur
22419/3/2009	Bucharest Court	Insolvency procedure	Creditor SINTEZA SA Debtor Energo Mineral Bucharest	BANKRUPTCY	Court date: 19.09.2024	+ 27,173, 79 lei

16873/118/2010	Court Constanța	Insolvency procedure	Creditor SINTEZA SA Debtor Solanum Com Prod SRL C-ta	First instance	Court date: 03/09/2024	+ 68,811.51 lei
6473/111/2013	Bihor Court	Insolvency Procedure	Creditor Sinteza SA Debtor Electrocentrale Oradea SA	BANKRUPTCY	Court date: 16.10.2024	+ 530671.29 lei - 497325.6 lei 33345, 69 lei
5610/3/2017*	HCCJ Bucharest	claims	Defendant plaintiff Sinteza SA Defendant appellants NOVI CONSULT SRL and others	APPEAL	Decision 389/21.12. 2023: Admits the main appeal declared by the appellant SC Sinteza SA, against Sentence no. 96/LP/10.04. 2019, pronounced by the Bihor Court which it changes in part, in the sense that: Admits in part the action formulated and specified by the plaintiff SC SINTEZA SA in opposition to the defendants Novi Consult SRL and Hatec Industrie- Montagen GMBH. It forces the defendants jointly and severally to pay the plaintiff the sum of 6,885,405.8 RON as compensator	A request for forced execution was filed against the debtor Novi Consult SRL Enforcement file no. 225/ 22.12.2023 and File no. 27/2024 Court Bailiff Office Bran Cristian Bucharest;

					<p>y damages, with legal interest from 20.05.2016 until payment. It rejects as unfounded the rest of the claims made by the plaintiff. Rejects the counterclaim filed by the counterclaim defendant SC Novi Consult SRL in opposition to the counterclaim defendant SC Sinteza SA. Maintains the provisions of the sentence regarding the rejection of the exception of the lack of passive procedural quality of the defendant Hatec Industrie-Montagen GMBH. Finds the lack of procedural capacity of the defendant L+K Anlagenbau GmbH&Co. KG. Rejects as unfounded the cross-appeal filed by the respondent Novi Consult SRL. Obliges the respondents to jointly and severally pay the appellant</p>	
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					the sum of 192,688.52 RON for court costs in the first instance and appeal. With right of appeal within 30 days. The term of appeal has not been established until this date.	
82/2/9/2024	NAD Oradea Territorial Service	Criminal complaint Deception	SINTEZA SA complainant L+K Alangenbau		National Anticorruption Directorate rejects the complaint as unfounded by ordinance on June 14, 2024; It will be appealed to the judge of the preliminary chamber of the Bihor Court;	
16952/301/2024	Sector 3 District Court Bucharest	Objection to execution and return of execution	Novi Consult SRL Plaintiff/ Sinteza SA Defendant	First instance	Court date: 13.09.2024	Enforcement file 27/2024
1011/P/2023	Bihor Tribunal Prosecutor's Office	Criminal complaint and establishment of a civil party for the amount of 31,200 Euros;	Sinteza SA/ Author unknown	Unauthorized access to an e-mail Art. 360 Criminal Code	-	damage 31,200 Euros;
6521/320/2024	Court Tg. Mures	claims	Sinteza SA Debtor/ Multipractic SRL Tg Mures creditor		Court date: 12.09.2024	Claims: 9,420,420 RON unpaid invoice amount + court costs 1,736 lei
18340/300/2024	Sector 2 District Court Bucharest	Claims Request for reduced value	Sinteza SA Debtor/ La Fantana SRL creditor		Court date: 18.11.2024	Unpaid debit 2199.25 RON+ 230 RON court stamp duty + legal interest 534.88 RON calculated until 03.06.2024

As of the half-yearly reporting date, the value of contingent assets cannot be estimated.

30. Events subsequent to the date of the financial statements

There were no events subsequent to the date of preparation of the financial statements

31. New standards and interpretations

The following amendments to existing standards and interpretations issued by the International Accounting Standards Board (IASB) and adopted by the EU are in force for the current reporting period:

- ✓ - IFRS 17 "Insurance contracts", including the amendments to IFRS 17 - sets out the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents those contracts. This information provides users of financial statements with a basis for evaluating the effect that insurance contracts have on the entity's financial position, financial performance and cash flows.
- ✓ - IAS 1 "Presentation of financial statements" - sets out the general requirements for financial statements, including how they should be structured, the minimum requirements for their content and fundamental concepts
- ✓ - IAS 8 "Accounting policies, changes in accounting estimates and errors" - applies to the selection and application of accounting policies, the accounting of changes in estimates and the reflection of corrections of errors from previous periods.

The Company estimated that the adoption of these amendments to the existing standards will not have a significant impact on the financial statements of the Company during the initial application period.

32. Financial risk management

The group is exposed to credit risk, liquidity risk and market risk.

In order to limit the exposure, the risk management policy is being developed, so as to ensure the identification and analysis of risks, the establishment of limits and appropriate controls, as well as the monitoring of compliance with the established limits.

Risk management policies and systems will be reviewed regularly, in order to adapt to changes in activity and market conditions.

The parent company aims to develop an orderly and constructive control environment, so that through training standards, employees understand their roles and obligations.

Credit risk is the risk that the group will suffer a financial loss as a result of a client not fulfilling its contractual obligations. The parent company established

as a credit policy the individual analysis of each new customer, before offering the standard conditions of payment and delivery.

However, the concrete conditions of the specific market (basic chemical products, on a market with specialized suppliers and customers) sometimes require the granting of some facilities in terms of collection.

This characteristic of the market requires the company not to request real guarantees for its claims.

However, following the individual analysis of customers, sometimes payment is requested in advance or at the time of delivery (non-EU markets).

Liquidity risk is the risk of the Company or the Subsidiary encountering difficulties in fulfilling its financial or associated financial obligations, which are settled in cash or cash equivalents.

The parent company's approach to liquidity management consists in trying to ensure sufficient liquidity to pay the due obligations under normal conditions.

Market risk is the risk that the variation of market prices, the exchange rate, the interest rate and the price of equity instruments, will affect the Company's income or the value of the financial instruments held. During 2024, there was a significant disruption in the price of benzoic acid on the European market due to the presence on the market of some producers from China who came with a price sometimes almost equal to the price at which the company was supplied with raw material (toluene).

The objective of market risk management is to manage and control exposure within acceptable parameters.

The parent company is exposed to currency risk, due to sales, purchases and loans in a currency other than the functional one.

The exposure is presented in the following table:

The individual situation at the level of the parent company is as follows:

30.06.2024	RON	EURO (EQUIV. RON)	USD (EQUIV. RON)
Financial assets			
Trade receivables and other receivables	91,936	0	0
Cash and cash equivalents	91,623	156,059	
Total	183,559	156,059	0
Financial debts			
Loans		5,332,241	0
Trade debts and other debts	1,966,610	4,534,411	0

Total	1,966,610	9,866,652	0
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At the group level, the situation is:

30.06.2024	RON	EURO (EQUIV. RON)	USD (EQUIV. RON)
Financial assets			
Trade receivables and other receivables	91,951		0
Cash and cash equivalents	92,734	156,059	
Total	184,685	156,059	0
Financial debts			
Loans		5,332,241	0
Trade debts and other debts	3,752,830	4,534,411	0
Total	3,752,830	9,866,652	0

Considering the uncertainty regarding when and how the war in Ukraine will end, the management of the company estimates that the adverse factors that are currently manifesting themselves on the European market of chemical products will also generate instability in the next period, including disturbances in the balance between demand and supply. In addition, it is foreseen to maintain an unfair competition from some chemical producers in China, this additional pressure will be manifested at least until 2026 (when the European Union will introduce the border adjustment mechanism of the carbon tax and this field). In this particularly difficult context, the management of the company actively strives to find solutions to ensure business continuity and adopts measures to minimize the impact of the crisis on operational and financial activity.

The diversification of the product portfolio is considered by including intermediates with higher added value and which are less dependent on raw materials from fossil fuels.

In the short and medium term, the company will aim to, in addition to the process of transforming toluene into benzoic acid, develop production solutions for some products derived from benzoic acid, mainly its esters or other compounds for which there is a demand on the market in Europe, in the following years.

In the longer term, the expected strategy is the one in which chemical substances will be produced, acids in particular, which have characteristics and uses similar to those of benzoic acid, but can be produced predominantly from biomass.

Plans also include improving liquidity by selling surplus assets. The amounts thus obtained will be used to support the basic activity, through investments and working capital. In addition, part of the sums will be used to solve historical problems such as the greening of old warehouses of dangerous substances.

CHIEF EXECUTIVE OFFICER
GELU STAN

CHIEF FINANCIAL OFFICER
ADRIAN BUCUREAN

STATEMENT

In accordance with the provisions of art. 30 of Law no. 82/1991

The semiannual financial statements were drawn up on 30.06.2024 for:

Legal entity:	Sinteza SA
County:	05-Bihor
Address:	Oradea, sos. Borsului no. 35
Trade Register number:	J/05/197/1991
Form of ownership:	34-Commercial companies based on shares
Main activity:	2014-manufacture of other basic chemical products

Fiscal identification code:	67329
Type of financial situation:	According to Order 881/2012, Order 2844/2016, Order 10/2019, regarding the application of the Accounting Regulations compliant with the International Financial Reporting Standards (IFRS) applicable to commercial companies whose securities are admitted to trading on a regulated market.

The Chairman of the Board of Directors of the company, Mr. Alexandru Savin, assumes responsibility for the preparation of the semiannual financial situation on 30.06.2024 and confirms that, according to his knowledge, it was prepared in accordance with the applicable accounting standards, that it provides a correct picture and conforms to the reality of assets, liabilities, equity, income and expenses, and that the report of the Board of Directors includes a correct analysis of the development and performance of the company as well as a description of the main risks and uncertainties specific to the activity carried out.

Chairman of the Board of Directors

Alexandru Savin