



**ARGUS S.A.**

**FINANCIAL REPORT FOR THE FIRST HALF OF 2026**

Prepared in accordance with ASF Regulation no. 5/2018



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## ISSUER INFORMATION

- Name: **ARGUS S.A.**
- Registered office: **1 Industrială Street, Constanta – Romania**
- Unique tax registration code: **RO1872644**
- Serial number in the Trade Register: **J1991000550138**
- Object of activity: **Manufacture of oils and fats (NACE 1041)**
- LEI (Legal Entity Identifier) Code: **315700M31ZOTBZMMBE46**

## INFORMATION ABOUT THE SHARES

- Subscribed and paid-up share capital: **RON 53,670,699**
- Market on which the issued securities are traded: **AeRO**
- Trading symbol: **UARG**

## CONTACT DETAILS FOR INVESTORS

- Phone/fax number: **+40 241 67 68 40; +40 241 63 43 67**
- Email address: **secretariat@argus-oil.ro**
- Website: **[www.argus-oil.ro](http://www.argus-oil.ro)**





## ABOUT ARGUS

**ARGUS S.A.** is one of Romania's leading producers of vegetable oils and fats, with a tradition of over 80 years in processing sunflower seeds. The company produces and markets refined and crude oils, feed meals, and fatty acids, being a trusted partner for the food industry and the agricultural sector in Romania.

The Constanța plant operates in accordance with an Integrated Quality and Environmental Management System, certified under ISO 9001, ISO 14001, and FSSC 22000 standards, ensuring high levels of quality, food safety, and operational performance.

ARGUS S.A. is listed on the AeRO market of the Bucharest Stock Exchange under the ticker symbol **UARG** and holds significant stakes in **Comcereal S.A. (95.36%)** and **Eco Rom Ambalaje S.A. (8.33%)**, thereby strengthening the company's integrated value chain. The company is certified under ISO 9001, ISO 14001, and FSSC 22000 through audits conducted by Lloyd's Register and LRQA.

Starting November 2025, ARGUS S.A. has been majority-owned by BUILDCOM EOOD, from Bulgaria, following the completion of the transaction for the acquisition of a 91.42% stake in the share capital. With this change in ownership, the management structure has been updated. A new Board of Directors has been appointed for a two-year term, consisting of Ivo Ivanov - Chairman, Magda Boyanova - Member, and Carlo Miguel Duraes de Matos - Member.



# ANALYSIS OF FINANCIAL RESULTS

## Operational Context

The interpretation of the financial results for H1 2026 should be made in the context of the evolution of the Company's operating model and the share of activities carried out under tolling arrangements (subcontracting), compared to previous periods.

Under tolling arrangements, the Company provides processing services using its existing industrial capacities, while the raw materials and resulting products belong to the beneficiary of the services. Consequently, tolling activities are reflected differently in the financial statements compared to the traditional model, and the structure of revenues and costs, as well as certain balance sheet items, differs compared to the traditional production and sales model.

Therefore, the evolution of the financial indicators should be analyzed both from the perspective of the operational volumes achieved and from the perspective of the change in the structure of the activity.

## BALANCE SHEET ANALYSIS

| Category (thousands RON)                            | June 30, 2026 | December 31, 2025 | Variation      |
|-----------------------------------------------------|---------------|-------------------|----------------|
| <b>FIXED ASSETS, of which:</b>                      | <b>87,030</b> | <b>87,826</b>     | <b>(0.9)%</b>  |
| Intangible and tangible assets                      | 73,717        | 74,519            | (1.1)%         |
| Investments in subsidiaries and associated entities | 13,299        | 13,299            | 0.0%           |
| Other financial assets                              | 13            | 7                 | 85.7%          |
| <b>CURRENT ASSETS, of which:</b>                    | <b>8,659</b>  | <b>13,177</b>     | <b>(34.3)%</b> |
| Inventories                                         | 2,352         | 6,979             | (66.3)%        |
| Trade receivables                                   | 4,534         | 3,451             | 31.4%          |
| Other receivables                                   | 485           | 838               | (42.1)%        |
| House and bank accounts                             | 1,288         | 1,909             | (32.5)%        |
| Prepayments                                         | <b>548</b>    | <b>58</b>         | <b>845%</b>    |
| <b>TOTAL ASSETS</b>                                 | <b>96,236</b> | <b>101,060</b>    | <b>(4.8)%</b>  |
| <b>Equity and liabilities</b>                       |               |                   |                |
| Total equity                                        | 63,355        | 64,221            | (1.3)%         |
| <b>Long-term liabilities (loans)</b>                | <b>28,209</b> | <b>27,255</b>     | <b>3.5%</b>    |
| <b>Current payables</b>                             | <b>3,362</b>  | <b>8,016</b>      | <b>(58.1)%</b> |
| <b>Trade payables</b>                               | <b>2,353</b>  | <b>6,987</b>      | <b>(66.3)%</b> |
| Other debts                                         | 1,009         | 1,028             | (1.8)%         |
| Provisions                                          | 1,235         | 1,484             | (16.8)%        |
| Deferred Income                                     | 75            | 85                | (11.8)%        |
| <b>TOTAL EQUITY AND LIABILITIES</b>                 | <b>96,236</b> | <b>101,060</b>    | <b>(4.8)%</b>  |



Compared with December 31, 2025, as of June 30, 2026, total assets decreased by RON 4,824 thousand, or 4.8%, to RON 96,236 thousand. The decrease in current assets and non-current assets was partially offset by the increase in prepaid expenses.

Non-current assets decreased by RON 796 thousand, or 0.9%, to RON 87,030 thousand. Property, plant and equipment and intangible assets decreased by RON 802 thousand, to RON 73,717 thousand. Investments in subsidiaries and associates remained unchanged at RON 13,299 thousand, while other financial assets increased by RON 6 thousand, to RON 13 thousand.

Current assets decreased by RON 4,518 thousand, or 34.3%, to RON 8,659 thousand. This development mainly reflects the decrease in inventories by RON 4,627 thousand, or 66.3%, to RON 2,352 thousand, partially offset by the increase in trade receivables. The level of own inventories should be analyzed in the context of tolling arrangements, under which the raw materials and resulting products belong to the beneficiary, limiting the Company's need to finance inventories.

Trade receivables increased by RON 1,083 thousand, or 31.4%, to RON 4,534 thousand. Other receivables decreased by RON 353 thousand, or 42.1%, to RON 485 thousand. The increase in trade receivables should be analyzed in correlation with the invoicing of services, contractual payment terms and collections during the period.

Cash on hand and in bank accounts decreased by RON 621 thousand, or 32.5%, to RON 1,288 thousand. Prepaid expenses increased by RON 490 thousand, from RON 58 thousand to RON 548 thousand, or 845%.

Total equity decreased by RON 866 thousand, or 1.3%, reaching RON 63,355 thousand as of June 30, 2026.

Current liabilities decreased by RON 4,654 thousand, or 58.1%, to RON 3,362 thousand. The aggregate position of trade payables and advances received decreased by RON 4,634 thousand, to RON 2,353 thousand, while other current liabilities decreased by RON 19 thousand, to RON 1,009 thousand. As of December 31, 2025, the comparative balance of RON 6,987 thousand included trade payables of RON 2,232 thousand and advances received of RON 4,755 thousand; therefore, the decrease in the aggregate position cannot be attributed entirely to the reduction in trade payables.

Long-term liabilities related to borrowings increased by RON 954 thousand, or 3.5%, to RON 28,209 thousand. The comparative balance as of December 31, 2025, amounting to RON 27,255 thousand, represents amounts owed to group entities. The financing provided by the majority shareholder, BUILDCOM, supports the Company's operations. The change in the balance should be analyzed with reference to drawdowns, repayments, interest and foreign exchange differences for the period.

Provisions decreased by RON 249 thousand, or 16.8%, to RON 1,235 thousand. Deferred income decreased by RON 10 thousand, or 11.8%, to RON 75 thousand.



## PROFIT AND LOSS ACCOUNT ANALYSIS

| Category ( thousands RON)                            | June 30, 2026 | June 30, 2025   | Variation      |
|------------------------------------------------------|---------------|-----------------|----------------|
| <b>OPERATING INCOME, of which:</b>                   | <b>26,504</b> | <b>49,060</b>   | <b>(46.0)%</b> |
| Net turnover                                         | 26,450        | 66,187          | (60.0)%        |
| Variation in stocks                                  | -             | (17,807)        | n/a            |
| Other operating income                               | 54            | 680             | (92.1)%        |
| <b>OPERATING EXPENSES, of which:</b>                 | <b>26,512</b> | <b>61,345</b>   | <b>(56,8)%</b> |
| Expenditure on raw materials and consumables         | 1,759         | 42,861          | (95.9)%        |
| Other material expenses                              | 3,143         | 3,423           | (8.2)%         |
| Cost of goods sold                                   | 9,767         | -               | n/a            |
| Commercial discounts received                        | (1)           | (1)             | 0.0%           |
| Personnel expenses                                   | 7,814         | 8,831           | (11.5)%        |
| Value adjustments for tangible and intangible assets | 1,656         | 1,727           | (4.1)%         |
| Value adjustments on current assets                  | (69)          | (510)           | 86.5%          |
| Other operating expenses                             | 2,693         | 5,799           | (53.6)%        |
| Adjustments to provisions                            | (250)         | (785)           | 68.2%          |
| <b>OPERATING RESULT</b>                              | <b>(8)</b>    | <b>(12,285)</b> | <b>99.9%</b>   |
| FINANCIAL INCOME                                     | 241           | 4,426           | (94.6)%        |
| FINANCIAL EXPENSES                                   | 1,099         | 2,808           | (60.9)%        |
| <b>FINANCIAL RESULT</b>                              | <b>(858)</b>  | <b>1,618</b>    | <b>n/a</b>     |
| <b>TOTAL REVENUE</b>                                 | <b>26,745</b> | <b>53,487</b>   | <b>(50.0)%</b> |
| <b>TOTAL EXPENSES</b>                                | <b>27,611</b> | <b>64,154</b>   | <b>(57.0)%</b> |
| <b>GROSS RESULT</b>                                  | <b>(866)</b>  | <b>(10,667)</b> | <b>91.9%</b>   |
| CORPORATE TAX                                        | -             | -               | n/a            |
| <b>NET RESULT</b>                                    | <b>(866)</b>  | <b>(10,667)</b> | <b>91.9%</b>   |

In the first six months of 2026, ARGUS S.A. recorded a significant improvement in its financial performance compared to the same period of the previous year, driven by increased operating activity and the change in the business model implemented by the Company.

Compared to the first half of 2025, net turnover decreased by 60.0%, from RON 66,187 thousand to RON 26,450 thousand. This development should be considered in the context of the change in the Company's operating model and the expansion of toll processing activities.

Under this operating model, the Company recognizes revenue from processing services without recognizing the full value of the raw materials and finished goods processed, as was the case under the traditional production and sales model. Consequently, the direct comparability of net turnover with prior periods is limited.



Expenditure on raw materials and consumables decreased by 95.9%, from RON 42,861 thousand to RON 1,759 thousand, mainly as a result of the change in the operating model.

Operating expenses decreased by 56.8% compared to the same period of the previous year, from RON 61,345 thousand to RON 26,512 thousand. The decrease in expenditure on raw materials and consumables, personnel expenses and other operating expenses was partially offset by the cost of goods sold, amounting to RON 9,767 thousand.

As a result of the change in the operating structure, the operating loss decreased from RON 12,285 thousand in the first half of 2025 to RON 8 thousand in the first half of 2026, indicating that the Company's operating activities were approaching break-even.

The financial result deteriorated from a financial profit of RON 1,618 thousand in the first half of 2025 to a financial loss of RON 858 thousand in the first half of 2026. Financial income decreased from RON 4,426 thousand to RON 241 thousand, while financial expenses decreased from RON 2,808 thousand to RON 1,099 thousand.

Consequently, the Company recorded a net loss of RON 866 thousand, compared to a net loss of RON 10,667 thousand in the first half of 2025, representing a reduction in the net loss of approximately 91.9%. EBITDA, calculated on a simplified basis as the operating result plus depreciation and amortization, was positive at approximately RON 1,648 thousand in the first half of 2026, compared to approximately negative RON 10,558 thousand in the first half of 2025.



## OUTLINE OF COMPANY'S ACTIVITY

In the first half of 2026, ARGUS S.A. continued the operational adaptation process initiated in the second half of 2025, following the change in the majority shareholder and the Company's integration into the BUILDCOM Group.

During this period, the Company conducted its operations also through toll processing (subcontracting) arrangements, a model that enables the utilization of existing production capacity and a more efficient use of operational resources.

The total volume of seeds processed in the first half of 2026 increased significantly, by approximately 320% compared to the same period of the previous year.



The increase in processing volumes reflects the resumption and intensification of operating activities compared to the previous period, as well as a higher utilization rate of the available production capacity.

At the same time, the financial indicators should be interpreted taking into account the changes in the Company's business model. Under toll processing arrangements, the revenue and cost structure differs from that of the traditional production and sales model, which may limit the comparability of certain financial indicators with prior periods.

The new operating model contributes to reducing working capital requirements and exposure to raw material price volatility, while maintaining a high utilization rate of the Company's production assets.

## ECONOMIC AND FINANCIAL INDICATORS

| Indicator                  | Calculation method                           | Result<br>June 2026 | Result<br>June 2025 |
|----------------------------|----------------------------------------------|---------------------|---------------------|
| Current liquidity turnover | Current Assets / Current Liabilities         | 0.26                | 0.23                |
| Leverage ratio             | Borrowed capital / Equity x 100              | 45                  | 25                  |
| Receivables turnover ratio | Average customer balance / Turnover<br>x 180 | 32                  | 34                  |
| Total Asset Turnover Ratio | Turnover / Total Assets                      | 0.27                | 1.47                |

## SIGNIFICANT EVENTS

On March 26, 2026, pursuant to the Resolution of the Ordinary General Meeting of Shareholders, the revocation of Deloitte Audit S.R.L. from the position of the Company's financial auditor and the appointment of Baker Tilly Klitou and Partners S.R.L. as the new financial auditor were approved, for the audit of the individual and consolidated financial statements related to the financial year ended on December 31, 2025, for a period of one year.

On April 22, 2026, the Company convened the Ordinary General Meeting of Shareholders for May 29, 2026, with the agenda including the approval of the individual and consolidated financial statements for the 2025 financial year, the approval of the method for covering the loss recorded as of December 31, 2025, as well as the approval of the preparation of financial statements in accordance with IFRS standards.

On May 29, 2026, by resolution of the Ordinary General Meeting of Shareholders, the individual and consolidated financial statements for the financial year ended December 31, 2025, prepared in accordance with OMFP No. 1802/2014, together with the reports of the Board of Directors and



the financial auditor, were approved. At the same time, the carry-forward of the loss recorded as of December 31, 2025, amounting to RON 19,514,765, and its coverage from future profits were approved, as well as the preparation of a separate set of annual financial statements in accordance with IFRS for the 2025 financial year. In addition, June 18, 2026 was established as the registration date and June 17, 2026 as the “ex-date”.



## MANAGEMENT STATEMENT

According to the best available information, we confirm that the unaudited simplified interim financial statements prepared for the six-month period ended June 30, 2026 provide a correct and realistic picture of the assets, obligations, equity, respectively the financial position of the company as of June 30, 2026 and the statement of income and expenses of ARGUS S.A. for the six-month period ended June 30, 2026 and that the Management provides a correct and realistic picture of the important events that took place in the first six months of financial year 2026 and their impact on the company's financial statements.

We mention that the financial statements prepared on June 30, 2026 were not audited.

The Chairman of the Board of Directors,

IVO IVANOV

