

TO: BUCHAREST STOCK EXCHANGE  
FINANCIAL SUPERVISORY AUTHORITY  
Financial Instruments and Investments Sector

Current Report according to: Law 24/2017, FSA Regulation 5/2018  
Report date: 29 February 2024  
Regulated market on which the issued securities are traded:  
*Bucharest Stock Exchange, Premium Category*

### Unaudited separate preliminary financial results for the financial year 2023

EVERGENT Investments informs the investors on publishing the report on the unaudited separate preliminary results for the financial year 2023. The company has achieved a net result of 203.8 million RON in 2023, representing an increase by 73% compared to the previous year.

The net result is the main performance indicator of the Company and includes, along with the net profit and the net gain from the sale of financial assets classified at fair value through other elements of the comprehensive income (FVTOCI) reflected in the reported result.

EVERGENT Investments has continued to prove a remarkable performance: it achieved a record value in total assets of 2.95 billion RON on December 31, 2023, gaining an increase of 140% in the last ten years. The total asset return (including the dividends paid to the shareholders) was 31.85% in 2023, comparable to the annual return of the most high-performing funds in Romania, members of the Fund Administrators Association.

EVERGENT Investments has drawn up the report regarding the unaudited separate preliminary results of the financial year 2023, in compliance with the International Financial Reporting Standards adopted by the European Union (IFRS) and with the provisions of FSA Norm no. 39/2015 for the approval of the accounting regulations compliant with the International Financial Reporting Standards applicable to entities that are authorized, regulated, and supervised by the Financial Supervisory Authority.

The main items of the financial position, comprehensive income and net result are presented as follows:

| RON  | Variation<br>2023/2022 (%) | 2023<br>(unaudited) | 2022<br>(audited) |
|--|----------------------------|---------------------|-------------------|
| <b>a. Financial position</b>                     |                            |                     |                   |
| Total assets                                     | 25                         | 2,946,215,042       | 2,364,421,863     |
| Total debts                                      | 89                         | 283,360,403         | 149,789,700       |
| Total equities                                   | 20                         | 2,662,854,639       | 2,214,632,163     |
| <b>b. Comprehensive income</b>                   |                            |                     |                   |
| Net profit                                       | 51                         | 124,733,425         | 82,853,635        |
| Other elements of the comprehensive income       | na                         | 416,342,156         | -167,466,644      |
| Total comprehensive income for the period        | na                         | 541,075,581         | -84,613,009       |
| <b>c. Net result</b>                             |                            |                     |                   |
| Net profit                                       | 51                         | 124,733,425         | 82,853,635        |
| Net gain from the sale of financial assets FVOCI | 125                        | 79,023,327          | 35,081,104        |
| Net result                                       | 73                         | 203,756,752         | 117,934,739       |

The report regarding the unaudited separate preliminary financial results for the financial year 2023 can be viewed at the following [link](#).

The investors and analysts' conference call for the presentation of the 2023 preliminary financial results will take place on March 5, 2024, at 15:00. The event attendance information is available on [www.evergent.ro](http://www.evergent.ro) and [www.bvb.ro](http://www.bvb.ro).

The unaudited separate preliminary financial results may undergo changes, as a result of events subsequent to the reporting date and/or the financial auditor's recommendations.

Claudiu Doros  
President and CEO

Gabriel Lupaşcu  
Compliance Officer

## **EVERGENT Investments S.A.**

### **Preliminary Separate Financial Statements, unaudited on 31<sup>st</sup> December 2023**

Prepared in accordance with Accounting Regulations compliant with the International Financial Reporting Standards applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority, approved by Financial Supervisory Authority Rule no. 39/2015

---

*This report presents the unaudited preliminary financial statements of EVERGENT Investments on 31<sup>st</sup> December 2023, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, as well as Rule no. 39/2015 issued by the Financial Supervisory Authority (FSA). The financial statements presented are preliminary and may be subject to changes.*

## Contents

|  | page |
|--|------|
| 1. Company Presentation  | 3    |
| 2. Evolution of the main elements of financial position and preliminary statements on 31 <sup>st</sup> December 2023 | 4    |
| 3. Separate Statement of Comprehensive Income for financial year ended on 31 <sup>st</sup> December 2023             | 7    |
| 4. Separate Statement of Financial Position as of 31 December 2023   | 9    |

---

*This report presents the unaudited preliminary financial statements of EVERGENT Investments on 31st December 2023, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, as well as Rule no. 39/2015 issued by the Financial Supervisory Authority (FSA). The financial statements presented are preliminary and may be subject to changes.*

## 1. Company Presentation

**EVERGENT Investments SA („the Company”)**, is setup as a Romanian private-law legal entity, organized as joint-stock company, classified according to applicable regulations as Alternative Investment Fund of investment company type– F.I.A.S., category Alternative investment fund intended for retail investors – AIFRI., with a diversified investment policy, closed-end, self-managed.

The Company is authorized by the Financial Supervisory Authority (FSA) as alternative investment fund manager by *Permit no. 20/23.01.2018* and as an Alternative Investment Fund intended for retail investors (AIFRI), by *Permit no. 101/25.06.2021*.

The headquarters of the Company is located on Pictor Aman Street, no. 94C, Bacau municipality, Bacau county, Romania.

According to the Memorandum of Association, the main business activity of the Company consists in:

- a) portfolio management;
- b) risk management;
- c) other auxiliary activities related to collective administration activities allowed by the legislation in force.

The company is self-managed as a one-tier company.

Shares issued by EVERGENT Investments SA are listed at the Bucharest Stock Exchange, the primary market, Premium category, with indicative EVER, since 29<sup>th</sup> March 2021 (the Company's share were previously traded under indicative SIF2).

The shares and shareholders' record is kept according to the law by Depozitarul Central S.A. Bucharest.

The assets deposit and custody services are provided, since 22<sup>nd</sup> May 2023 by Banca Comercială Română S.A., according to the FSA authorization no. 74 from 18<sup>th</sup> May 2023. These services were previously provided BRD – Groupe Société Générale S.A.

## 2. Evolution of the main elements of financial position and preliminary statements on 31<sup>st</sup> December 2023

In 2023, EVERGENT Investments' net result exceeded the budgeted level by 158% and registered an increase of 73% compared to the previous year.

The financial performance of our company is supported by a carefully designed and yearly updated strategic investment approach on the level of EVERGENT Investments' Board, applied on a solid and complex corporate governance system.

The Company has practised active resource management, both on sectors and within specialised portfolios, and has consistently observed the financial planning, investment and risk procedures specific to a regulated and supervised fund.

In 2023, EVERGENT Investments has assigned an amount of over 80 million lei to the dividend fund from 2022 result. Dividend yield at share price was 7.26%, calculated on *ex date*.

EVERGENT Investments continued to consolidate its investors' trust through outstanding performances: it registered a record **total assets** value of 2.95 billion lei on 31<sup>st</sup> December 2023, yielding a compound return of 140% over the last 10 years. Total return on assets (including dividends paid to shareholders) was 31.85% in 2023, comparable to the annual return of the best performing funds in Romania, AAF members.

The net result, of 203.8 million lei, is the main performance indicator of the Company and includes, along with the net profit, the net gain from the sale of financial assets measured at fair value through other comprehensive income (FVTOCI).

In 2023, the Company's financial position registered a significant increase of 25%, on the background of the increase in the value of the shares in the portfolio, but also due to the use, in the first quarter of the year, of the credit facility contracted with the Romanian Commercial Bank to take advantage of market opportunities.

| (lei)  | 2023<br>(unaudited) | 2022<br>(audited)  |
|--|---------------------|--------------------|
| Net profit   | 124,733,425         | 82,853,635         |
| Gain corresponding to the sale of FVTOCI financial assets* | 79,023,327          | 35,081,104         |
| <b>Net result</b>  | <b>203,756,752</b>  | <b>117,934,739</b> |

\* is a reclassification from reserves from the reassessment of FVTOCI financial assets in retained earnings.

### ***Separate Statement of Comprehensive Income***

In 2023, the Company registered a **net profit** of 124.7 million lei, 50% higher than that registered in the previous year, higher than in the previous year, driven both by dividend income received from portfolio companies (including special dividends from OMV Petrom and Fondul Proprietatea) and net gain on financial assets at fair value through profit or loss (FVTPL).

**Gain on the sale of FVTOCI financial assets**, of 79 million lei, reflected in retained earnings was significantly higher than that registered in the previous year due to the rising stock prices during the year, and therefore of opportunities to capitalise on portfolio holdings.

**Comprehensive income** was largely influenced by net gain on revaluation of financial assets measured at fair value through other comprehensive income (FVTOCI), of 415,0 million lei, caused by the increase of listed shares prices in the portfolio.

## ***Separate Statement of Financial Position***

Investment performance continued to be at a high level, resulting in the Company's **total assets** of 2.95 billion lei on 31<sup>st</sup> December 2023, an increase of 25% compared to the level of the previous year-end. This significant increase in assets is mainly reflected in the increase of **FVTOCI financial assets**, largely driven by the positive evolution of prices of listed shares in the portfolio, classified in this category.

The collection of dividends from portfolio companies and the use, in the first quarter of the year, of the credit facility contracted from the Romanian Commercial Bank to take advantage of market opportunities also contributed to the increase in total assets value.

Total liabilities increase was driven both by the increase in deferred tax liability related to the reserve from FVTOCI financial assets revaluation that significantly increased in 2023, and by the use of the EUR 19.2 million credit facility contracted by BCR in January 2023 for the acquisition of listed shares.

Within the Ordinary General Meeting of Shareholders on 27<sup>th</sup> April 2023, the Company's shareholder approved the distribution of a gross dividend of 0.09 Ron/share (total 82,695,517 lei), corresponding to the statutory result of financial year 2022, comprised of the net profit and net gain reflected in retained earnings for the sale of FVTOCI financial assets.

### 3. Separate Statement of Comprehensive Income for the financial year on 31<sup>st</sup> December 2023

| <i>In LEI</i>  | <b>2023</b><br><i>(unaudited)</i> | <b>2022</b><br><i>(audited)</i> |
|--|-----------------------------------|---------------------------------|
| <b>Revenue and gain / (loss)</b>   |                                   |                                 |
| Gross dividend revenue   | 143,419,181                       | 120,777,371                     |
| Interest revenue   | 9,909,187                         | 7,087,713                       |
| Other operating revenue  | 1,163,202                         | 1,607,660                       |
| Net gain/(net loss) on financial assets at fair value through profit or loss   | 39,332,779                        | (474,436)                       |
| Net gain on the sale of non-financial assets   | 5,490                             | -                               |
| Net gain on revaluation of investment property   | 37,290                            | 798,078                         |
| <b>Expenses</b>  |                                   |                                 |
| Loss reversal on financial assets impairment   | 100,129                           | 2,332,072                       |
| Loss reversal on non-financial assets impairment   | -                                 | 671                             |
| Reversal of provisions for risks and charges   | -                                 | 117,190                         |
| Expenses with wages, remunerations and other similar expenses  | (37,100,983)                      | (28,773,429)                    |
| Other operating expenses   | (13,553,289)                      | (11,660,747)                    |
| <b>Operating profit</b>  | <b>143,312,986</b>                | <b>91,812,143</b>               |
| Financing expenses   | (4,084,887)                       | (95,436)                        |
| <b>Profit before tax</b>   | <b>139,228,099</b>                | <b>91,716,707</b>               |
| Profit tax   | (14,494,674)                      | (8,863,072)                     |
| <b>Net profit of the period</b>  | <b>124,733,425</b>                | <b>82,853,635</b>               |
| <b>Other comprehensive income</b>  |                                   |                                 |
| Reserve increase from the revaluation of property, plant and equipment net of deferred tax                             | 1,530,984                         | 806,957                         |
| Net gain/(net loss) on the revaluation of equity instruments at fair value through other comprehensive income (FVTOCI) | 414,997,141                       | (168,168,297)                   |
| <b>Other comprehensive income- elements that will not be reclassified in profit or loss</b>                            | <b>416,528,125</b>                | <b>(167,361,340)</b>            |
| Net loss from the revaluation of FVTOCI bonds  | (185,969)                         | (105,304)                       |
| <b>Other comprehensive income – elements that will be reclassified in profit or loss</b>                               | <b>(185,969)</b>                  | <b>(105,304)</b>                |
| <b>Other comprehensive income - Total</b>  | <b>416,342,156</b>                | <b>(167,466,644)</b>            |
| <b>Total comprehensive income of the period</b>  | <b>541,075,581</b>                | <b>(84,613,009)</b>             |

*This report presents the unaudited preliminary financial statements of EVERGENT Investments on 31st December 2023, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, as well as Rule no. 39/2015 issued by the Financial Supervisory Authority (FSA). The financial statements presented are preliminary and may be subject to changes.*



*In LEI*

|   | <b>2023</b><br><i>(unaudited)</i> | <b>2022</b><br><i>(audited)</i> |
|---|-----------------------------------|---------------------------------|
| <b>Basic and diluted earnings per share( net profit per share)</b>                                  | <u><b>0,1365</b></u>              | <u><b>0,0874</b></u>            |
| <b>Basic and diluted earnings per share (including gain on the sale of FVTOCI financial assets)</b> | <u><b>0,2230</b></u>              | <u><b>0,1244</b></u>            |

**Claudiu Doros**  
CEO and President of the Board

**Mihaela Moleavin**  
Finance director

---

*This report presents the unaudited preliminary financial statements of EVERGENT Investments on 31st December 2023, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, as well as Rule no. 39/2015 issued by the Financial Supervisory Authority (FSA). The financial statements presented are preliminary and may be subject to changes.*

#### 4. Separate Statement of Financial Position on 31<sup>st</sup> December 2023

| <i>In LEI</i>  | <b>31<sup>st</sup> December<br/>2023<br/>(unaudited)</b> | <b>31<sup>st</sup> December<br/>2022<br/>(audited)</b> |
|--|--|--|
| <b>Assets</b>  |  |  |
| Cash and current accounts  | 1,024,388  | 788,781  |
| Bank deposits with initial maturity within 3 months  | 299,408,624  | 104,971,764  |
| Bank deposits with initial maturity over 3 months  | 10,724,880   | -  |
| Financial assets measured at fair value through profit or loss                                     | 347,807,747  | 333,619,756  |
| Financial assets measured at fair value through other comprehensive income                         | 2,240,394,284  | 1,875,688,529  |
| Bonds at fair value through other comprehensive income   | 3,884,483  | 3,982,047  |
| Bonds at amortized cost  | 17,555,243   | 17,550,535   |
| Other financial assets at amortized cost   | 6,418,790  | 9,869,910  |
| Other assets   | 515,601  | 497,055  |
| Fixed assets held for sale   | 212,738  | -  |
| Investment property  | 4,109,000  | 4,284,448  |
| Plant, property and equipment  | 10,435,507   | 9,282,127  |
| Right-of –use assets   | 3,320,774  | 3,474,536  |
| Intangible assets  | 402,983  | 412,375  |
| <b>Total assets</b>  | <b><u>2,946,215,042</u></b>                              | <b><u>2,364,421,863</u></b>                            |
| <b>Liabilities</b>   |  |  |
| Loans  | 63,674,421   | -  |
| Lease liabilities  | 3,303,893  | 3,456,939  |
| Dividends payable  | 49,950,267   | 42,633,808   |
| Current tax liabilities  | 7,410,272  | 5,370,896  |
| Financial liabilities at amortized cost  | 1,267,195  | 2,871,103  |
| Other liabilities  | 6,144,422  | 4,154,999  |
| Provisions for risks and charges   | 1,632,553  | 1,632,553  |
| Deferred tax liabilities   | 149,977,380  | 89,669,402   |
| <b>Total liabilities</b>   | <b><u>283,360,403</u></b>                                | <b><u>149,789,700</u></b>                              |
| <b>Equity</b>  |  |  |
| Share capital  | 499,988,637  | 499,988,637  |
| Retained earnings  | 1,153,588,929  | 1,018,427,444  |
| Reserves from the revaluation of property, plant and equipment                                     | 11,305,777   | 9,774,793  |
| Reserves from the revaluation of financial assets at fair value through other comprehensive income | 1,035,679,283  | 699,891,438  |
| Treasury shares  | (66,642,400)   | (38,991,230)   |
| Equity-based payments to employees, directors and administrators                                   | 24,881,378   | 20,765,780   |
| Other items of equity  | 4,053,035  | 4,775,301  |
| <b>Total equity</b>  | <b><u>2,662,854,639</u></b>                              | <b><u>2,214,632,163</u></b>                            |
| <b>Total liabilities and equity</b>  | <b><u>2,946,215,042</u></b>                              | <b><u>2,364,421,863</u></b>                            |

**Claudiu Doros**  
CEO and President of the Board

**Mihaela Moleavin**  
Finance Director

*This report presents the unaudited preliminary financial statements of EVERGENT Investments on 31st December 2023, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, as well as Rule no. 39/2015 issued by the Financial Supervisory Authority (FSA). The financial statements presented are preliminary and may be subject to changes.*