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- **Romcarbon's sales increased by 9% (+11,359,065 lei) in H1 2022 compared with H1 2021 while the Group's sales increased by 21% (+ 32,586,127 lei) ;**
- **Romcarbon's net profit increased by 24% (+787,698 lei) in H1 2022 compared with H1 2021 and the Group's net profit increased by 129% (+ 5,826,326 lei).**

In a nutshell in H1 2022, Romcarbon performed better than in the similar period of 2021. The total sales is 134,652,067 lei, increased by 9% as compared with the similar period of 2021. EBITDA Operational recorded an increase with 466,886 lei, +5% compared with H1 2021. The profit from operational activities is, in H1 2022, of 5,292,808 lei, increasing by 525,290 lei (+ 11%) compared to the previous year and the net profit is 4,058,675 lei, increasing by 787,698 lei (+ 24%) compared to the similar period of the previous year.

The biggest challenge for H1 2022 is the turbulence caused by the geopolitical conflicts. The drastic inflation, interruption of the raw material supply and the crisis of energy are challenges not only for our industry but also for our clients.

The evolution of the company main indicators is shown in the following table:

Indicator (LEI)	6 months 2020	6 months 2021	6 months 2022		2022 vs. 2021	
Revenues (Net sales)	89,315,554	123,293,002	134,652,067	▲	11,359,065	9%
Other Income	2,020,556	2,223,429	2,254,827	▲	31,398	1%
EBITDA	4,653,191	8,138,189	9,121,601	▲	983,412	12%
EBITDA Operational	5,596,013	8,650,965	9,117,851	▲	466,886	5%
Profit(loss) from operations	1,362,422	4,767,518	5,292,808	▲	525,290	11%
Net profit (loss)	(35,941)	3,270,977	4,058,675	▲	787,698	24%
Non-Current assets	159,005,429	149,146,990	134,941,949	▼	(14,205,041)	-10%
Current assets	79,633,720	92,038,329	113,343,423	▲	21,305,094	23%
Total Equity	137,018,311	138,842,299	135,562,335	▼	(3,279,964)	-2%
Total Liabilities	101,620,838	102,343,019	112,723,037	▲	10,380,018	10%
Debt ratio	43%	42%	45%	▲	0	7%
Current liquidity	111%	115%	121%	▲	0	5%

¹ EBITDA Operational was calculated taking into account only the exploitation activity, excluding financial activity, sales of assets, depreciation and any other non-recurring items. From the point of view of evaluating the main activity of the company, this indicator is the most relevant.

Regarding the consolidated result of Romcarbon Group, the net profit is 10,329,684 lei, increased by 5,826,326 lei (+129%) as compared with H1 2021.

In addition to Romcarbon's standalone result, the consolidated result was influenced by:

- Livingjumbo Industry SA – registered a profit of 2,385,186 lei, while it was a loss of (1,274,133) lei in H1 2021. Both PP and PET sectors have improved the performance significantly ;
- RC Energo Install SRL – registered a profit of 936,597 lei, increased with 766,439 lei as compared with H1 2021, due to the increasing of Christmas lighting business in the winter 2021- 2022.
- Green-Group – the performance has improved significantly in H1 2022 compared with H1 2021. WEEE business benefits very much from the surge of the raw material price. The same is for Green Glass.

The impact of the result of the associates (Green-Group) in the Consolidated Statements of the Romcarbon Group in 2022 is 2,957,723 lei, + 591,385 lei | + 25% as compared with H1 2021.

The evolution of the Group main indicators is shown in the following table:

Indicator (LEI)	6 months 2020	6 months 2021	6 months 2022		2022 vs 2021	
Revenue (Sales)	126,910,421	154,935,051	187,521,178	▲	32,586,127	21%
Other income	2,586,718	2,910,373	7,699,334	▲	4,788,961	165%
Share of profit / loss of associates	(2,308,339)	2,366,339	2,957,723	▲	591,385	25%
EBITDA	5,203,761	11,455,924	17,741,055	▲	6,285,132	55%
EBITDA Operational	8,366,530	9,825,994	14,940,360	▲	5,114,366	52%
Profit(loss) from operations	2,717,638	4,306,601	9,554,929	▲	5,248,327	122%
Net profit ¹	(1,641,836)	4,503,358	10,329,684	▲	5,826,326	129%
Net profit without the impact of Share of profit / loss of associates [Green-Group]	666,504	2,137,019	7,371,961	▲	5,234,942	245%
Non-Current assets	189,352,814	178,046,798	164,935,343	▼	(13,111,455)	-7%
Current assets	96,764,098	108,380,938	148,179,479	▲	39,798,541	37%
Total Equity	137,581,392	141,611,864	146,653,769	▲	5,041,905	4%
Total Liabilities	148,535,520	144,815,873	166,461,053	▲	21,645,180	15%
Debt ratio	52%	51%	53%	▲	0	5%
Current liquidity	97%	102%	106%	▲	0	4%

¹ The contribution of the company to the profit of the Group:

Company	Result 6 months 2021 (in lei)	Result 6 months 2022 (in lei)	2022 vs 2021
Romcarbon SA	3,270,977	4,058,675	787,698
Living Jumbo Industry SA	(1,274,133)	2,385,186	3,659,318
RC Energo Install SRL	170,158	936,597	766,439
Infotech Solutions SRL	37,485	71,026	33,541
Recyplat Ltd Cipru	(173)	(173)	(0)
Eco Pack Management SA	(8,453)	(1,407)	7,046
Consolidation adjustments (Share of the profit of the associate Romgreen Universal LTD (Green-Group))	2,366,339	2,957,723	591,385
Intercompany eliminations and other consolidation adjustments	(58,842)	(77,943)	(19,100)
Total Net profit of the Group	4,503,358	10,329,684	5,826,326

For the second half of 2022, we must pay attention to the challenges from the geopolitical conflict, coming back of the pandemic, recession due to the inflation. It's an unprecedented period for the business.

Besides the business, this year we have elaborated the first Sustainability Strategy aiming to align with the best practice in the field of society, environment and corporate governance. We have set the goals to reduce the negative impacts of our activities on environment by managing better GHG emissions, utility consumption, waste management and promoting the circular economy especially.

It's worth mentioning that 2022 is the year Romcarbon starts to introduce the green energy. We have installed some photovoltaic panels for generating the solar energy and we will continue to invest more on it. Also we have installed the smart meters aiming to better monitor our electricity consumption and take the required actions to improve our energy efficiency.

We are not only putting the efforts for increasing company's profitability but also for sustainability.



About the Group

Romcarbon Group consists of companies that produce: (i) plastic packaging products and other plastic profiles (Romcarbon SA and Livingjumbo Industry SA), (ii) regenerated polymers and compounds (Romcarbon SA), (iii) other productive activities (Romcarbon SA) and (iv) other activities (RC Energo Install SRL, Infotech Solutions SRL, Recyplat Ltd Cipru, Eco Pack Management SA).

Romcarbon SA holds a stake of 17.59% of Romgreen Universal LTD (Green-Group), the major integrated recycler from South-East Europe.

The main companies of the Group with production activities are Romcarbon SA and Livingjumbo Industry SA, owning 72% and 13% of the total fixed assets.

The revenue distribution by field of activity in 2022 was as follows:

- plastics processing (polyethylene, polystyrene, polypropylene, PET): 79% (78% in H1 2021);
- regenerated polymers and compounds: 15% (12% in H1 2021);
- other productive activities (production of filters for motor vehicles and industrial filters, production of respiratory protection masks, PVC traffic base): 2% (2% in H1 2021);
- other activities: 4% (8% in H1 2021).

**Chairman of the Board and General Manager,
Huang Liang Neng**

**Financial Manager,
ec. Zainescu Viorica Ioana**

**Deputy General Manager for Administrative Operations,
Manaila Carmen**