



TTS inaugurates a complex logistics project dedicated to Ukrainian exports

The operationalization of this project ensures a significant increase of the Ukrainian freight flows transported from Reni and Ismail ports via the Danube-Black Sea canal to the loading on sea ships in Constanța Port, effect of eliminating from the supply chain the berths and storage spaces in Constanța port.

This is possible by using the TTS buoy terminal in the inner harbor of the port of Constanța where goods are transhipped directly from barges to seagoing vessels.

After more than a month of intensive logistical training carried out by TTS together with its Ukrainian partner (producer and exporter of agricultural products), the first seagoing ship with a capacity of 31,000 tons anchored on Saturday 2 July, the transshipment for the first wheat convoy is already accomplished.

The preparation of the logistics chain involved the organization by the Ukrainian partner, on the one hand, of the land supply chain from the warehouses to the ports of Reni and Ismail and the organization of the transshipment in barges, and, on the other hand, the rehabilitation by TTS of the berthing complex. to buoys and the organization of coordination mechanisms between all parties involved, including the port administrations of Constanța, Reni and Ismail.

As the goods do not reach land after leaving Reni and Ismail and until loading into seagoing vessels, the critical factor in this project is coordination. Unlike a standard supply chain in which goods delivered by convoys are temporarily stored in a silo until the target quantity is reached





and only then loaded into the seagoing vessel, in the supply chain inaugurated by TTS the seagoing vessel docks from the beginning to buoys, the convoys entering immediately upon unloading at a steady pace. **The complexity of the project comes precisely from the fact that these convoys have to deliver the goods "just-in-time"**, which requires a coordination effort throughout the chain from the warehouses in Ukraine to the point of loading

What makes this project unique are the three premieres it represents:

1. The entire logistics on water - transport on the Danube from Ismail and Reni to the port of Constanța Sud at the TTS buoy terminal and the operation of unloading the barges directly into the seagoing vessel using floating cranes, is carried out by a single group of companies, TTS, using exclusively its own technical means. All the equipment - floating cranes and the buoy terminal, are the property of TTS, the barge fleet belongs to the Navrom subsidiary, and the operation in Constanța is ensured by the subsidiary TTS Operator.
2. All goods belong to a single Ukrainian exporter, our project partner.
3. On the entire supply chain in Ukraine, when loading on seagoing ships in Constanța, the goods do not reach land, the entire supply chain operated by TTS is taking place on inland waters.

The implementation of this very complex logistics project that requires extremely careful coordination - through the joint effort of TTS, its Ukrainian partner, the Constanta Port Administration and the port authorities of Ismail and Reni, is the materialization of the vast experience accumulated by all parties involved in the project on behalf of common values.

Gabriel-Andrei ȚECHERĂ
Director of Corporate Governance and Investor Relations