



**Independent Auditors' Report issued on the  
Annual Financial Statements  
and Business Report  
of SRF EUROPE Kft.  
for the period between  
1 April 2021 and 31 March 2022**

This is an English translation of the Independent Auditors' Report on the annual financial statements of SRF EUROPE Kft. for the period between 1 April 2021 and 31 March 2022 issued in Hungarian. If there are any differences, the Hungarian language original prevails. This report should be read in conjunction with the complete set of annual financial statements it refers to.

SRF EUROPE Kft. -K12 - 2022.03.31.





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SRF EUROPE Kft. - K12-2022.03.31.





KPMG Hungária Kft.  
Váci út 31.  
H-1134 Budapest  
Hungary

Tel.: +36 (1) 887 71 00  
Fax: +36 (1) 887 71 01  
Email: info@kpmg.hu  
Internet: kpmg.hu

## Independent Auditors' Report

To the member of SRF EUROPE Kft.

### *Opinion*

We have audited the annual financial statements for the period between 1 April 2021 and 31 March 2022 of SRF EUROPE Kft. ("the Company"), which comprise the balance sheet as at 31 March 2022, with total assets of EUR 117,356,051 and profit after tax for the period of EUR 5,000,172, and the income statement for the period between 1 April 2021 and 31 March 2022, and supplementary notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying annual financial statements give a true and fair view of the financial position of the Company as at 31 March 2022, and of its financial performance for the period between 1 April 2021 and 31 March 2022 in accordance with Act C of 2000 on Accounting in force in Hungary ("the Act on Accounting").

### *Basis for Opinion*

We conducted our audit in accordance with Hungarian National Standards on Auditing and applicable laws and regulations in Hungary. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the Company for the purposes of our audit of the annual financial statements, as provided in applicable laws in force in Hungary, "The Policy on Rules of Conduct (Ethics) of the Audit Profession and on Disciplinary Procedures" of the Chamber of Hungarian Auditors, as well as with respect to issues not covered by these Rules, with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Other Information*

The other information comprises the business report of the Company for the period between 1 April 2021 and 31 March 2022. Management is responsible for the preparation of the business report in accordance with the Act on Accounting and other applicable legal requirements, if any.

Our opinion on the annual financial statements expressed in the Opinion section of our report does not cover the business report.

In connection with our audit of the annual financial statements, our responsibility is to read the business report and, in doing so, consider whether the business report is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

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SRF EUROPE Kft.-K12-2022.03.31.





Based on the Act on Accounting, we are also responsible for assessing whether the business report has been prepared in accordance with the Act on Accounting and other applicable legal requirements and expressing an opinion on this and whether the business report is consistent with the annual financial statements.

In our opinion the business report of the Company for the period between 1 April 2021 and 31 March 2022 is consistent, in all material respects, with its annual financial statements for the period between 1 April 2021 and 31 March 2022 and the applicable provisions of the Act on Accounting.

There are no other legal requirements that are applicable to the business report, therefore, we do not express an opinion in this respects.

In addition, in light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we are required to report if we have identified material misstatements in the business report, and if so, the nature of such misstatement. We have nothing to report in this regard.

#### *Responsibilities of Management and Those Charged with Governance for the Annual Financial Statements*

Management is responsible for the preparation of annual financial statements that give a true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, management is responsible for assessing the Company's ability to continue as a going concern and disclosing, as applicable, matters related to going concern; and, management is responsible for preparing the annual financial statements on a going concern basis. Valuation made by management shall be based on the principle of going concern, unless the use of this principle is precluded by any provision, or if any fact or circumstance prevails, which precludes the Company to continue as a going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

#### *Auditors' Responsibilities for the Audit of the Annual Financial Statements*

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Hungarian National Standards on Auditing and applicable laws and regulations in Hungary will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

As part of an audit in accordance with Hungarian National Standards on Auditing and applicable laws and regulations in Hungary, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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SRF EUROPE Kft. - K12-2022.03.31.





- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis for the preparation of the annual financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Budapest, 6 May 2022

KPMG Hungária Kft.

Registration number: 000202

Gyula Ádám Bajusz

*Partner, Professional Accountant*

Registration number: 007395

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SRF EUROPE Kft. - K12 - 2022.03.31.



Seat address: 1 SRF way, Jászfényszaru, 5126 Hungary  
Statistical No.: 26312349-2222-113-16  
Company Reg. No.: 16-09-019571  
Tax ID: 26312349-2-16



## **SRF EUROPE Ltd**

### **Yearly Financial Report**

**2021.04.01 – 2022.03.31**

Jászfényszaru, 6<sup>th</sup> May 2022



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Representative of the company

Balance Sheet Type "A"  
2021.04.01 – 2022.03.31  
Assets



data in EUR

No.	Item Description	Previous Year Data	Current Year Data
<b>001</b>	<b>A. Fixed Assets</b>	<b>83 450 488</b>	<b>80 344 845</b>
002	I. Intangible assets	170 429	102 946
003	01. Capitalized value of formation/reorganization expenses	-	-
004	02. Capitalized value of research and development	-	-
005	03. Concessions, licenses and similar rights	170 429	102 946
006	04. Trademarks, patents and similar assets	-	-
007	05. Goodwill	-	-
008	06. Advances and prepayments on intangible assets	-	-
009	07. Value adjustments of intangible assets	-	-
010	II. Tangible assets	83 266 115	80 226 365
011	01. Lands, buildings and property rights	32 298 353	31 583 565
012	02. Plant machinery, equipment and vehicles	50 699 688	48 362 012
013	03. Other equipment, furniture and vehicles	264 099	234 327
014	04. Breeding animals	-	-
015	05. Assets in course of construction	3 975	46 461
016	06. Advances and prepayments on assets in course of construction	-	-
017	07. Value adjustments of tangible assets	-	-
018	III. Financial investments	13 944	15 534
019	01. Long-term participations in affiliated entities	-	-
020	02. Long-term credits to affiliated entities	-	-
021	03. Long-term significant ownership participation	-	-
022	04. Long-term credits to entities with significant ownership participation	-	-
023	05. Other long-term participations	-	-
024	06. Long-term credits to entities with other participation	-	-
025	07. Other long-term loans	-	-
026	08. Securities signifying a long-term creditor relationship	13 944	15 534
027	09. Value adjustments of financial investments	-	-
028	10. Valuation difference of financial investments	-	-
<b>029</b>	<b>B. Current Assets</b>	<b>16 264 432</b>	<b>36 705 760</b>
030	I. Stocks	3 534 100	10 603 185
031	01. Raw materials	1 155 786	8 252 042
032	02. Work in progress and semi-finished products	731 092	250 678
033	03. Other livestock	-	-
034	04. Finished products	16 47 222	2 100 465
035	05. Goods for resale	-	-
036	06. Advances and prepayments on stocks	-	-
037	II. Receivables	8949 281	24 610 375
038	01. Receivables from goods and services (customers)	7 993 201	19 182 608
039	02. Receivables from affiliated entities	-	-
040	03. Receivables from entities with significant ownership participation	-	75 101
041	04. Receivables from entities with other participation	-	-
042	05. Receivables from bills of exchange	-	-
043	06. Other receivables	956 080	5 352 666
044	07. Valuation difference of receivables	-	-
045	08. Positive valuation difference of derivatives	-	-
046	III. Financial securities	-	-
047	01. Participations in affiliated entities	-	-
048	02. Significant ownership participations	-	-
049	03. Other participations	-	-
050	04. Own shares and own partnership shares	-	-
051	05. Securities for trading purposes signifying a creditor relationship	-	-
052	06. Valuation difference of financial securities	-	-
053	IV. Liquid assets	3 781 051	14 92 200
054	01. Cash register, checks	366	355
055	02. Bank deposits	3 780 685	1 491 845
<b>056</b>	<b>C. Assets from accruals and deferrals</b>	<b>243 823</b>	<b>305 446</b>
057	01. Income accruals	-	-
058	02. Cost and expense accruals	243 823	305 446
059	03. Deferrals of (prepaid) costs and expenses	-	-
<b>060</b>	<b>ASSETS TOTAL</b>	<b>99 958 743</b>	<b>117 356 051</b>

Jászfényszaru, 6<sup>th</sup> May 2022



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Representative of the company

Balance Sheet Type "A"  
2021.04.01 – 2022.03.31  
Liabilities and Equity



data in EUR

No.	Item Description	Previous Year Data	Current Year Data
<b>061</b>	<b>D. Equity</b>	<b>866 833</b>	<b>5 867 005</b>
062	I. Subscribed capital	1 010 000	10 10 000
063	Including: Own shares repurchased at face value	-	-
064	II. Subscribed capital unpaid (-)	-	-
065	III. Capital reserve	-	-
066	IV. Retained earnings	- 691 207	- 1693 167
067	V. Committed reserve	1 550 000	1 550 000
068	VI. Valuation reserve	-	-
069	01. Value adjustment reserve	-	-
070	02. Fair valuation reserve	-	-
071	VII. Earnings after tax	+ 1 001 960	5 000 172
<b>072</b>	<b>E. Provisions</b>	<b>-</b>	<b>-</b>
073	01. Provisions for forward liabilities	-	-
074	02. Provisions for forward expenses	-	-
075	03. Other provisions	-	-
<b>076</b>	<b>F. Liabilities</b>	<b>94 618 146</b>	<b>105 051 812</b>
077	I. Subordinated liabilities	-	-
078	01. Subordinated liabilities to affiliated entities	-	-
079	02. Subordinated liabilities to entities with significant ownership participation	-	-
080	03. Subordinated liabilities to entities with other participation	-	-
081	04. Subordinated liabilities to other economic entities	-	-
082	II. Long-term liabilities	79 409 568	73 948 101
083	01. Long-term loans	49 161 467	45 000 000
084	02. Convertible bonds	-	-
085	03. Liabilities from issue of bonds	-	-
086	04. Investment and development credits	-	-
087	05. Other long-term credits	-	-
088	06. Long-term liabilities to affiliated entities	30 248 101	28 948 101
089	07. Long-term liabilities to entities with significant ownership participation	-	-
090	08. Long-term liabilities to entities with other participation	-	-
091	09. Other long-term liabilities	-	-
092	III. Current liabilities	15 208 578	31 103 711
093	01. Short-term loans	-	-
094	Including: Convertible bonds	-	-
095	02. Short-term credits	8 338 533	8 125 000
096	03. Advances received from customers	297 120	368 717
097	04. Liabilities from goods and services (vendors)	4 985 527	19 731 703
098	05. Liabilities from bills payable	-	-
099	06. Short-term liabilities to affiliated entities	-	-
100	07. Short-term liabilities to entities with significant ownership participation	1 328 609	2 052 748
101	08. Short-term liabilities to entities with other participation	-	-
102	09. Other short-term liabilities	258 789	825 543
103	10. Valuation difference of liabilities	-	-
104	11. Negative valuation difference of derivatives	-	-
<b>105</b>	<b>G. Liabilities from accruals and deferrals</b>	<b>44 737 64</b>	<b>6 437 234</b>
106	01. Income deferrals	-	-
107	02. Cost and expense deferrals	130 399 0	3 382 851
108	03. Deferrals of (prepaid) income	3 169 774	3 054 383
<b>109</b>	<b>LIABILITIES AND EQUITY TOTAL</b>	<b>99 958 743</b>	<b>117 356 051</b>

Jászfényszaru, 6<sup>th</sup> May 2022

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**Profit and Loss Statement**  
Total Cost Method  
2021.04.01 – 2022.03.31

data in EUR

No.	Item Description	Previous Year Data	Current Year Data
001	01. Revenue from domestic sales	486 261	2 077 766
002	02. Revenue from export	21 854 085	70362 770
003	I. Net sales	22 340 346	72 460 536
004	03. Change in stocks of own production	2378 314	- 27 170
005	04. Capitalized value of produced assets	837 015	-
006	II. Capitalized value of own performance	3 215 329	- 27 170
007	III. Other income	96 203	270 239
008	Including: Reversal of impairment	-	4 279
009	05. Cost of materials	16 479 184	49 622 111
010	06. Cost of services	3 596 746	7 684 285
011	07. Cost of other services	204 192	338 246
012	08. Cost of goods sold	-	382 841
013	09. Cost of subcontractors	-	-
014	IV. Material expenses	20 282 124	58 027 483
015	10. Wages and salaries	2 620 475	3 203 609
016	11. Other personnel expenses	356 777	562 555
017	12. Social security costs	455 956	523 449
018	V. Personnel expenses	3 433 208	4 289 613
019	VI. Amortization (Depreciation)	2 162 887	3 307 672
020	VII. Other expenses	233 791	711 750
021	Including: Impairment	-	-
022	<b>A. Income from operation</b>	<b>- 460 132</b>	<b>6 367 087</b>
023	13. Dividends and profit-sharing (received or due)	-	-
024	Including: From affiliated entities	-	-
025	14. Capital gains on investments, exchange gains	-	-
026	Including: From affiliated entities	-	-
027	15. Interest, capital gains and exchange gains on financial investments	-	-
028	Including: From affiliated entities	-	-
029	16. Other interest and similar income (received or due)	-	66
030	Including: From affiliated entities	-	-
031	17. Other income from financial transactions	170 212	295 527
032	Including: Valuation difference	-	-
033	VIII. Income from financial transactions	170 212	295 596
034	18. Capital losses on investments, exchange losses	-	-
035	Including: Towards affiliated entities	-	-
036	19. Interest, capital losses and exchange losses on financial investments	-	-
037	Including: Towards affiliated entities	-	-
038	20. Other interest and similar expenses (paid or due)	541 168	1 007 092
039	Including: Towards affiliated entities	-	-
040	21. Impairment of shares, securities and bank deposits	-	-
041	22. Other expenses of financial transactions	162 731	565 503
042	Including: Valuation difference	-	-
043	IX. Expenses of financial transactions	703 899	1 592 595
044	<b>B. Income from financial transactions</b>	<b>- 533 687</b>	<b>1 297 000</b>
045	<b>C. Earnings before tax</b>	<b>- 993 819</b>	<b>5 070 087</b>
046	X. Corporate Income tax	8 141	69 915
047	<b>D. Earnings after tax</b>	<b>- 1 001 960</b>	<b>5 000 172</b>

Jászfényszaru, 6<sup>th</sup> May 2022

  
Representative of the company





Seat address: 1 SRF way, Jászfényszaru, 5126 Hungary  
Statistical No.: 26312349-2222-113-16  
Company Reg. No.: 16-09-019571  
Tax ID: 26312349-2-16

## **SRF EUROPE Ltd**

**Supplementary notes**  
on the yearly financial report

2021.04.01 – 2022.03.31

Jászfényszaru, 6<sup>th</sup> May 2022

A handwritten signature in blue ink, appearing to read 'B. Kiss', written over a horizontal line.

Representative of the company





## 1. Introduction of the Company

SRF EUROPE Ltd was established to be the first company in Hungary to manufacture and sell biaxially oriented polyethylene terephthalate (BOPET) films. To this end, the Company has set up a manufacturing plant in Jászfényszaru, which, according to previous estimates, is a significant investment worth 60 million euros. With the investment, the Company provided several potential benefits to both the local and Hungarian economies through job creation, export sales and taxes paid.

### General information

SRF EUROPE Limited Liability Company was established by SRF Global B.V. on 16<sup>th</sup> April 2018.

The Company was registered on 25<sup>th</sup> April 2018 with registration number 01-09-323516.

The change of the registered office of the Company was registered on 8<sup>th</sup> December 2020 with the registration number 16-09-019571.

The main activity of the Company: 2222 Manufacture of plastic packaging (TEÁOR '08)

Seat of the Company:

Until 30.11.2020: F3 12 Károlyi street, Budapest, 1053 Hungary

From 01.12.2020: 1 SRF way, Jászfényszaru, 5126 Hungary

The Company has no other sites or branches.

Internet availability of the Company, where it publishes its report: [www.srf.com](http://www.srf.com)

The share capital of the Company on the last day of the business year is EUR 1,010,000.00 which is entirely a cash deposit.

### Ownership structure

1/1 owner of the Company:

Name:	<b>SRF Global B.V.</b>
Seat:	391A Keizersgracht, Amsterdam, 1016EJ Hollandia
Shareholding ratio:	100%
Share capital:	EUR 1,010,000.00

### Representation

- |                        |  |
|------------------------|--|
| Name:                  | <b>Nikhil Maheshwari</b>                     |
| Address:               | 18 Nagy Ignác street, Budapest, 1055 Hungary |
| Legal relationship:    | Executive director                           |
| Representation:        | Independent                                  |
| Start of relationship: | 08.12.2020                                   |
  
- |                        |  |
|------------------------|--|
| Name:                  | <b>Monojit Bandyopadhyay</b>   |
| Address:               | SP Ring Road Bopal, Applewood Township, Orchid Greenfield NR, Ahmedabad, IN-A-9/114<br>Ahmedabad, Gujarat, India |
| Legal relationship:    | Executive director   |
| Representation:        | Independent  |
| Start of relationship: | 11.02.2022   |



**Supervisory board:**

1. Name: **Prashant Mehra**  
Address: India, Haryana, Sector 28 Gurgaon, H12/1, 12th floor, Pilots Court, Essel Towers, MG Road  
Start of relationship: 2022.02.11.
  
3. Name: **Ashis Bharat Ram**  
Address: IN-2 Silver Oak Avenue, Westend Green Farms Rajokri, Delhi  
Start of relationship: 2022.02.11
  
4. Name: **Kartik Bharat**  
Address: In-1 Silver Oak Avenue, Westend Green Farms Rajokri, Delhi  
Start of relationship: 2022.02.11

The development and operation of the accounting information system and the compilation of the report are the responsibility of the executive director.

Responsible person in charge of managing and directing the accounting tasks:

Name: Katalin Józsa  
Address: 73 Nyári Pál street, Újlengyel, 2724 Hungary  
Reg. No.: 161894

**Audit**

Pursuant to Section 155 (5) of Act C of 2000 on Accounting, the Company is required to have an audit.

Company responsible for the audit:

Name: KPMG Hungária Kft.  
Seat: 31 Váci way, Budapest, 1134 Hungary  
Tax ID: 10263332-2-44

Appointed auditor:

Name: Ádám Gyula BAJUSZ  
Address: 27 Pihenő street, Dunakeszi 2120 Hungary  
Chamber membership No.: 007395

Audit fee for the financial report (net): EÚR 60,000.00



A handwritten signature in blue ink, appearing to read "Ádám Gyula BAJUSZ".

## 2. General Accounting Information

### Financial report format

Report format: Yearly Financial Report

Report currency: EUR

Balance sheet format: Type "A"

Balance sheet date: 31.03.2022

Balance sheet preparation: 05.04.2022

Profit & loss statement format: Total Cost Method

The consolidated financial statements are prepared by: SRF Global B.V. (391A Keizersgracht, Amsterdam, 1016EJ Hollandia)  
The consolidated financial statements are not public.

### Basis of settlement

The Company is required to maintain double-entry bookkeeping. The annual report has been prepared in accordance with the Hungarian Accounting Act, applying the cost principle.

The Company does not exercise the option of further segmentation in the case of the chosen balance sheet and income statement schemes, it does not add or combine new items.

The Company maintains its books in euro, in English and prepares its financial statements in euro.

The business year of the Company runs from 1<sup>st</sup> April to 31<sup>st</sup> March. The balance sheet preparation date is 5<sup>th</sup> April.

### Depreciation

The Company recognizes intangible and tangible assets in its books at cost less accumulated depreciation.

Depreciation is calculated on a straight-line basis.

The Company recognizes the acquisition or production cost of property, plant and equipment below the production value of EUR corresponding to HUF 100,000 in one amount as depreciation at the time of commissioning.

According to the decision of the Company, if the expected useful life of an asset determined by the Company at the time of capitalization is equal to the technically justified useful life, the residual value is zero.

Based on the decision of the Company, it does not use the possibility to settle the value adjustment.

### Significant amount of error

With regard to audits and self-audits, the error is significant if the combined independent sign of the value of the errors and error effects discovered during the various audits during the year in which the error was discovered (for each year separately) - increasing or decreasing profit or equity exceeds 2% of the balance sheet total of the audited business year, or the amount of EUR corresponding to HUF 1 million.

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**Exceptional revenue, cost, and expense**

Based on the decision of the Company, an item of excess amount or occurrence is an item that exceeds 10% of the balance sheet total of the current year, but at least the amount of EUR corresponding to HUF 50 million.

**Settlement of foreign currency transactions**

Transactions denominated in currencies other than the functional currency are accounted for at the official exchange rate or cross rate quoted by the MNB on the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the dates of the transactions are recognized in the income statement.



A handwritten signature in blue ink, appearing to read "D. Kiss", written over a rectangular stamp area.

### 3. Notes on the balance sheet

#### A. Fixed Assets

The value of fixed assets compared to the previous business year has changed as follows.

##### Change of acquisition value

*data in EUR*

Description	Open balance	Increase	Decrease	Close balance	Difference %
Intangible assets	218 524	12 000	0	230 524	5,49%
Concessions, licenses and similar rights	218 524	12 000		230 524	5,49%
Tangible assets	85 383 068	188 439	0	85 571 507	0,22%
Lands, buildings and property rights	32 769 907			32 769 907	0,00%
Plant machinery, equipment and vehicles	52 310 838	124 996		52 435 834	0,24%
Other equipment, furniture and vehicles	298 348	20 957		319 305	7,02%
Assets in course of construction	3 975	42 486		46 461	1068,83%
Financial investments	13 944	1 590	0	15 534	11,40%
Deposit paid (long-term)	13 944	1 590		15 534	11,40%
<b>Total</b>	<b>85 615 536</b>	<b>202 029</b>	<b>0</b>	<b>85 817 565</b>	<b>0,24%</b>

##### Change of accumulated depreciation

*data in EUR*

Description	Open balance	Increase	Decrease	Close balance	Difference %
Intangible assets	48095	79 483	0	127 578	165,26%
Concessions, licenses and similar rights	48095	79483		127 578	165,26%
Tangible assets	2 116 953	3 228 189	0	5 345 142	152,49%
Lands, buildings and property rights	471 554	714 788		1 186 342	151,58%
Plant machinery, equipment and vehicles	16 111 50	2 462 672		4 073 822	152,85%
Other equipment, furniture and vehicles	34 249	50 729		84 978	148,12%
Assets in course of construction				-	-
Financial investments	0	0	0	0	-
Deposit paid (long-term)				-	-
<b>Total</b>	<b>2 165 048</b>	<b>3 307 672</b>	<b>0</b>	<b>5 472 720</b>	<b>152,78%</b>

##### Change of book value

*data in EUR*

Description	Open balance	Increase	Decrease	Close balance	Difference %
Intangible assets	170 429	0	67 483	102 946	-39,60%
Concessions, licenses and similar rights	170 429	0	67 483	102 946	-39,60%
Tangible assets	83 266 115	42 486	3 082 236	80 226 365	-3,65%
Lands, buildings and property rights	32 298 353	0	714 788	31 583 565	-2,21%
Plant machinery, equipment and vehicles	50 699 688	0	2 337 676	48 362 012	-4,61%
Other equipment, furniture and vehicles	264 099	0	29 772	234 327	-11,27%
Assets in course of construction	3 975	42 486	0	46 461	1068,83%
Financial investments	13 944	1 590	0	15 534	11,40%
Deposit paid (long-term)	13 944	1 590	0	15 534	11,40%
<b>Total</b>	<b>83 450 488</b>	<b>44 076</b>	<b>3 149 719</b>	<b>80 344 845</b>	<b>-3,72%</b>



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## B. Current assets

The value of current assets compared to the previous business year has changed as follows.

### Stocks

*data in EUR*

Description	Previous year	Current year	Difference %
Raw materials	1 155 786	8 252 042	613,98%
Work in progress	731 092	250 678	-65,71%
Finished products	1 647 222	2 100 465	27,52%
Total	3 534 100	10 603 185	200,03%

### Impairment of stocks

In the previous business year, the Company recognized an impairment loss of EUR 4,279 on its inventories of purchased raw materials because, based on the information available at the balance sheet date, it was unable to utilize them. However, in the following business year, the described inventory of raw materials was used, and accordingly the Company recognized the reversal of the impairment.

### Impairment of Stocks

*data in EUR*

Description	Open	Increase	Decrease	Close	Difference %
Raw Materials	4279	0	4 279	0	-100,00%

### Receivables

*data in EUR*

Description	Previous year	Current year	Difference %
Customers	7 993 201	19 182 608	139,99%
Receivables from owner entity	0	75 101	-
Other receivables	956 080	5 352 666	459,86%
Recoverable VAT	904181	4 101 498	353,61%
Advances paid to vendors	46 114	1225 454	2557,44%
Overpaid vendors	0	12 743	-
Advances paid to employees	5 785	12 971	124,22%
Total	8 949 281	24 610 375	175,00%

### Receivables from affiliated companies in the current year

*data in EUR*

Company name	Sum
PFBI	75 101

### Securities

The Company has no securities.

### Liquid Assets

*data in EUR*

Description	Previous year	Current year	Difference %
Cash register	366	355	3,10%
Bank deposits	3 780 685	1 491 845	153,42%
Total	3 781 051	1 492 200	153,39%



### C. Assets from accruals and deferrals

The asset value of accruals and deferrals compared to the previous business year has changed as follows.

#### Assets from accruals and deferrals

*data in EUR*

Description	Previous year	Current year	Difference %
Cost and expense accruals	243 823	305 446	25,27%
Upfront fees on long-term loans	191 237	153 094	-19,95%
Accrual of expenses	52 586	152 352	189,72%

### D. Equity

The value of equity compared to the previous business year has changed as follows.

#### Equity

*data in EUR*

Description	Previous year	Current year	Difference %
Subscribed capital	1 010 000	1 010 000	0,00%
Retained earnings	-691 207	-1 693 167	144,96%
Committed reserve (From additional payment)	1 550 000	1 550 000	0,00%
Earnings after tax	-1 001 960	5 000 172	-599,04%
Total	866 833	5 867 005	576,83%

#### Change of equity

*data in EUR*

Description	Subscribed capital	Retained earnings	Committed reserve	Earnings after tax	Total
Open balance	1 010 000	-691 207	1 550 000	-1 001 960	866 833
Transfer of previous earnings after tax	0	-1 001 960	0	1 001 960	0
Current year earnings after tax	0	0	0	5 000 172	5 000 172
Close Balance	1 010 000	-1 693 167	1 550 000	5 000 172	5 867 005

The committed reserve is derived entirely from additional payments made by the owner of the Company to compensate for the decrease in equity in previous years.

Information on the use of the current year profit is not known at the time of preparing this report.

### E. Provisions

The Company has no provisions.



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## F. Liabilities

The value of liabilities compared to the previous business year has changed as follows.

### Subordinated liabilities

The Company has no subordinated liabilities.

### Long-term liabilities

*data in EUR*

Description	Previous year	Current year	Difference %
Long-term loans	79 409 568	73 948 101	-6,88%
Investment bank loan	49 161 467	45 000 000	-8,46%
Parent company loan	30 248 101	28 948 101	-4,30%

Long-term liabilities include an investment loan and a parent company loan, which the Company requested for the establishment of its Jászfényszaru site.

The installment of the bank loan due in one year after the balance sheet date is EUR 4,125,000.

The installment of the parent loan due one year after the balance sheet date is EUR 1,579,916.

Bank loans are backed by collateral as follows:

The investment loan of EUR 50,000,000.00 requested from Raiffeisen Bank and the working capital loan of EUR 20,000,000.00 are backed by, among other things, the following guarantees:

1. SRF Limited's corporate loan guarantee (for both investment and working capital loans),
2. 85% of the share capital of SRF Global BV as collateral (for both investment and working capital loans),
3. Mortgage registered on the company's land and buildings in Jászfényszarun (only for investment loans),
4. Exclusive right to the company's tangible assets located in Jászfényszarun (only for investment loans),
5. Mortgage rights on sales from commercial contracts (only for working capital loans).

### Current liabilities

*data in EUR*

Description	Previous year	Current year	Difference %
Short-term credits	8 338 533	8 125 000	-2,56%
Working capital credit	7 500 000	4 000 000	-46,67%
Installment of investment credit due within one year	838 533	4 125 000	391,93%
Advances received from customers	297 120	368 717	24,10%
Vendors	4 985 527	19 731 703	295,78%
Short-term liabilities to owner entities	1 328 609	2 052 748	54,50%
Other short-term liabilities	258 789	825 543	219,00%
Taxes, contributions	198 105	549 538	177,40%
Overpaid customers	0	261 380	-
Liabilities to employees	0	14 625	-
Other short-term liabilities	60 684	0	-
Total	15 208 578	3 110 3 711	104,51%

### Current liabilities to affiliated companies in the current year

*data in EUR*

Company name	Sum
SRF Global BV	15 799 916
PFBI	411 087
PFBK	2 194
HO	59 551
Total	2 052 748



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## G. Liabilities from accruals and deferrals

The value of accruals compared to the previous business year has changed as follows.

Liabilities from accruals and deferrals		<i>data in EUR</i>		
Description	Previous year	Current year	Difference %	
Cost and expense deferrals	1 303 990	3 382 851	159,42%	
Deferrals of (prepaid) income (Government grant)	3 169 774	3 054 383	-3,64%	
<b>Total</b>	<b>4 473 764</b>	<b>6 437 234</b>	<b>43,89%</b>	

To support its investment in Jászfényszaru, the Company contacted the Hungarian government, which provided, pursuant to Government Decree No. 210/2014 (VIII. 27.), a non-refundable cash subsidy and a direct tax credit. The project took place in a region with a 50% aid intensity, so the total amount of aid was limited to that extent.

The Company records the amount of cash disbursement not yet recognized as deferred revenue (liabilities from accruals and deferrals), while it maintains an analytical record of the development tax credit available.

## Off - balance sheet items

Contingent items		<i>adatok EUR-ban</i>		
Description	Previous year	Current year	Difference %	
Contingent claim	180 744	180 744	0,00%	
Contingent liability	102 945	102 945	0,00%	
Warranty obligation	79 620	79 620	0,00%	

The Company is in litigation against a former supplier. The Supplier assembled equipment procured from other investment suppliers and then terminated its relationship with the Company in March 2020, leaving its current order unfinished.

The Company's liabilities include a liability of EUR 79,619.98 in respect of warranty retention against the supplier.

The Supplier has filed a lawsuit to settle its claim against the Company in the amount of EUR 182,564.86, which includes consideration for other services and materials in addition to the warranty retention.

The Company filed a counterclaim against the supplier in the amount of EUR 180,744.00, alleging breach of contract and the fact that the unfinished work caused significant additional costs and loss of sales revenue to the Company.

The lawsuit is still pending at the time of the balance sheet, but the Company's lawyer says it is likely that the supplier's claim will not have to be met.




#### 4. Notes on the income statement

##### I. Net sales

The net sales revenue changed compared to the previous business year as follows.

##### Distribution of sales

*data in EUR*

Description	Previous year	Current year	Difference %
<b>Revenue from domestic sales</b>	<b>486 261</b>	<b>2 077 766</b>	<b>327,29%</b>
<b>Revenue from export</b>	<b>21 854 085</b>	<b>70 382 770</b>	<b>222,06%</b>
Revenue from sales in EU	13 013 186	46 198 663	255,01%
Austria	225 861	1 838 044	713,79%
Bulgaria	84 936	476 348	460,83%
Croatia	10 896	136 689	1154,49%
Czech Republic	2 556	286 558	11111,19%
Denmark	657	197 246	29922,22%
Estonia	62 830	867 904	1281,35%
Finland	393 580	1 434 922	264,58%
France	110864	355 200	220,39%
Germany	0	65 573	-
Greece	137 255	784 523	471,58%
Ireland	0	259 084	-
Italy	3 333 550	6 155 080	84,64%
Latvia	2 057	0	-100,00%
Lithuania	33 212	113 655	242,21%
Luxembourg	0	67 878	-
Netherlands	1 195 149	8 693 929	627,43%
Poland	4 650 562	13 592 679	192,28%
Portugal	485 984	2 588 710	432,67%
Romania	553 256	1 835 861	231,83%
Slovakia	14 45 839	4 748 799	228,45%
Slovenia	17 674	377 339	2034,99%
Spain	206 474	1 134 295	449,36%
Sweden	59 994	188 347	213,94%
Revenue from sales to third counties	8 840 899	24 184 107	173,55%
Algeria	46193	341 420	639,12%
Armenia	525 183	64 839	-87,65%
Belarus	919 955	1792 726	94,87%
Brazil	220 455	0	-100,00%
Canada	0	78 700	-
China	2 101 811	7 660 520	264,47%
Georgia	0	9 818	-
Hong Kong	29 361	0	-100,00%
India	97 902	0	-100,00%
Israel	1316323	1 503 267	14,20%
Russian Federation	0	297 409	-
San Marino	0	100 375	-
Serbia	440 786	0	-100,00%



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South Africa	727	0	-100,00%
Switzerland	0	67 124	-
Tunisia	0	37 621	-
Turkey	978	0	-100,00%
Ukraine	698 792	1594 970	128,25%
United Arab Emirates	2 406 211	10 411 700	332,70%
United Kingdom	0	216 238	-
United States	36222	7 380	-79,63%
<b>Total</b>	<b>22 340 346</b>	<b>72 460 536</b>	<b>224,35%</b>

**Net sales to affiliated companies in the current year** *data in EUR*

Company name	Sum
PFB   DTA	269 906
PFB   DTA2	1 930
PFB-SEZ	356 563
<b>Total</b>	<b>628 399</b>

## II. Own work capitalized value

The value of capitalized own performance changed compared to the previous business year as follows.

**Capitalized value of own performance**

*data in EUR*

Description	Previous year	Current year	Difference %
Change in stocks of own production	2 378 314	-27 170	-101,14%
Capitalized value of produced assets	837 015	0	-100,00%
<b>Total</b>	<b>3 215 329</b>	<b>-27 170</b>	<b>-100,85%</b>

## III. Other income

Other revenues changed compared to the previous business year as follows.

**Other income**

*data in EUR*

Description	Previous year	Current year	Difference %
Scrape sale	3 142	11 553	267,70%
Claims received	0	1 377	-
Impairment reversal	0	4 279	-
Miscellaneous income	93 061	253 030	171,90%
<b>Total</b>	<b>96203</b>	<b>270 239</b>	<b>180,90%</b>



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#### IV. Material expenses

Material expenses changed compared to the previous business year as follows.

##### Material expenses

data in EUR

Description	Previous year	Current year	Difference %
Cost of materials	16 479 184	49 622 111	201,12%
Raw materials	12 927 653	39 697 366	207,07%
Excipients	1 632 080	3 963 380	142,84%
Power	1 214 746	3 518 289	189,63%
Material overhead	367 860	1 529 329	315,74%
Fuel	183 364	729 144	297,65%
Other costs of materials	153 481	184 603	20,28%
Cost of services	3 598 748	7 684 285	113,53%
Sales costs (promotion, agency commission)	238 647	871 294	265,10%
Freight	1 279 505	3 200 228	150,11%
Labour hire	851 205	12 81 613	50,56%
Maintenance costs	293 994	499 760	69,99%
Rental costs	110 745	223 666	101,96%
Expert fees	273 345	317 456	16,14%
Inter company business support service	186 079	624 498	235,61%
Waste disposal	99 949	162 025	62,11%
Security services	109 361	151 653	38,67%
Inter company guarantee fees	96 214	142 576	48,19%
Other costs of services	59 704	209 516	250,92%
Cost of other services	204 192	338 246	65,65%
Insurance charges	116 743	163 975	40,46%
Financial and investment service fees	46 789	105 716	125,94%
Other costs of services	40 660	68 555	68,61%
Cost of goods sold	0	382 841	-
<b>Total</b>	<b>20 282 124</b>	<b>58 027 483</b>	<b>186,10%</b>

##### Material expenses from transactions with affiliated companies in the current year

data in EUR

Company name	Sum
Cost of materials	3 764 016
PFBI	3 270 521
SRF Industries (Thailand) Ltd. (PFBR)	493 495
Cost of services	767 074
PFBI	523 310
PFBK	11 089
HO	232 675
<b>Total</b>	<b>4 531 090</b>




## V. Personnel expenses

Personnel expenses changed compared to the previous business year as follows.

Personnel expenses		data in EUR	
Description	Previous year	Current year	Difference %
Wages and salaries	2 620 475	3 203 609	22,25%
Other personnel expenses	356 777	562 555	57,68%
Social security costs	455 956	523 449	14,80%
Social security tax	366 274	420 492	14,80%
Vocational contribution	30 236	34 712	14,80%
Social security tax on fringe benefits	38 500	44 199	14,80%
Rehabilitation contribution	20 946	24 046	14,80%
<b>Total</b>	<b>3 433 208</b>	<b>4 289 613</b>	<b>24,94%</b>

### Personnel expenses per labour force in the current year

data in EUR

Labour force	Statistical headcount	Wages	Other expenses	Social security	Total
Office employees	64	2 154 070	316 519	343 939	2 814 528
Worker employees	49	10 49 539	243 449	179 510	14 72 498
Other non-employed persons	0	0	2 587	0	2 587
<b>Total</b>	<b>113</b>	<b>3 203 609</b>	<b>562 555</b>	<b>523 449</b>	<b>4 289 613</b>

The executives of the Company are not remunerated for their position.

The members of the Supervisory Board are not remunerated.

## VI. Depreciation

Depreciation changed compared to the previous business year as follows.

Depreciation (Amortization)		data in EUR	
Description	Previous year	Current year	Difference %
Depreciation of softwares	48 095	79 483	65,26%
Depreciation of real estate	471 555	714 788	51,58%
Buildings	440 761	668 150	51,59%
Roads	30 794	46 638	51,45%
Depreciation of plant machinery and equipment	16 11 150	2 462 672	52,85%
Depreciation of other equipment	32 087	50 729	58,10%
Data processing equipments	22 683	35 361	55,89%
Office equipments	9 404	15 368	63,42%
<b>Total</b>	<b>2 162 887</b>	<b>3 307 672</b>	<b>52,93%</b>




## VII. Other expenses

Other expenses changed compared to the previous business year as follows.

Other expenses		data in EUR		
Description	Previous year	Current year	Difference %	
Local business tax	82 383	314 857	282,19%	
Building tax	26 109	107 586	312,06%	
Environmental protection levy	23 429	113 262	383,43%	
Innovation contribution	17 653	67 455	282,12%	
Donation	79 101	89406	13,03%	
Other expenses	5 116	19 184	274,98%	
<b>Total</b>	<b>233 791</b>	<b>711 750</b>	<b>204,44%</b>	

## VIII. Income from financial transactions

Income from financial transactions changed compared to the previous business year as follows.

Income from financial transactions		data in EUR		
Description	Previous year	Current year	Difference %	
Other interest and similar income (received or due)	0	68	-	
Other income from financial transactions	170 212	295 527	73,62%	
Realized FX gains on translation of foreign currency items	159 899	274 261	71,52%	
Unrealized FX gains on translation of foreign currency items	10 313	21 266	106,21%	
<b>Total</b>	<b>170 212</b>	<b>295 595</b>	<b>73,66%</b>	

## IX. Expenses of financial transaction

Expenses of financial transactions changed compared to the previous business year as follows.

Expenses of financial transactions		data in EUR		
Description	Previous year	Current year	Difference %	
Other interest and similar expenses (paid or due)	541 168	1 007 092	86,10%	
Interest on parent loan	251 554	598 197	137,80%	
Interest on bank loan	260 720	381 251	46,23%	
Other interest paid	28 894	27 644	-4,33%	
Other expenses of financial transactions	162 731	585 503	259,80%	
Realized FX loss on the translation of foreign currency items	151 227	485 760	221,21%	
Unrealized FX losses on the translation of foreign currency items	0	36177	-	
Subsequent payment discount	11 504	63 566	452,56%	
<b>Total</b>	<b>703 899</b>	<b>1 592 595</b>	<b>126,25%</b>	



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## X. Corporate income tax

### Minimum tax base

*data in EUR*

Description	Previous year	Current year	Difference %
Total income for the financial year	22 615 851	73 026 370	222,90%
Actual minimum tax base	452 317	1 460 527	222,90%

### Corporate income tax

*data in EUR*

Description	Previous year	Current year	Difference %
Earnings before tax	-993 819	5 070 087	-610,16%
<b>Total adjustment of earnings before tax</b>	<b>0</b>	<b>-1 185 958</b>	<b>-</b>
Total amount of items decreasing earnings before tax	0	4 583 036	-
Amortization (Depreciation) (CIT law)	0	3 155 396	-
Loss-carried-forward used	0	14 27 640	-
Total amount of items increasing earnings before tax	0	3 397 078	-
Amortization (Depreciation) (Accounting law)	0	3 307 672	-
Costs incurred for non-business activities	0	89 406	-
Adjusted tax base	0	3 884 129	-
<b>Actual tax base</b>	<b>452 317</b>	<b>3 884 129</b>	<b>758,72%</b>
Calculated corporate income tax (9%)	40 709	349 572	758,71%
Tax discount total	32 568	279 657	758,69%
Development tax discount	32 568	279 657	758,69%
<b>Corporate income tax</b>	<b>8 141</b>	<b>69 915</b>	<b>758,80%</b>



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## 5. Indicators

### Financial situation analysis

Indicator name and formula	Previous year	Current year	Difference
Liquidity ratio <i>Current assets / Short-term liabilities</i>	1,07	1,18	0,11
Quick liquidity ratio <i>(Current assets - Stocks) / Short-term liabilities</i>	0,84	0,84	0,00
Cash liquidity <i>(Fin.securities + Liquid assets) / Short-term liabilities</i>	0,25	0,05	-0,20
Net working capital <i>Current assets - Short-term liabilities</i>	1055 854 €	5 602 049€	4546 195 €
Accounts receivable in days <i>Close customer balance / Average daily sales</i>	0,00	0,00	0,00

### Assets and liabilities analysis

Indicator name and formula	Previous year	Current year	Difference
Capital structure ratio <i>Equity / Liabilities</i>	0,01	0,06	0,05
Ratio of equity and subscribed capital <i>Equity / Subscribed capital</i>	0,86	5,81	4,95
Coverage of fixed assets <i>Equity / Fixed assets</i>	0,01	0,07	0,06
Asset structure <i>Fixed assets / Current assets</i>	5,13	2,19	-2,94
Ratio of fixed assets <i>Fixed Assets / Balance Sheet Total</i>	0,83	0,68	-0,15
Ratio of current assets <i>Current Assets / Balance Sheet Total</i>	0,16	0,31	0,15
Capital strength <i>Equity / Balance Sheet Total</i>	0,01	0,05	0,04
Leverage <i>Balance sheet total / Equity</i>	115,31	20,00	-95,31
Ratio of liabilities <i>Liabilities / Balance Sheet Total</i>	0,95	0,90	-0,05



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**Profitability analysis**

Indicator name and formula	Previous year	Current year	Difference
Earnings after tax in proportion to net sales <i>Earnings after tax / Net sales</i>	-0,04	0,07	0,11
Operating profit in a proportion to sales <i>Income from Operation / Net Sales</i>	-0,02	0,09	0,11
Earnings after tax in proportion to equity <i>Earnings After Tax / Equity</i>	-1,16	0,85	2,01
Asset efficiency <i>Earnings After Tax / Balance Sheet Total</i>	-0,01	0,04	0,05
Wage efficiency <i>Earnings After Tax / Personnel Expenses</i>	-0,29	1,17	1,46
Capital turnover rate <i>Net sales / Equity</i>	25,77	12,35	-13,42




## 6. Cash Flow statement

data in EUR

Item Description	Previous Year Data	Current Year Data
<b>I. Operating Cash Flow</b>	- 1 394 604	3 588 178
1a. Earnings Before Tax	- 993 819	5 070 087
including: financial support received for operation	-	-
1b. Corrections in Earnings Before Tax	-	-
1. Adjusted Earnings Before Tax (1a+1b)	- 993 819	5 070 087
2. Depreciation, amortization	2 162 887	3 307 672
3. Impairment and reversal recognized	-	-
4. Difference between provisioning and utilization	-	-
5. Profit from the sale of fixed assets	-	-
6. Change in vendor liabilities	952 603	147 461 76
7. Change in other current liabilities	113 7 516	1 362 490
8. Change in accruals and deferrals (liabilities)	4 442 193	1 963 470
9. Change in customer receivables	- 7 993 201	- 1118 940 7
10. Change in current assets (excluding customer receivables and cash)	- 1113 842	- 11 540 772
11. Change in accruals and deferrals (assets)	19 200	- 61 623
12. Tax paid (after profit)	- 8 141	- 69 915
13. Dividends paid, shares	-	-
<b>II. Investment cash flow</b>	- 4 605 691	- 202 029
14. Acquisition of fixed assets	- 4 601 772	- 200 439
15. Sale of fixed assets	-	-
16. Repayment of long-term loans and bank deposits	-	-
17. Payment of long-term loans and bank deposits	- 3 919	- 1 590
18. Dividends received, shares	-	-
<b>III. Financing cash flow</b>	8 956 448	- 5 675 000
19. Income from issuing shares, raising capital	-	-
20. Proceeds from the issue of bonds and debt securities	-	-
21. Increase of loans and credits	8 956 448	- 5 675 000
22. Funds permanently received	-	-
23. Repurchase of shares, withdrawal of capital	-	-
24. Repayment of a bond and a debt security	-	-
25. Repayment of credit and loan	-	-
26. Funds permanently transferred	-	-
<b>IV. Change in cash (I+II+III)</b>	2 956 153	- 2 288 851
27. Revaluation of financial assets in foreign currency	-	-
<b>V. Changes in cash and cash equivalents (IV+27)</b>	2 956 153	- 2 288 851



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## 7. Other notes

The Company immediately disposes of hazardous/environmentally harmful waste generated during production with a partner who will ensure that the waste is disposed of properly.

Waste generated and its stocks

data in kg

Description	Hazard class	Open	Generated	Handed over	Close
Metal oxide containing heavy metals	HP14	0	19 860	19 860	0
Packaging waste containing residues of or contaminated by dangerous substances	HP14	0	15 40	15 40	0
Aqueous liquid wastes containing dangerous substances	HP14	0	231 520	231 520	0
Mineral oil-based, chlorine-free engine, gear and lubricating oils	HP14	0	2 800	2 800	0
Total		0	255 720	255 720	0

The Company does not engage in research and experimental development activities.

### Subsequent events – War between Russia and Ukraine

We assessed how the Russian-Ukrainian military conflict that commenced on 24<sup>th</sup> February 2022 and its consequential economic effects may impact the Company and based on this assessment we have not identified any specific condition that could significantly impact the financial position, financial performance or cash flows of the Company in 2022. However, due to the uncertainty and volatility of the situation it is possible that such condition having a significant impact arise.

### Effect of COVID-19 epidemic

Production and sales will continue unhindered, and the Company will continue to be able to meet its employment obligations while complying with the necessary safeguards. Due to the epidemiological situation, termination of the legal relationship is not expected. The Company continues its operations in the foreseeable future, no cessation or significant reduction of the activity is expected.