



Transilvania
Investments

Transilvania Investments

Quarterly Report

March 31, 2024



QUARTERLY REPORT

as at 31 March 2024

Quarterly report prepared in accordance with Law no. 24/2017 on issuers of financial instruments and market operations, F.S.A. Regulation no. 5/2018 regarding issuers of financial instruments and market operations, B.S.E. (Bucharest Stock Exchange) Rulebook – regulated market operator and F.S.A. Rule no. 39/2015 on the approval of the Accounting Regulations in compliance with I.F.R.S., applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority from the Financial Instruments and Investments Sector.

Report release date: 15.05.2024

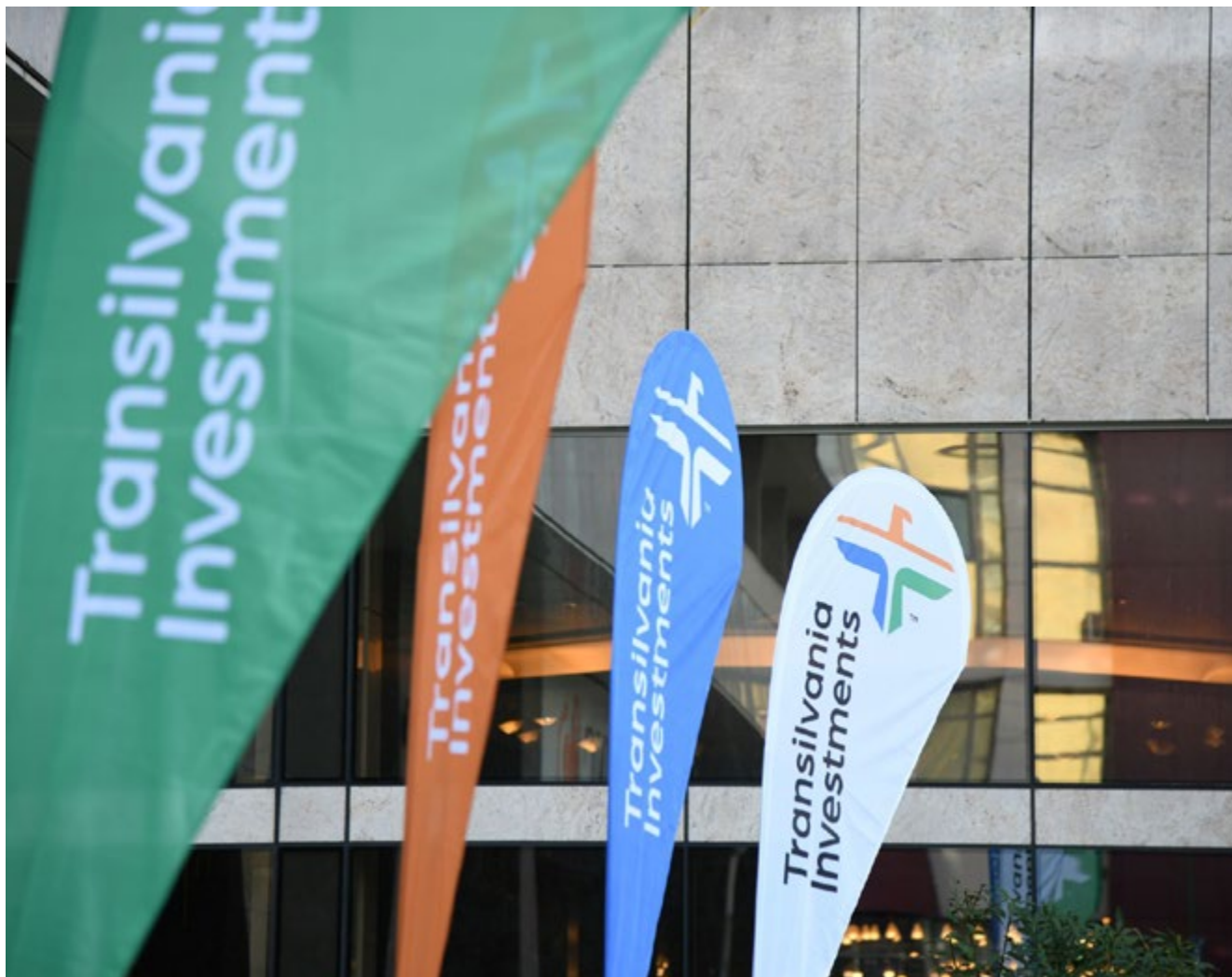
Company name	Transilvania Investments Alliance S.A. (Transilvania Investments or the Company hereinafter)
Registered office	Braşov, Nicolae Iorga Street 2, Postal Code 500057
Branch office	Bucureşti, Ana Tower, Poligrafiei Boulevard 1A, Floor 1, Zone B, Sector 1
Phone/ Fax	0268 416 171 / 0268 473 215
Email	investitori@transilvaniainvestments.ro
Website	www.transilvaniainvestments.ro
Sole Registration Code	3047687
Tax Registration Code	RO3047687
Trade Registration Number	J08/3306/1992
Registered with the Securities Registration Office within F.S.A.	Registration Certificate no. 401/05.02.2020
Registered with F.S.A. Register – Section 8 – Alternative Investment Fund Managers	Subsection Alternative Investment Fund Managers authorized by F.S.A. (A.I.F.M.A.A.) – under no. PJR07 ¹ AFIAA/080005
Registered with F.S.A. Register – Section 9 – Alternative Investment Funds	Subsection Alternative Investment Funds dedicated to retail investors and established in Romania (F.I.A.I.R.) – under no. PJR09FIAIR/080006
Subscribed and paid-up share capital	RON 216,244,379.70
Main characteristics of the securities issued by the company	Common, registered, indivisible, of equal value and dematerialized, issued at the nominal value of RON 0.10/share
Regulated market on which the issued securities are traded	Bucharest Stock Exchange, Main Segment, Premium Category (market symbol: TRANSI)
Depository	BRD–Groupe Société Générale
Auditors	Mazars Romania S.R.L. – financial auditor KPMG Audit S.R.L. – internal auditor

CONTENTS

Summary of the results recorded as at March 31, 2024	04
Introduction	05
General macroeconomic context	05
Economic growth prospects	07
Romanian capital market context	07
Evolution of TRANSI shares during the first three months of 2024	09
Analysis of the company's activity	12
General framework	12
Investment entity	13
Financial assets at fair value	14
Key considerations on the evolution of the financial instrument portfolio during the first three months of 2024	15
Investment strategy. Investment activity during January–March 2024	20
Portfolio management during January–March 2024	23
Corporate governance	28
Financial position and performance at 31.03.2024	37
Statement of financial position	37
Statement of profit or loss and other comprehensive income	39
Achievement of the 2024 Revenue and Expenditure Budget	40
Statement of cash flows	41
Annexes	
▶ Statement of assets and liabilities as at 31.03.2024, prepared in accordance with Annex 10 of F.S.A. Regulation 7/2020	
▶ Detailed statement of investments as at 31.03.2024, prepared in accordance with Annex 11 of F.S.A. Regulation 7/2020	
▶ Interim condensed financial statements as at 31.03.2024, prepared in accordance with F.S.A. Rule 39/2015 on the approval of the Accounting Regulations compliant with I.F.R.S., applicable to entities authorized, regulated and supervised by F.S.A.	

SUMMARY OF THE RESULTS RECORDED as at March 31, 2024

- ▶ **Transilvania Investments** recorded at 31.03.2024 a RON 16.69 million **net profit**, 30% lower than the net profit achieved at the end of the first quarter of 2023, the latter being influenced by more favourable developments in the case of some issuers from the Company's FVTPL portfolio in Q1 2023. The gross profit recorded in Q1 2024, worth RON 16.52 million, is 13.72% higher than the profit provided for in the Revenue and Expenditure Budget for Q1 2024.
- ▶ The **net operating income** at the end of Q1 2024 amounts to RON 24.39 million, down by 22% compared to the value recorded at 31.03.2023 and higher by RON 1.89 million than the estimates provided for in the Revenue and Expenditure Budget for Q1 2024.
- ▶ The **operating expenses** at the reporting date, worth RON 7.87 million, are 3.72% higher than those reported for Q1 2023 and RON 0.1 million lower compared to the budget estimates for the first quarter of 2024.
- ▶ **Transilvania Investments' total assets** at 31.03.2024 are worth RON 1,941.9 million, 33.79% higher than their value at the end of the corresponding period in the previous year and 6.46% higher compared to 31.12.2023.
- ▶ The **financial instruments portfolio** held by **Transilvania Investments** at 31.03.2024 is worth RON 1,901.3 million, 35.01% higher than the portfolio value as at 31.03.2023, respectively 9.33% higher than the value recorded on 31.12.2023.
- ▶ The **net asset value** reported for 31.03.2024 is RON 1,850.5 million (RON 0.8599/share), 33.85% higher than the net asset value at 31.03.2023 (RON 1,382.5 million, RON 0.6432/share) and 6.80% higher than the value reported for 31.12.2023.
- ▶ The **closing price of TRANSI shares** at the Bucharest Stock Exchange on 31.03.2024 is RON 0.3280/share, 12.71% higher than the price as at 31.03.2023 and 0.61% higher than the closing price recorded on 29.12.2023.
- ▶ The **trading discount of TRANSI shares** as at 31.03.2024 is 62%, by 3pp higher than the value recorded on 31.12.2023, the net asset value per unit registering a higher increase than the trading price of **TRANSI** shares.



CHAPTER 1

Introduction

Given the specifics of the activity carried out, **Transilvania Investments** relates both to the Romanian economic and legislative context and to the regional/global macroeconomic environment, a series of events recorded during the first quarter of 2024 directly or indirectly influencing the Company's results and performance.

General macroeconomic context

Global economies continue to overcome the period of shocks that began four years ago with the Covid-19 pandemic, continuing with the outbreak of the Russian-Ukrainian armed conflict in February 2022 and, more recently, with the crisis situation in the Middle East. The evolution of the European economies, especially that of Germany, is still below expectations, while the domestic economy rebalances its sources of growth, from the significant contribution of private consumption,

the engine of economic growth in the pre-pandemic years, to the current dominant force of formation of fixed capital and returning over the business cycle, again, to the expected significant impact of private consumption.

At the end of the first quarter, the inflation rate is 6.6%, the evolution of prices being also affected by the increase of some taxes and excise duties at the beginning of the year. The inflation rate decreased compared to the values recorded in the first two months, when inflation was above 7% in both months, the current projection of the National Bank being to reduce it to 4.7% at the end of 2024. However, at the market level, inflationary expectations remain above the NBR target range.

The trade balance deficit and current account deficit deepened in 2024 as a result of the deterioration of the primary income balance and the services balance. The budget deficit for the first two months of the year stood at 1.67% of GDP, a substantial increase compared to the similar period in 2023 (1.07%), a major influencing factor being the increase in investment spending.

The labor market was under the impact of the increase in the average nominal gross wage in January 2024, while the unemployment rate increased slightly at the beginning of the current year, after three quarters of relative stagnation at an average level of 5.6%, while the number of employees in economy resumed its monthly growth in December 2023 and increased at a similar rate in January 2024. At the same time, employment intentions in the very short time horizon experienced a revival in February-March 2024, and the labor force deficit reported by companies increased over the entire first quarter of 2024, due to developments in services and construction.

External debt continued to rise, reaching EUR 177 billion at the end of February, up 4% from the beginning of the year. Public debt recorded a balance of RON 801.7 billion in January 2024, i.e. 50.2% of GDP and up 2.5% compared to the beginning of the year. Regarding the public debt structure, the debt denominated in RON represents 47%.

As for the government bond yield curve, for long-term maturities, it entered an upward trend due to global pressures, while for short-term maturities, it remained relatively stable.

In its meeting at the beginning of April, in the macroeconomic context presented above, the National Bank of Romania decided to maintain the monetary policy interest rate at 7.00%, unchanged since January 2023.

The RON/EUR exchange rate stayed in February at a higher level reached in mid-January, but then it experienced a slight downward correction, returning and stabilizing in March around the end-2023 ratio.

The annual dynamics of credit granted to the private sector resumed its decline at the beginning of this quarter, falling to 4.9%, from 6.4% in December 2023, due to developments in the segment of non-financial companies, while the pace of household loans continued to increase, but from a significantly lower level. Regarding the dynamics of deposits, the balance at the end of February was higher by 1.5% compared to the beginning of the year, mainly through the contribution of household deposits. The non-performing loans rate rose slightly from 2.33% at the end of 2023 to 2.39% in February.

As for the risks, beyond the global ones, fueled by armed conflicts that are concretely translated into the potential volatile evolution of the crude oil quotation, at the domestic level, the risk of the budget deficit remains impactful, fueled, on the one hand, by the electoral context and, on the other hand, of past imbalances that roll over with effect into the present and future.

Economic growth prospects

In the most recent report issued at the beginning of February, the International Monetary Fund (IMF) believes that the Romanian economy will grow by approximately 3% in 2024, determined by the increase in private consumption, driven by the real increase in wages, but also due to an external demand in consolidation

At the beginning of April, S&P Global Ratings („S&P”) reconfirmed Romania’s rating at ‚BBB-/A-3’, with a stable outlook, underlining expectations for a 3% economic growth, supported by the growth of private consumption and investments. S&P notes that the labor market has shown resilience, with unemployment at low levels, while fund inflows from the National Recovery and Resilience Plan (PNRR) are facilitating additional investment in areas such as the energy transition, transport infrastructure and healthcare.

Romanian capital market context

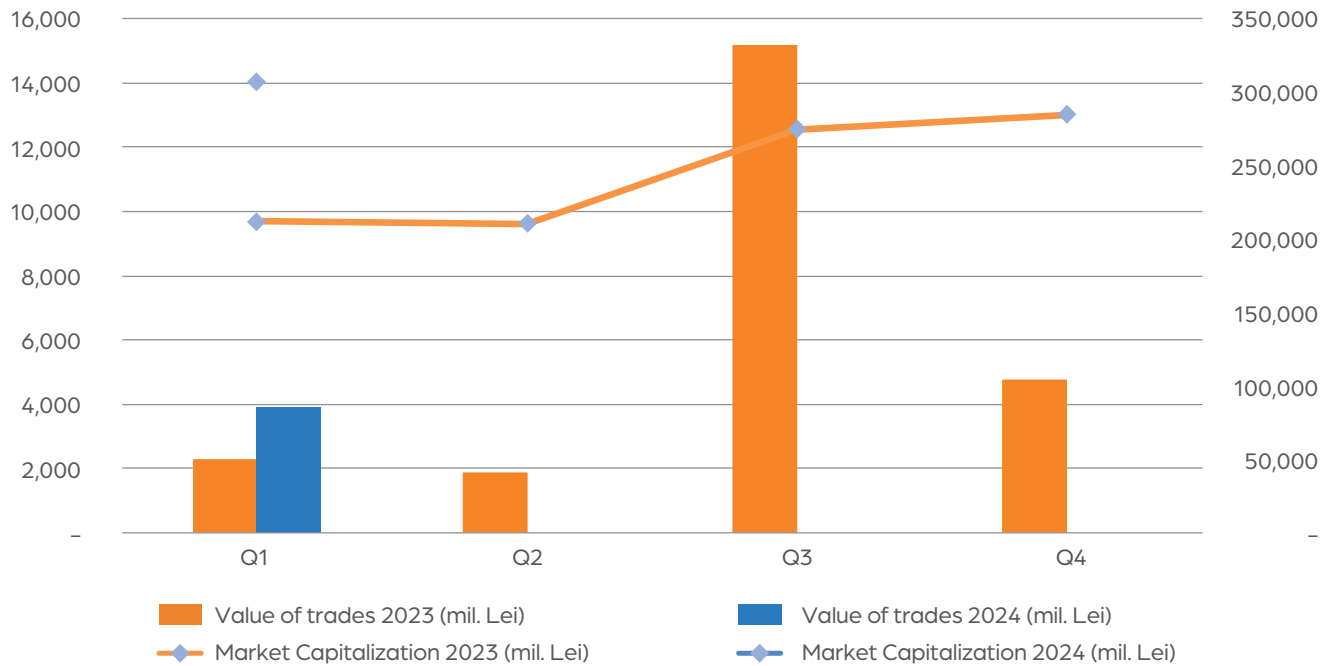
Buoyed by the good results related to the financial year 2023 reported by most companies, including the prospect of dividend distribution, the Romanian capital market continued to grow during the first quarter, with the BET-TR index recording an increase by 12.3% compared to the beginning of the year.

The total trading value of all types of financial instruments on the BSE’s Regulated Market registered an increase of 69% compared to the same period of 2023.

During the first three months of 2024, the evolution of the shares listed on the regulated market, compared to the previous financial year, showed the following significant aspects:

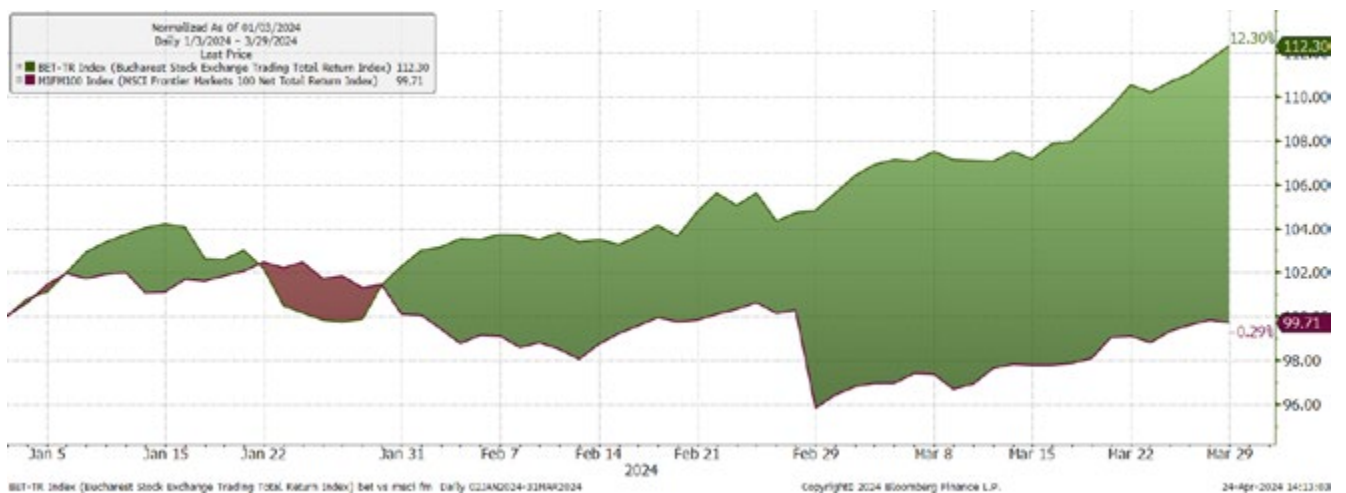
- ▶ Compared to the same period of the previous year, the value of transactions carried out during the first three months of 2024 on the regulated segment of the BSE recorded a higher aggregate level;
- ▶ At the end of the period under review, the market capitalisation of the regulated market was 45% higher than in the same period of the previous year (YoY change).

Evolution of the main segment B.S.E (2023–2024)



Source: Processing according to Bucharest Stock Exchange data

During the first three months of 2024, the main regulated market index (BET Total Return –calculated in national currency, which includes dividends) had a positive evolution, recording a 12.3% increase. The gap between the local index evolution and that of MSCI Frontier Markets index increased, resulting in an over-performance of the local market.



Sursa: Bloomberg



CHAPTER 2

Evolution of TRANSI shares during the first three months of 2024

During the first three months of 2024, the **TRANSI** shares had an evolution characterized by the following trading benchmarks:

minimum closing price	RON 0.2850/share
average price	RON 0.3158 /share
maximum closing price	RON 0.3290/share
trading volume	49.13 million shares
number of trading sessions	62 sessions
daily average trading volume	0.792 million shares/session

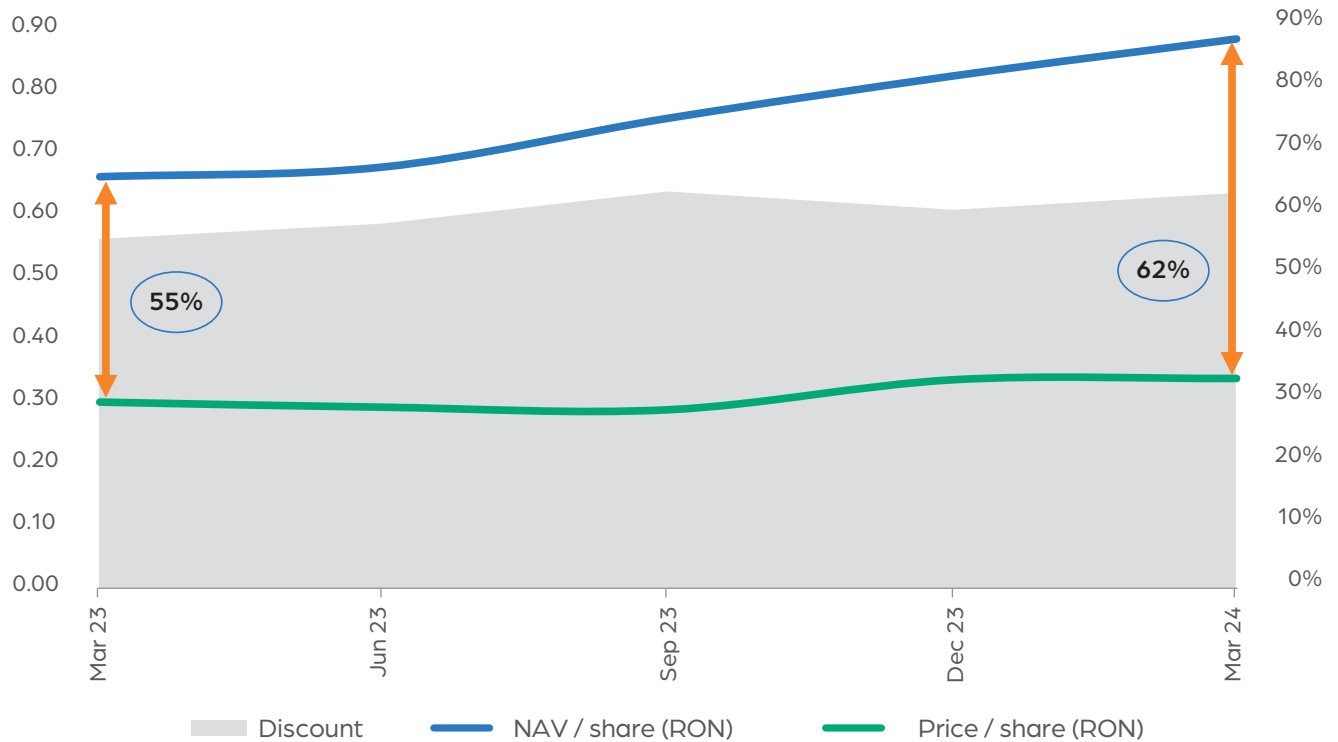
Note: No DEAL transactions were performed during the analysed period.



Source: Bloomberg

Despite a drop in TRANSI share price in mid-February compared to the price recorded at the beginning of the year, TRANSI shares have performed relatively steadily, with the closing price on the last day of the current quarter being similar to the closing price recorded at the beginning of the period analyzed.

Evolution of TRANSI shares’ trading discount during the last 12 months

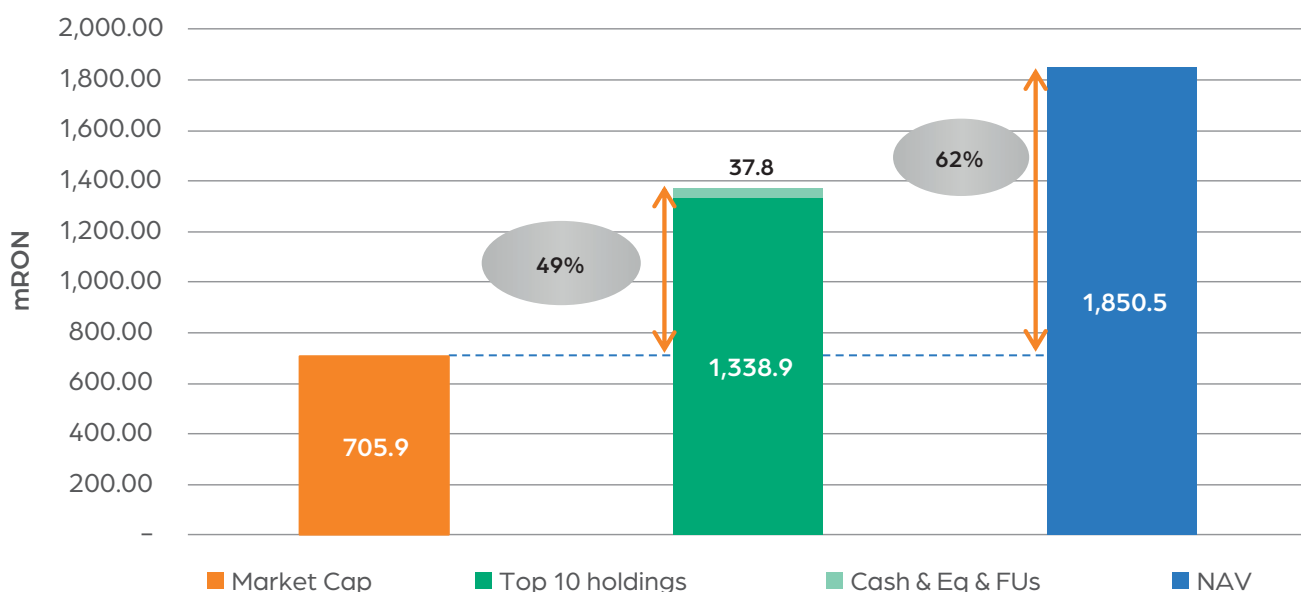


Source: Transilvania Investments Alliance

During the last 12 months, we note both an increase in the net asset value per share (from RON 0.6432/share in March 2023, to RON 0.8599/share at the end of March 2024), and an increase in the **TRANSI** share price (from RON 0.2910/share in March 2023, to RON 0.3280/share at the end of March 2024).

Despite the increase in the net asset value per share, the **TRANSI** share’s trading discount increased from 55% at the end of March 2023, to 62% at the end of March 2024.

Analysis of TRANSI shares’ trading discount at 31.03.2024



Source: Transilvania Investments Alliance

By reference to the Net Asset Value reported for the reference date of 31.03.2024, the market price of **TRANSI** share recorded a significant discount of 62%. The share price also recorded a significant discount by reference to Top 10 portfolio holdings (including cash and equivalents), namely 49%.



CHAPTER 3

Analysis of the company's activity

General framework

Transilvania Investments is an Alternative Investment Fund Manager (A.I.F.M.), authorized by the F.S.A. (Authorization no. 40/15.02.2018), which operates according to the provisions of Law no. 74/2015 on alternative investment fund managers. At the same time, the Company is authorized as a closed-end Retail Investor Alternative Investment Fund (R.I.A.I.F.), diversified, established as an investment company, self-managed, according to the provisions of Law no. 243/2019 on the regulation of alternative investment funds (F.S.A. Authorization no. 150/09.07.2021).

Transilvania Investments is a Romanian legal person organised in the form of joint stock company. The Company is listed on the Bucharest Stock Exchange, on the Main segment, within the Premium category, under **TRANSI** symbol, the trading of the shares issued by the Company being subject to the rules applicable to regulated market and closed-end alternative investment funds.

The Company manages an investment portfolio which has a predominant exposure on the Romanian capital market, mainly on shares of listed companies from *Banks, Travel and leisure, Real-estate, Financial services and Energy* sectors. The managed portfolio may include, without limitation thereof, any of the following main classes of financial instruments/assets: shares,

fixed-income instruments, fund units/ETFs, equity holdings in investment funds/collective investment undertakings, equity interests, alternative investment instruments (including derivatives).

The structure of the portfolio managed by the Company complies with the investment limitations undertaken through the risk profile and the status of Retail Investor Alternative Investment Fund, and it therefore remains focused on shares listed on the Romanian capital market.

The investment objective of **Transilvania Investments** consists in maximization of the aggregate returns obtained by its current and potential investors, through the investments carried out by the Company in accordance with the law and own regulations in force. At the same time, **Transilvania Investments** aims to the increase of the net asset value through a performant management carried out by specialists and oriented towards added value generation, and through an active and prudent management of the assets from the business lines (trading, travel and leisure, real estate and private equity).

Investment entity

Transilvania Investments applies the IFRS standards as the accounting base, in compliance with the requirements of the F.S.A. Rule no. 39/2015 *for the approval of the accounting regulations compliant with International Financial Reporting Standards, applicable to the entities authorized, regulated and supervised by the Financial Supervisory Authority from the financial instruments and investments sector*.

IFRS 10.4 sets out certain exceptions with respect to the preparation of consolidated financial statements, among which the exception applicable to parent companies which are classified as "investment entities". As a result of the analyses carried out, **Transilvania Investments'** management found that the Company met the requirements of the definition of an "investment entity" in compliance with IFRS 10, respectively the Company:

- i. obtains funds from one or more investors for the purpose of providing those investors with investment management services;
- ii. commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both, and
- iii. measures and evaluates the performance of substantially all of its investments on a fair value basis.

Under these circumstances, **Transilvania Investments** prepares a single set of financial statements, respectively separate financial statements in accordance with IFRS.

The Company's financial investments are measured at fair value. Considering IFRS 9, **Transilvania Investments** classified its investments in subsidiaries and associated entities, the bonds and the fund units as financial instruments measured at fair value through profit or loss. The Company's investments in other equity instruments (other than subsidiaries and associated entities) are classified as financial assets at fair value through other comprehensive income and/or as financial assets at fair value through profit or loss.

Transilvania Investments directly provides investment management services for its investors, having as its main and exclusive business scope activities specific to closed-end investment

companies. **Transilvania Investments** does not provide investment related consultancy and administrative services, directly or indirectly through a subsidiary, to third parties and/or its investors.

The Company applies an exit strategy based on the permanent monitoring of its investments, analysis of the current market developments, achievement of higher yields and fulfilment of the objectives set under the annual revenue and expenditure budgets.

Transilvania Investments presents its strategy to the current and potential investors based on specific documents approved by the General Meeting of Shareholders, namely the Company's Strategy and Investment Policy Statement.

The Company is authorized by the Financial Supervisory Authority as a Retail Investor Alternative Investment Fund (R.I.A.I.F.). The Company's operation in the capacity of a R.I.A.I.F., of closed-end type, diversified, set-up as an investment company, self-managed, is based on a series of rules regarding the risk profile, investment exposure limits, measurement of the portfolio financial assets and their presentation in the Company's net asset value, transparency and reporting requirements.

Transilvania Investments monitors the structure and performance of its investment portfolio and:

- ▶ publishes monthly the statement of assets and liabilities, namely reports regarding the net asset value and net asset value per share, calculated by the company and certified by the depository (Annex no. 10 to the F.S.A. Regulation no. 7/2020), together with the statement of assets for which valuation methods compliant with the international standards and fair value principle were considered (Annex prepared according to Article 38, paragraph (4) of Law no. 243/2019);
- ▶ calculates monthly and publishes on a quarterly, half-yearly and yearly basis the detailed statement of investments (Annex no. 11 to the F.S.A. Regulation no. 7/2020), at the deadlines provided by the applicable legislation for the publishing of the quarterly, half-yearly and yearly reports.

Financial assets at fair value

According to IFRS 13, the fair value levels, depending on the input data used in the measurement process, are defined as follows:

- ▶ Level 1 input data are quoted prices (unadjusted) in active markets for identical assets and liabilities that the entity can access on the measurement date;
- ▶ Level 2 input data are input data, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly;
- ▶ Level 3 input data are unobservable input data for the asset or liability.

Establishing the materiality threshold of the input data used in the process of fair value measurement in its entirety requires the use of professional judgment, considering the specific factors, because of the complexity implied by the measurement of these investments and the presentation of the fair value changes in the financial statements. The fair value measurement of the financial instruments held by **Transilvania Investments** is carried out in compliance with the fund's policy and rules regarding the asset valuation, the internal procedure and the related methodology.

For companies listed on the main segment of the Bucharest Stock Exchange, it is taken into account that, as a rule, the trading activity of the respective shares is considered relevant for the application of the mark-to-market method. In accordance with the general concept and the fund rules established in the context of the Company's authorizing as a R.I.A.I.F., the holdings in issuers listed on an alternative/multilateral system in Romania are assimilated to securities with a liquidity considered irrelevant for using the mark-to-market method, therefore the shares issued by the respective companies are valued based on a valuation report, in accordance with the valuation standards in force. For companies listed on the main segment of the Bucharest Stock Exchange, the trading of the respective shares is usually considered relevant for using the mark-to-market method. In specific situations, which do not fall within the mentioned general coordinates, a prudential judgment of the quantitative and/or qualitative aspects regarding the market and trading of the respective securities is considered.

At 31.03.2024, **Transilvania Investments** holds in portfolio financial assets measured at fair value, classified on the three fair value levels, as follows:

- RON -	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through other comprehensive income	940,672,831	-	87,433,657	1,028,106,488
Shares, equity interests	940,672,831	-	17,252,912	957,925,743
Equity holdings	-	-	70,180,745	70,180,745
Financial assets measured at fair value through profit or loss	314,652,659	69,742,934	488,795,716	873,191,309
Shares*	314,652,659	-	467,744,979	782,397,638
Bonds, government securities	-	69,742,934	0	69,742,934
Fund units	-	-	21,050,737	21,050,737
Total financial assets measured at fair value	1,255,325,490	69,742,934	576,229,373	1,901,297,797

* The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer, approved by the EGMS of December 2023. The effective adjustment of the stake held by **Transilvania Investments** in T.H.R. Marea Neagră will take place following the completion of the reduction of the share capital of T.H.R. Marea Neagră within its split-up process, after the registration date set by the EGMS of T.H.R. Marea Neagră (11.04.2024).

In terms of the structure of the Company's financial assets, at 31.03.2024, the value of shares accounts for 91.5% of total portfolio value. At the same date, the financial assets classified under Level 1 in the fair value hierarchy account for 66% of the total value of **Transilvania Investments** portfolio.

Key considerations on the evolution of the financial instrument portfolio during the first three months of 2024

- ▶ during the first three months of 2024, the total assets value increased by 6.5% (unannualized rate);
- ▶ the net asset value had a similar evolution, recording a 6.8% increase in the first three months of 2024;

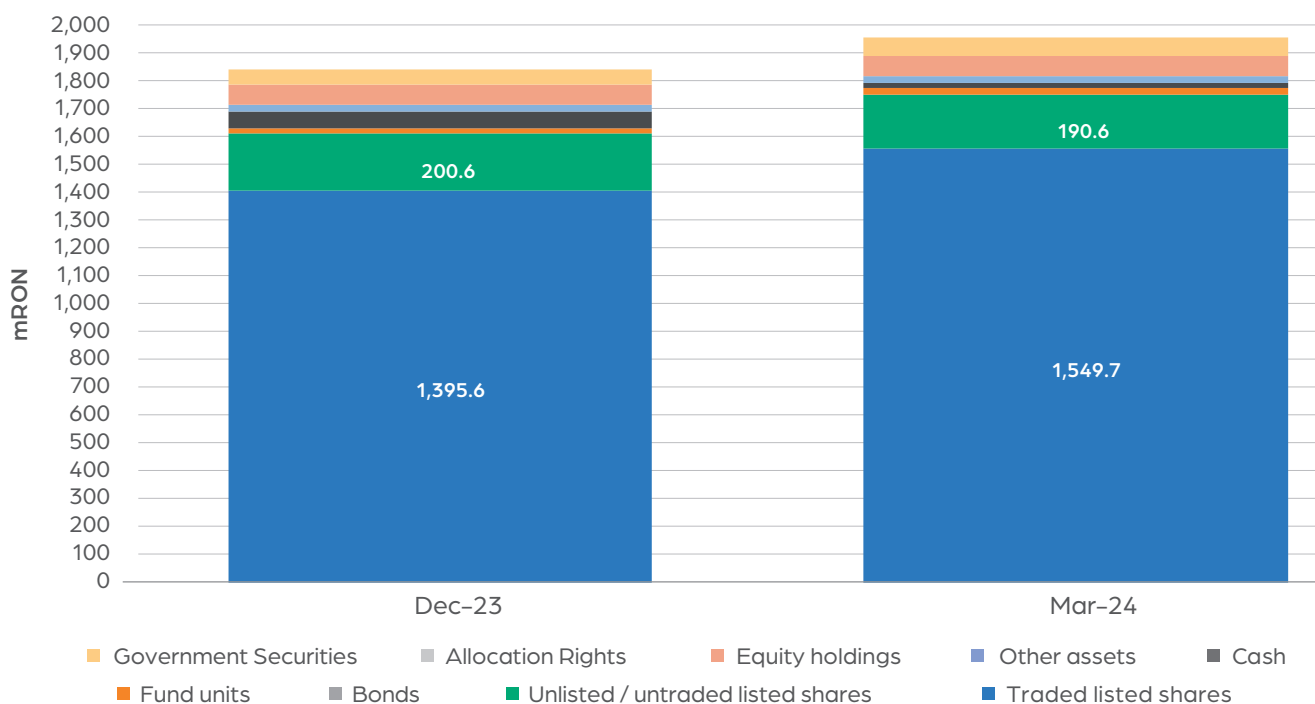
Evolution and components of Transilvania Investments portfolio

- RON million -	Dec.-23	Quarterly evolution	Mar.-24	Year-to-date evolution
Total assets value	1,824.0	▲	1,941.9	▲
Net asset value	1,732.8	▲	1,850.5	▲
Number of companies in portfolio	72	▼	70	▼
Financial instruments portfolio (incl. cash)*	1,799.4	▲	1,918.1	▲
Financial instruments portfolio*	1,739.2	▲	1,901.3	▲
Cash & equivalent	60.2	▼	16.8	▼

*The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer

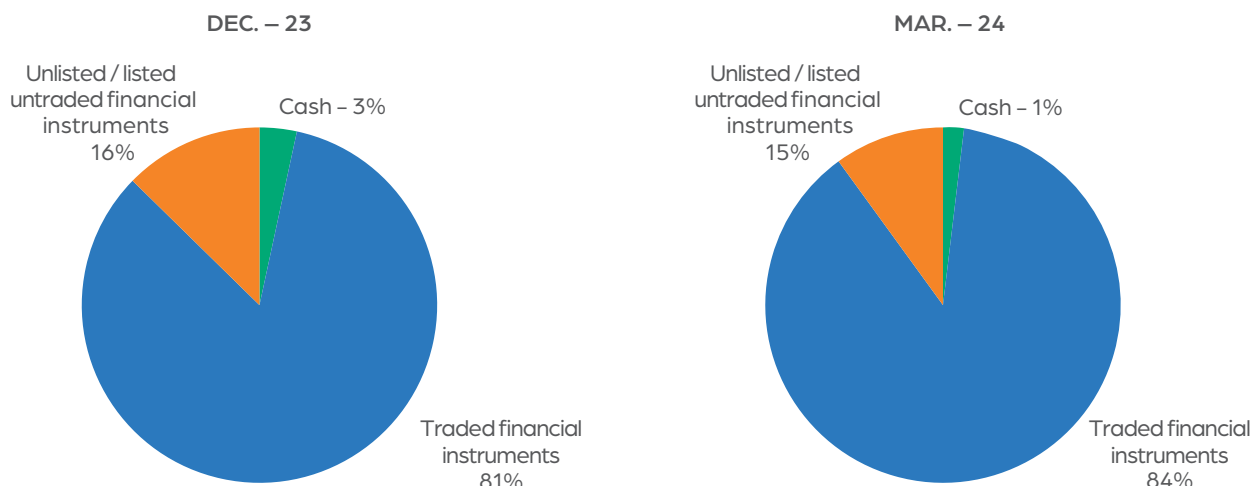
Source: Transilvania Investments, I.F.R.S. fair values, Annex no. 10 to the F.S.A. Regulation no. 7 / 2020, F.S.A. Regulation no. 9/2014

Evolution of Transilvania Investments' portfolio structure



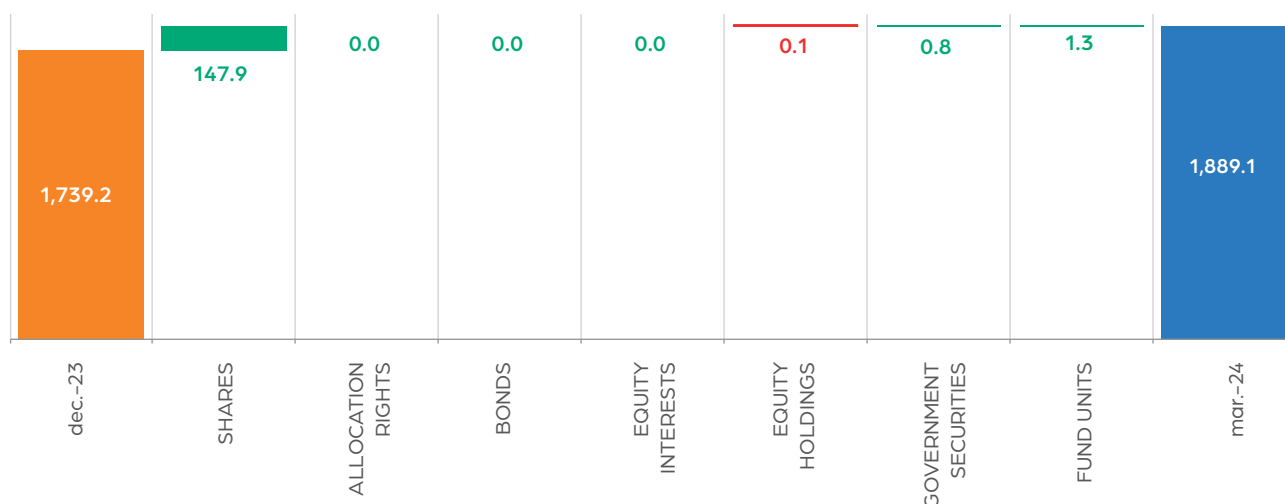
Source: Transilvania Investments, I.F.R.S. fair values, Annex no. 10 to the F.S.A. Regulation no. 7 / 2020, F.S.A. Regulation no. 9/2014

- in terms of structure, the weight of cash in the total financial instrument portfolio value decreased, while the weight of traded operational portfolio increased as compared to the reference period (December 2023);



Source: Transilvania Investments, I.F.R.S. fair values, Annex no. 10 to the F.S.A. Regulation no. 7 / 2020, F.S.A. Regulation no. 9/2014

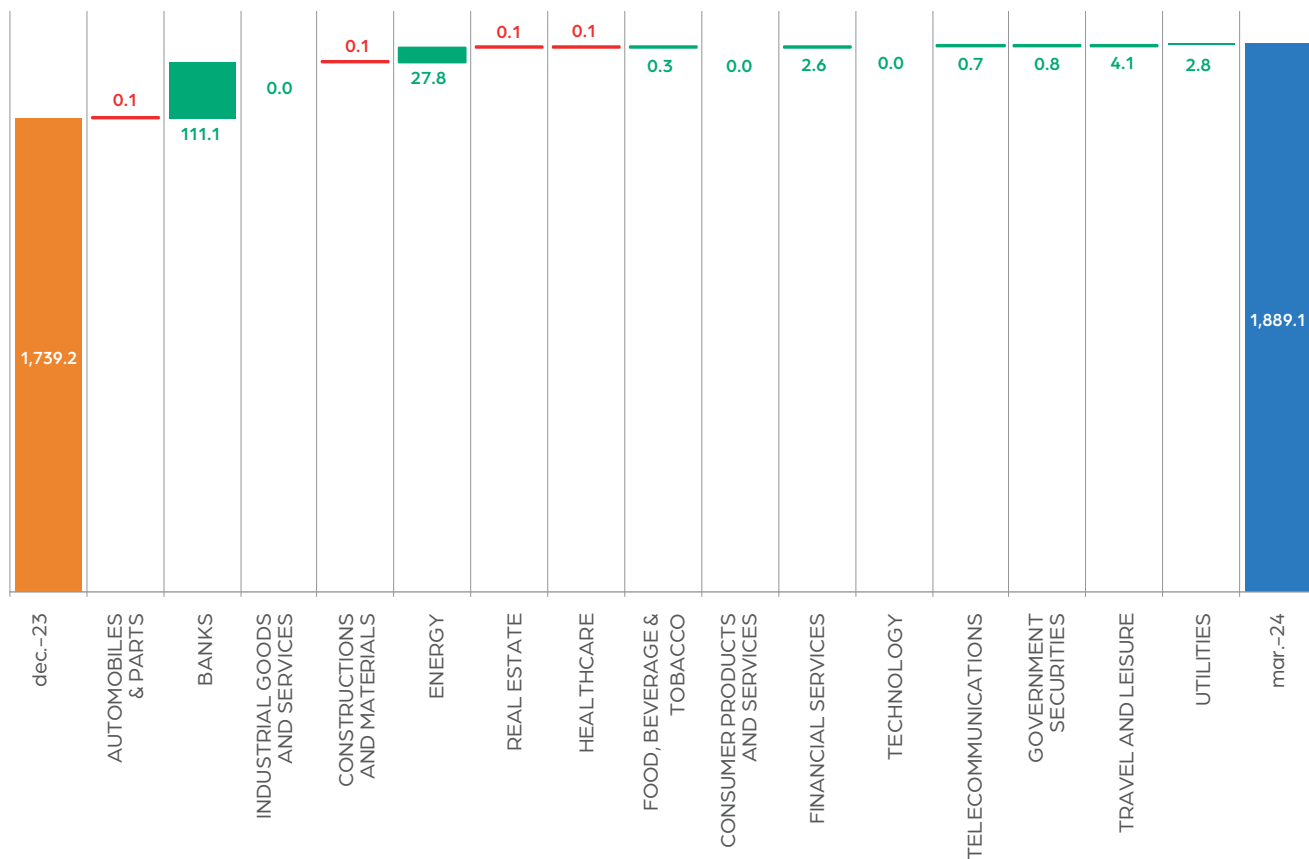
- ▮ analysis of the financial instrument portfolio variation (fair value + generated cash + attached receivables deducted from fair value) – breakdown by financial instruments
 - the sub-portfolio of shares generated at the asset value level a positive net cash impact totalling RON 147.9 million;
 - the sub-portfolio of fund units generated at the asset value level a positive net cash impact totalling RON 1.3 million;
 - the sub-portfolio of government securities generated at the asset value level a positive net cash impact totalling RON 0.8 million;
 - the impact is calculated based on the fair values of the financial instruments in the portfolio at the reference date, the result of the transactions carried out with various financial instruments, the financial resources generated by these holdings (dividends collected, cash related to sale/acquisition operations), the attached receivables (dividends to be collected deducted from the fair value of the financial instruments);



Source: Transilvania Investments

Obs.: The initial value (Dec.-23) of the financial instrument portfolio is calculated according to IFRS fair values. The final value (Mar.-24) of the financial instrument portfolio is calculated by adding to the IFRS fair values the contribution of each financial instrument [cash generated /immobilized through sale/acquisition transactions, collected dividends, collected cash distributions, other cashed amounts (shares pending sale), attached receivables]. The amounts are expressed in RON million.

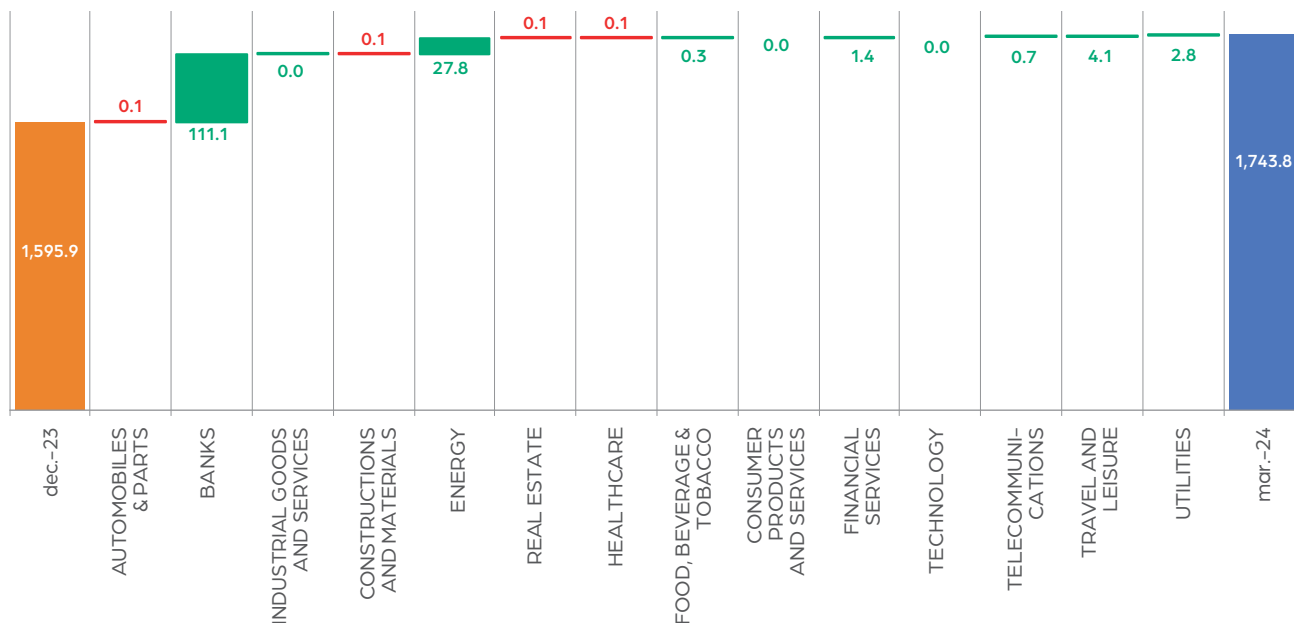
- ▶ analysis of the financial instrument portfolio variation (fair value + generated cash + attached receivables deducted from fair value) – breakdown by sectors
 - the main sectors which recorded positive adjustments are the following: *Banks* (+RON 111.1 million), *Energy* (+RON 27.8 million), *Travel and leisure* (+RON 4.1 million), *Utilities* (+RON 2.8 million);



Source: Transilvania Investments

Obs.: The initial value (Dec.-23) of the financial instrument portfolio is calculated according to IFRS fair values. The final value (Mar.-24) of the financial instrument portfolio is calculated by adding to the IFRS fair values the contribution of each sector [cash generated /immobilized through sale/acquisition transactions, collected dividends, collected cash distributions, other cashed amounts (shares pending sale), attached receivables]. The amounts are expressed in RON million.

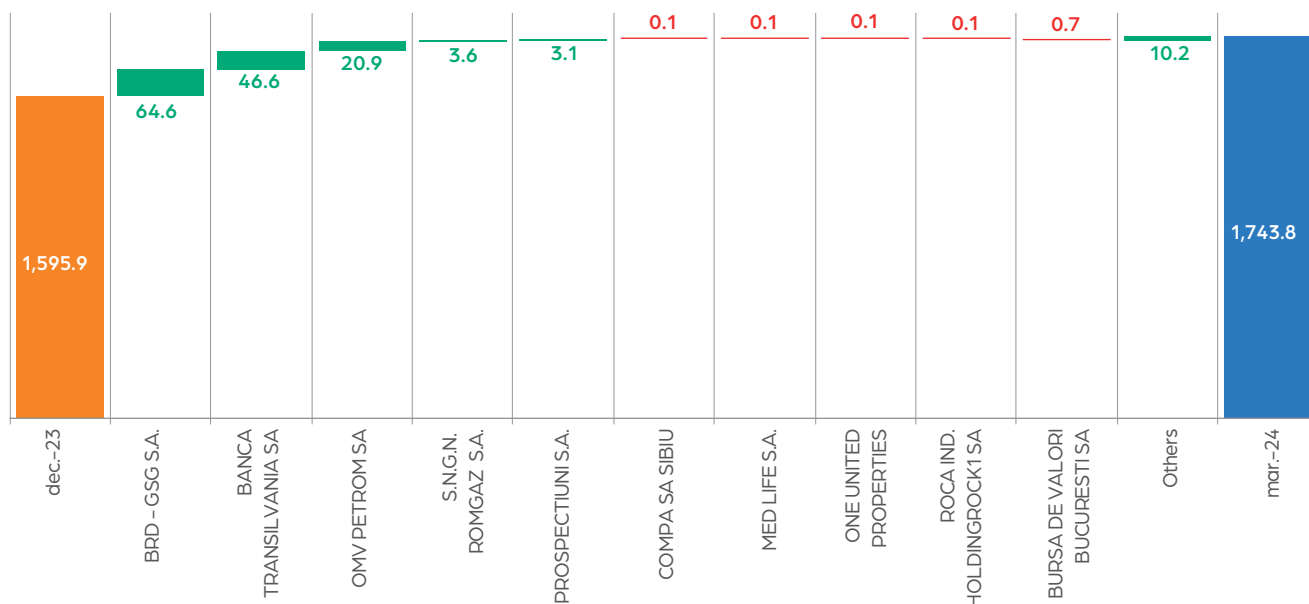
- ▶ analysis of the share sub-portfolio variation (fair value + generated cash + attached receivables deducted from fair value) – breakdown by sectors



Source: Transilvania Investments

Obs.: The initial value (Dec.-23) of the share sub-portfolio is calculated according to IFRS fair values. The final value (Mar.-24) of the share sub-portfolio is calculated by adding to the IFRS fair values the contribution of each sector [cash generated /immobilized through sale/acquisition transactions, collected dividends, collected cash distributions, other cashed amounts (shares pending sale), attached receivables]. The amounts are expressed in RON million.

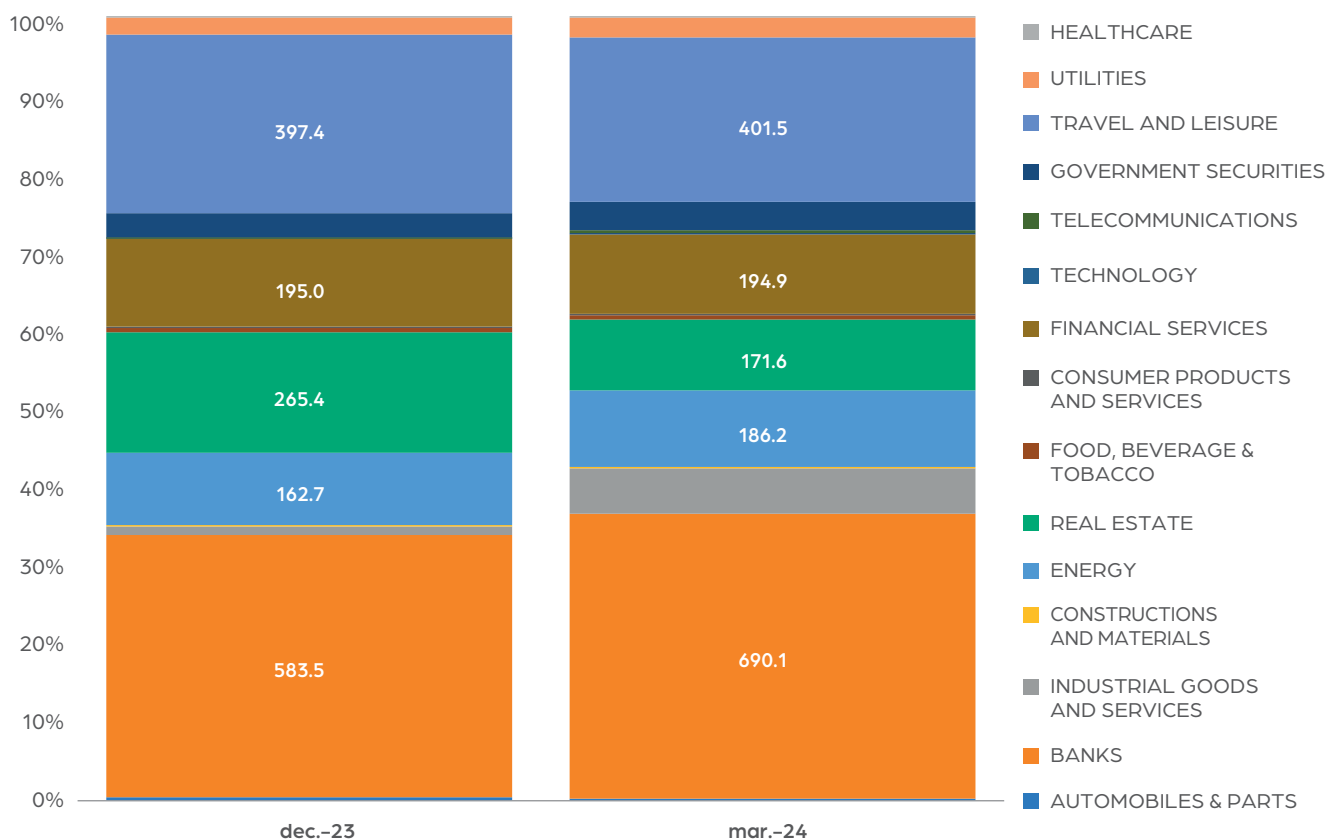
- analysis of the share sub-portfolio variation (fair value + generated cash + attached receivables deducted from fair value) – top 5 positive/negative performances
 - top 5 negative performances mainly include issuers whose negative net adjustment is directly influenced by the evolution of the macroeconomic context;



Source: Transilvania Investments

Obs.: The initial value (Dec.-23) of the share sub-portfolio is calculated according to IFRS fair values. The final value (Mar.-24) of the share sub-portfolio is calculated by adding to the IFRS fair values the contribution of each issuer [cash generated /immobilized through sale/acquisition transactions, collected dividends, collected cash distributions, other cashed amounts (shares pending sale), attached receivables]. The amounts are expressed in RON million.

at the operational portfolio level, the investment structure is characterized by concentration on the sectors deemed strategic in the Company’s 2020 – 2024 Investment Policy Statement and 2020 – 2024 Strategy.



Source: Transilvania Investments

Obs.: IFRS fair values reported for Dec.-23- Mar.-24 (expressed in RON million)

Investment strategy. Investment activity during January–March 2024

The Company’s investment strategy, as revised by the Ordinary General Meeting of Shareholders of 28.04.2022, aims to the increase in the value of the managed assets through maximization of the aggregate yields adjusted to risk and it seeks: insurance of the portfolio quality through carrying-on the accelerated restructuring thereof, structural balancing of the portfolio, improvement of the portfolio aggregate liquidity and promotion of efficient and attractive shareholder remuneration instruments and proper management of the financial resources needed to implement such instruments.

Transilvania Investments sought in Q1 2024 to maximize the potential offered by the main business lines, i.e. travel and leisure, real estate, industry, active trading and venture capital/private equity, the lines of action being the following:

- ▶ **Travel and leisure** – changing the management and business models for the sub-portfolio of companies operating in this sector;
- ▶ **Real-estate** – an efficient and centralized operating of the real-estate portfolios, including the assets held by companies operating in industry sector where the risk-adjusted profitability of the industrial activity is lower than the estimated efficiency of operation as a real-estate vehicle.
- ▶ **Industry** – changing the management and business models for the sub-portfolio of companies operating in this sector, including through partnerships, and analysing the opportunities for the assets in this sector to be operated under the real estate business line.
- ▶ **Active trading** – includes the strategy afferent to issuers actively traded on financial markets, with high liquidity, regardless of the trading environment (local or international) to maintain an adequate liquidity level profile of the managed portfolio and targets both short and longer investment horizons. The Company will also invest in other instruments traded on the OTC financial markets, such as fixed income instruments or derivatives.
- ▶ **Venture capital/private equity** – development and efficient capitalization of the potential offered by the niche of such investments, both in new sectors and through a private equity type approach for the assets in the existing portfolio.

The main investment objective of **Transilvania Investments** is the maximization of the aggregate returns achieved by the current and potential investors through the investments made by the Company, in compliance with the law and its own regulations in force.

At the same time, **Transilvania Investments** targeted the increase of the net asset value through a performant management carried out by specialists, oriented towards value-added generation, in conditions of an active and prudent management of the assets from the business lines.

The Company's key performance indicator (KPI), set forth in the 2020 – 2024 Strategy and the 2020-2024 Investment Policy Statement, approved by the shareholders, is the increase in the net asset value by at least 30%, increase calculated before any distribution of dividends and/or other forms of shareholder remuneration, where the reference level is represented by the net asset value afferent to the financial statements as at 30.06.2020 and covers the period until 30.06.2024. At 31.03.2024, the net asset value per share was RON 0.8599/share, higher by 81.45% compared to the value reported for 30.06.2020 (RON 0.4739 /share).

After the reporting period, the Ordinary General Meeting of Shareholders of April 22, 2024 approved the **Transilvania Investments Strategy for the period 2024-2028** whose investment objective consists in **maximizing the total return** achieved by the current and potential shareholders through the investments made by the company and **increasing the unitary net asset value**.

At the same time, the 2024-2028 Strategy set the **new business lines**, namely travel and leisure, real estate, active trading and private equity, as well as the **main objectives** for this period, such as an annual increase in the net asset value per share by at least 6% and the annual reduction of the trading discount by at least 7%, remuneration of shareholders through a mix of instruments (dividends and reduction of the trading discount), increase in the share of dividends generated by the portfolio of subsidiaries, restructuring of the historical portfolio etc.

Investment activity during the first quarter of 2024

Transilvania Investments Alliance's investment activity was consistent with the Company's Strategy for 2020–2024, respectively it was focused on issuers actively traded on the financial markets, with high liquidity, regardless of the trading environment (local or international), with the purpose of maintaining an adequate liquidity level profile of the managed portfolio and targeted both short and longer investment horizons.

Thus, the investments made during January–March 2024 at the level of the FVTPL short-term portfolio, totalling **RON 7.9 million**, consisted in acquisition of shares issued by Transgaz, One United Properties, Hidroelectrica, Fondul Proprietatea, BRD Groupe Société Générale and DIGI Communications, as well as government securities denominated in RON with 2, 3 and 8-year maturities.

At the level of the same FVTPL short-term portfolio, the Company carried out **sale transactions**, totalling **RON 26.6 million**, focused on marking the profit in the case of the issuers Romgaz, BRD Groupe Société Générale, OMV Petrom, Banca Transilvania, Electrica, DIGI Communications, Nuclearelectrica, Hidroelectrica and Fondul Proprietatea.

At the level of the FVTOCI long-term portfolio, the Company made acquisitions totalling **RON 38.6 million**, consisting in shares issued by Banca Transilvania, Hidroelectrica, Electrica, Transgaz and DIGI Communications.

In addition to the acquisitions made on the Romanian capital market, the Company acquired, at the FVTOCI portfolio level, equity holdings in CEECAT Fund II, **worth EUR 163 thousand**, a private equity fund focused on small and medium companies from emerging Europe acting in software and construction materials sectors.

The sale operations carried out during the same period, at the FVTOCI portfolio level, amounted to **RON 7.6 million** and were mainly focused on marking the profit in the case of the issuers Nuclearelectrica and Evergent Investments.

At the FVTPL portfolio level, the Company sold the entire holding of FII BET FI Index fund units, worth RON 640 thousand.

The total value of sales performed at the level of FVTPL and FVTOCI portfolios amounted to **RON 34.3 million**.

In addition to the transactions made at the level of FVTPL and FVTOCI portfolios, based on the Executive Board Decision of 07.12.2023, **Transilvania Investments** started the first stage of the buy-back programme approved through the E.G.M.S. Resolution no. 1/24.04.2023, stage aiming at the acquisition of 4 million shares, of the 12 million shares that are subject of the buy-back programme, representing 0.5549% of the share capital, which are intended to the reduction of the share capital by cancelling the bought-back shares.

Until 06.02.2024, the Company bought-back 4 million shares, at the average price of RON 0.3183, worth RON 1,273,347, thus completing the first stage of the buy-back programme. On 14.02.2024, the Company started the second stage of the above mentioned buy-back programme, aiming at

the acquisition of 8 million shares, during 19.02.2024–15.05.2024. Under this stage, until the reporting period of 31.03.2024, the Company bought-back 6,358,000 shares, at the average price of RON 0.3211/share, worth RON 2,041,688, this stage being 79.48% completed.

Looking ahead, the next period is marked by political events that, in the current geopolitical environment, could determine volatility in the developed markets, with ramifications in the local market as well. We note that the pace of the fall in inflation has moderated, and the current decisions of central banks to keep benchmark interest rates at current levels may lead to a difficult economic environment.

At the local market level, a major risk is the fiscal policy and how it is managed in a year marked by elections at all political levels. An excessive deficit, combined with a poor absorption of European funds, could lead to country rating downgrades, an event with a major negative impact.

In the first quarter of 2024, **Transilvania Investments Alliance** joined the Market Maker program of the Bucharest Stock Exchange, with SSIF BRK Financial Group as liquidity provider. Contracting Market Maker services supports the company's efforts to provide investors with more liquidity for **TRANSI** shares. A narrower spread between bid and ask prices can improve investor returns and creates the premises for a reduction in the trading discount. We thus contribute to the creation of a robust and friendly ecosystem that will bring advantages to both investors and the company and the BSE's main market.

Portfolio management during January–March 2024

During the first quarter of 2024, **Transilvania Investments** continued the implementation of a series of measures with a view to achieving the objectives outlined in the 2020–2024 Strategy, approved by the General Meeting of Shareholders, regarding portfolio management, i.e.:

- ▶ monitoring and analysis of the portfolio companies' activity, based on the financial results reported for the financial year 2023;
- ▶ substantiation of the voting options in the general meetings of shareholders held for the closure of the 2023 financial year regarding the distribution of the net profit and other items on the agenda, based on the documents provided by the portfolio companies and by reference to **Transilvania Investments'** interests;
- ▶ approval in the general meetings of shareholders of the performance criteria and objectives for 2024 for the Company's subsidiaries, depending on the specificity of their activity;
- ▶ implementation of the *"Policies for ensuring an efficient management of the company"* in the companies in which **Transilvania Investments** is a majority shareholder, which are meant to:
 - strengthen the implementation of corporate governance principles oriented towards transparency, equality of participants, proportionality, assumption of responsibility and efficiency;
 - optimize the management systems and performance indicators in line with the specificity of the field in which the issuer operates and with the amplitude of their activity;
 - ensure an efficient use of the company's financial resources and the creation of value for shareholders;
 - implement specific policies and rules for avoiding and managing conflicts of interest.
- ▶ appointment in management and supervisory positions of individuals with professional expertise and qualification, based on clearly predefined criteria and in accordance with the internal selection procedure, including independent directors;

- identification and steering of synergies existing at the level of the companies which operate in the same sector with a view to improving the operational efficiency;
- carrying on the restructuring and increase in efficiency of the portfolio managed by **Transilvania Investments**.

Evolution of the portfolio structure by sectors

Sectors	31.12.2023		31.03.2024	
	No. of issuers	% of total portfolio	No. of issuers	% of total portfolio
Automobiles and Parts	3	0.22	3	0.19
Banks	3	33.55	3	36.30
Industrial Goods and Services	7	1.15	7	5.80
Constructions and Materials	5	0.09	5	0.08
Energy	5	9.35	5	9.79
Real-estate	16	15.26	15	9.03
Food, Beverages and Tobacco	5	0.52	4	0.48
Healthcare	1	0.14	1	0.15
Consumer Products and Services	1	0.20	1	0.19
Financial services ^{*)}	14	11.21	13	10.25
Technology	2	0.11	2	0.10
Telecommunications	1	0.17	1	0.36
Travel and Leisure ^{**)}	14	22.85	14	21.12
Utilities	3	2.17	3	2.51
Government securities	1	3.01	1	3.67
Total	81	100.00	78	100.00
Shares and equity interests	73	91.78	70	91.93
Fund units	6	1.17	5	1.06
Equity holdings	1	4.04	1	3.52
Government securities	1	3.01	1	3.50

Source: *Transilvania Investments*

*) including fund units and equity holdings

***) The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer

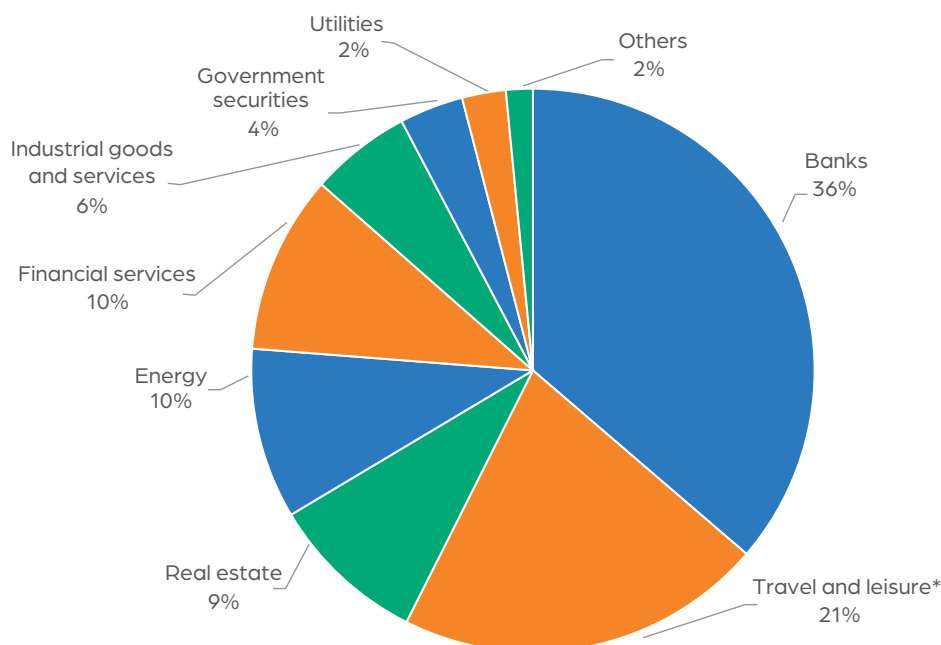
At 31.03.2024, the financial instrument portfolio value is RON 1,901,297,797, and the assets under management value is RON 1,941,876,699.

Changes that took place within the portfolio led to the reduction in the number of financial instruments from 81 (on 31.12.2023) to 78 (on 31.03.2024).

In accordance with the objective of portfolio diversification and orientation towards sectors with growth potential, the measures taken during the first three months of 2024 to restructure the portfolio and increase the efficiency thereof were the following:

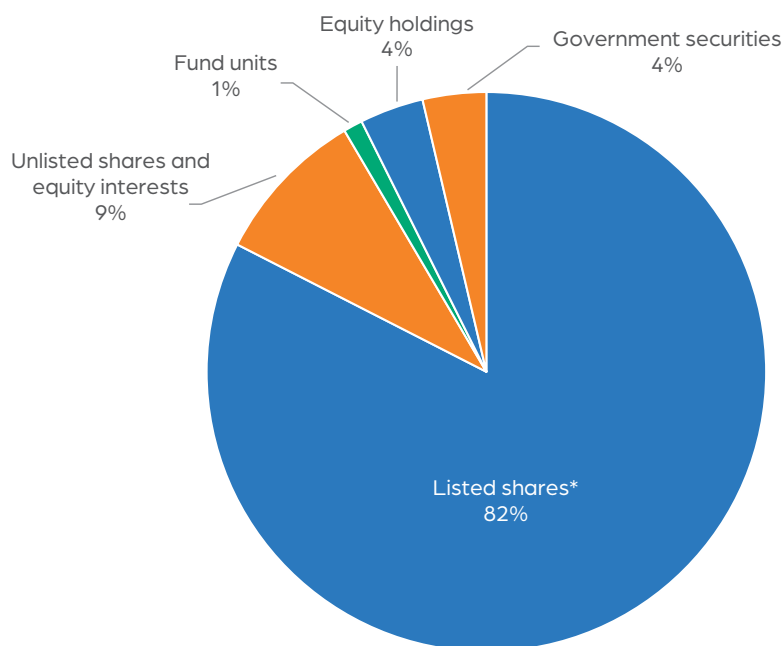
- ▶ increasing the exposure through acquisitions on the specific market of each company, such as Banca Transilvania, Fondul Proprietatea, Electrica, Hidroelectrica, Digi Communications, Transgaz, One Properties, Medlife.
- ▶ repositioning (exposure diminishing) in the case of some issuers listed on the BSE's regulated market, such as: BRD Groupe Societe Generale, OMV Petrom, Nuclearelectrica, Romgaz, Evergent Investments, Holde Agri Invest.
- ▶ increasing the exposure to long-term maturity government securities denominated in RON issued by the Ministry of Finance, and sale of the BET-FI Index Invest fund units.
- ▶ completion of the transfer to Transilvania Investments Restructuring S.A. of the ownership right over the stake held in Vitivinicola S.A. Basarabi – unlisted companies, undergoing the bankruptcy procedures;
- ▶ increasing the share capital of Nova Tourism Consortium S.A. Braşov through contribution in kind brought by the shareholder **Transilvania Investments Alliance S.A.**, represented by the stake held by **Transilvania Investments Alliance S.A.** in the company Hoteluri Restaurante Sud S.A. and the deletion from the portfolio of the stake held in Hoteluri Restaurante Sud S.A. as a result of the increase in the share capital of Nova Tourism Consortium S.A.

Portfolio structure by sectors at 31.03.2024



Source: Transilvania Investments Obs.: According to IFRS fair values

Portfolio structure by financial instruments at 31.03.2024

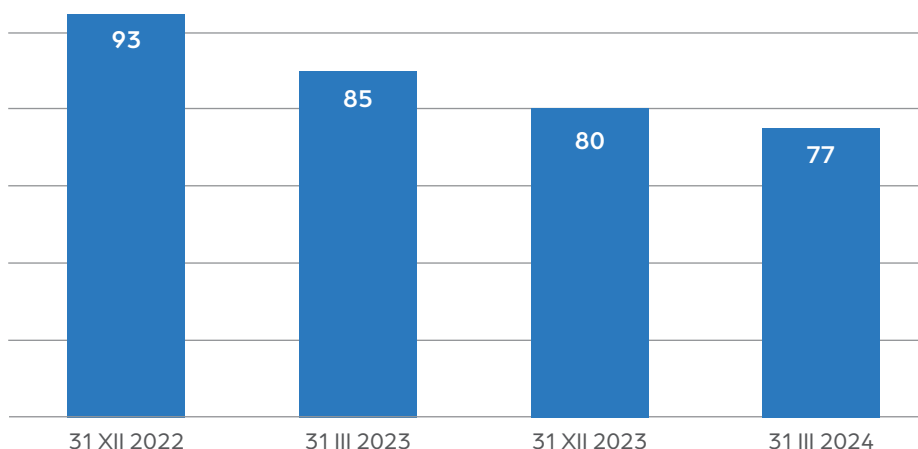


Source: Transilvania Investments Obs.: According to IFRS fair values

Note: Percentages in the graphs above represent the weight of the respective category in the value of the financial instrument portfolio.

* The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer, approved by the EGMS of December 2023. The effective adjustment of the stake held by Transilvania Investments in T.H.R. Marea Neagră will take place following the completion of the reduction of the share capital of T.H.R. Marea Neagră within its split-up process, after the registration date set by the EGMS of T.H.R. Marea Neagră (11.04.2024).

Evolution of the number of issuers in portfolio (shares, equity interests, fund units, equity holdings)



Source: Transilvania Investments

During January – March 2024, the number of issuers in the portfolio (shares, equity interests, fund units, equity holdings) decreased from 80 to 77.

The evolution of dividend income during 2018–2023 is presented in the table below:

Dividend income collected in FY	-RON thousand-	Variation from previous year
2018	64,777	+52.66%
2019	71,053	+9.69%
2020	39,998	-43.71%
2021	32,916	-17.71%
2022	107,806	+227.52%
2023	98,477	- 8.65%

The dividend income recorded in the period 01.01.2024 – 31.03.2024 amounts to RON 11.9 million.

Top 10 holdings (shares) as at 31.03.2024

No.	Company name	Stake held (%)	% of Total Assets
1	BANCA TRANSILVANIA S.A.	1.63%	18.65%
2	BRD - GROUPE SOCIÉTÉ GÉNÉRALE S.A.	1.98%	15.46%
3	OMV PETROM S.A. BUCUREȘTI	0.33%	7.17%
4	TURISM FELIX S.A	93.03%	7.15%
5	TURISM, HOTELURI, RESTAURANTE MAREA NEAGRĂ S.A. ^{*)}	78.80%	4.79%
6	NOVA TOURSIM CONSORTIUM S.A.	99.99%	4.65%
7	ARO-PALACE S.A.	85.74%	3.52%
8	EVERGENT INVETSMENTS S.A.	4.18%	2.72%
9	FEPER S.A.	85.80%	2.69%
10	CASA ALBĂ INDEPENDENȚA S.A.	53.35%	2.14%
Top 10 holdings			68.95%
Total financial instrument portfolio			97.91%

Source: Transilvania Investments

Note: According to IFRS fair values reported for March 2024 (expressed in RON)

^{*)} The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer, approved by the EGMS of December 2023.

At 31.03.2024, the financial instrument portfolio value was RON 1,901,297,797, and the total assets under management amounted to RON 1,941,876,699.

Corporate governance

Governance structures

Transilvania Investments Alliance is managed in a two-tier system by an Executive Board that carries out its activity under the supervision of a Supervisory Board.

In accordance with the Company's Articles of Incorporation, the Supervisory Board consists of five members, natural persons, elected by the ordinary general meeting of shareholders.

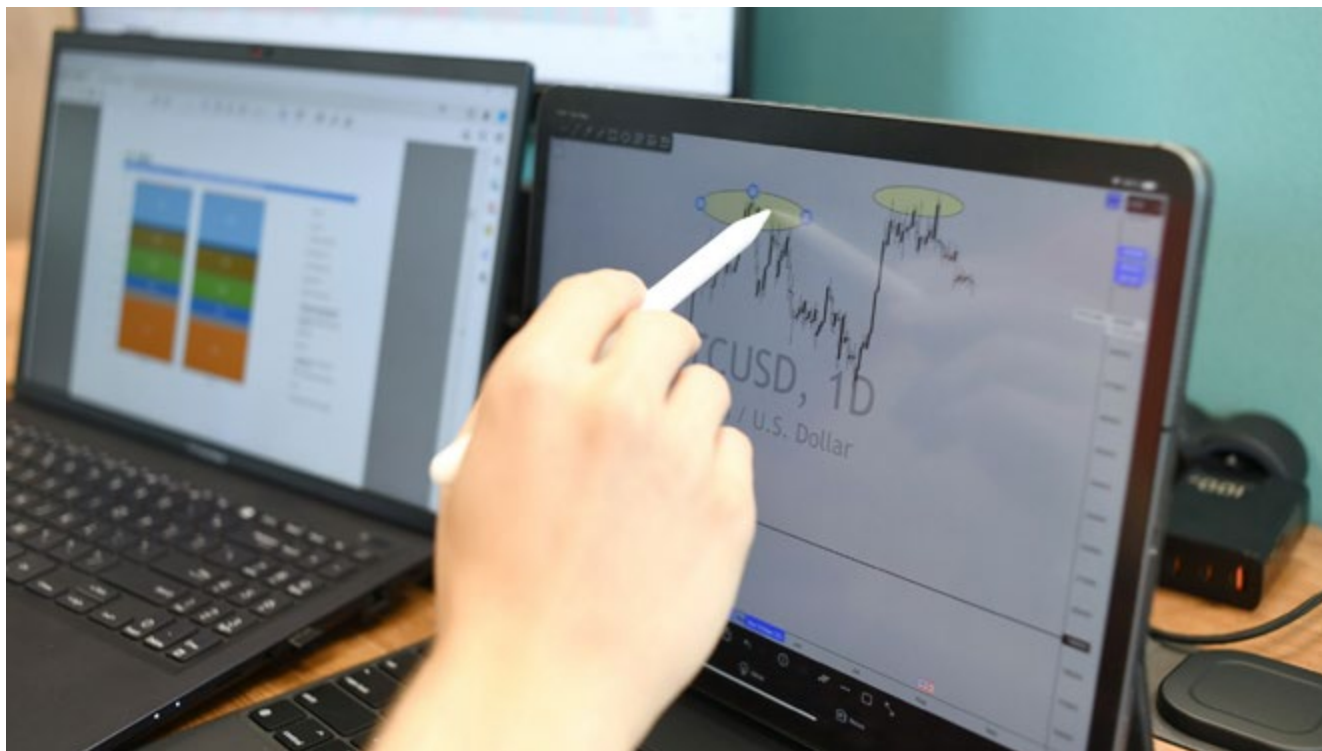
At 31.03.2024, the Supervisory Board consisted of Mr. Patrițiu Abrudan – Chairman, Mr. Marius-Petre Nicoară – Deputy Chairman, Mr. Constantin Frățilă – member, Mr. Vasile-Cosmin Turcu – member and Mr. Horia-Cătălin Bozgan – member. This composition was authorized through the F.S.A. Authorization no. 13/09.02.2024, as a result of the appointment by the Supervisory Board of Mr. Vasile-Cosmin Turcu and Mr. Horia-Cătălin Bozgan as provisional members of the Board for a mandate starting on the date of their approval by the F.S.A. until 30.04.2024 ([Current report no. 785/09.02.2024](#)).

After the end of the reporting period, the Ordinary General Meeting of Shareholders dated 22.04.2024 approved the election of Mr. Bozgan Horia-Cătălin and Mr. Turcu Vasile-Cosmin as members of the Supervisory Board, for a mandate starting on the date of their approval by the F.S.A. until 19.04.2025, the termination date of the current mandate of the Board.

According to the Articles of Incorporation, the Executive Board of the Company consists of three members, appointed by the Supervisory Board. As at 31.03.2024, the Executive Board of **Transilvania Investments** was composed of Mr. Radu Claudiu Roșca – Executive President, Mr. Mihai Buliga – Executive Vice-President and Mrs. Stela Corpacian – Executive Vice-President. This composition of the Board was authorized through the F.S.A. Authorization no. 2/11.01.2024, as a result of the appointment by the Supervisory Board of Mr. Mihai Buliga as a member of the Executive Board, holding the position of executive vice-president, for a mandate starting on the date of the approval by the F.S.A. of the new composition of the Executive Board, until 20.04.2024 ([Current report no. 241/16.01.2024](#)). The mandate of the Executive Board members expired on 20.04.2024.

The Supervisory Board approved on 15.02.2024 the appointment of the new members of the Executive Board, namely: Mr. Mihai Buliga – Executive President, Mrs. Stela Corpacian – Executive Vice-President and Mr. Răzvan-Legian Raț – Executive Vice-President, for a 4-year mandate, starting on April 21, 2024, under the condition of authorization by the Financial Supervisory Authority, or from a later date on which the F.S.A. issues said authorization, until April 20, 2028 ([Current report no. 902/15.02.2024](#)).

After the end of the reporting period, through Authorization no. 50/19.04.2024, and Authorization no. 52/26.04.2024 respectively, the Financial Supervisory Authority authorized Mr. Răzvan-Legian Raț and Mrs. Stela Corpacian as members of the Executive Board for a 4-year mandate, valid until April 20, 2028. Through Decision no. 431/26.04.2024, the Financial Supervisory Authority rejected the Company's request for the authorization of Mr. Mihai as a member of the Executive Board ([Current report no. 2669/22.04.2024](#) and [Current report no. 2881/29.04.2024](#)).



Detailed information on the management and supervisory structures of the Company is available on the website www.transilvaniainvestments.ro, Section *About us*.

Relevant events during the first quarter of 2024

- ▶ On 06.02.2024, **Transilvania Investments** completed the first stage of the own share buy-back programme, approved through the EGMS Resolution no. 1/24.04.2023, programme having as subject the buy-back of maximum 12,000,000 shares with the purpose of reducing the share capital by cancelling the bought-back shares. During the first stage, run during 08.12.2023–06.02.2024, the Company bought-back, through transactions on the B.S.E., 4,000,000 shares representing 0.1849% of the share capital, at the average price of RON 0.3181/share, totalling RON 1,272,347.27.
- ▶ On 19.02.2024, **Transilvania Investments** started the second stage of the above-mentioned programme. During this stage, run during 19.02.2024 – 10.04.2024, the Company bought-back, through transactions on the B.S.E., 8,000,000 shares representing 0.3699% of the share capital, at the average price of RON 0.3216/share, totalling RON 2,573,142.81.

Detailed information on the buy-back programme are available on the Company's website, under section [Investor Relations/Buy-back notifications](#).

After the end of the reporting period, on 11.04.2024, the Company started the second own share buy-back programme, approved through the EGMS Resolution no. 1/24.04.2023, programme having as subject the buy-back of maximum 8,000,000 shares representing 0.3699% of the share capital, with the purpose of being distributed free of charge to the Supervisory Board members, Executive Board members and the identified personnel, within a Stock Option Plan program in compliance with the Company's remuneration policy. The programme will run during 11.04.2024 – 21.06.2024, through transactions on the B.S.E.

- **Transilvania Investments** published on 15.02.2024 the preliminary financial results for the financial year 2023. Later, on 22.03.2024, the company published on its website, in the *OGMS April 2024* section, the financial statements as at 31.12.2023, accompanied by the Independent Auditor's Report – Mazars Romania S.R.L. The financial statements for the financial year 2023 were approved by the Ordinary General Meeting of Shareholders on 22.04.2024 and published on the B.S.E. and F.S.A. websites and on the company's website, in the *Investor Relations/Periodical Reporting* section.
- On 07.03.2024, the Executive Board convened the **Extraordinary General Meeting of Shareholders** for April 22(23), 2024, for the approval of a buy-back programme of the Company's own shares, in compliance with the applicable legal provisions, under the following conditions:
- (i) size of the programme – maximum 34,003,797 shares with a nominal value of RON 0.10/share, representing 1.5724% of the share capital.
 - (ii) share acquisition price – the minimum price will be equal to the market price of the Company's shares at the Bucharest Stock Exchange at the time of the acquisition and the maximum price shall be RON 0.50/share.
 - (iii) validity of the programme – maximum 18 months from the publishing date of the EGMS resolution in the Official Gazette of Romania, Part IV.
 - (iv) payment of bought-back shares – from the available reserves (except for legal reserves), recorded in the last approved annual financial statements.
 - (v) purpose of the programme – in the following order:
 - 1) maximum 24,003,797 shares, for the purpose of reducing the share capital, by cancelling the bought-back shares;
 - 2) maximum 10,000,000 shares, for free distribution to the Supervisory Board members, Executive Board members and the identified staff, within a Stock Option Plan program, in compliance with the Company's remuneration policy, and
 - (vi) mandating the Executive Board to carry out this resolution.

After the end of the reporting period, on 22.04.2024, the **Extraordinary General Meeting of Shareholders** approved the above-mentioned buy-back programme. The EGMS Resolution dated 22.04.2023 is available on the company's website, in the *EGMS April 2024* section.

- On 07.03.2024, the Executive Board convened the Ordinary General Meeting of Shareholders for April 22(23), 2024, with the following main items on the agenda:
- Approval of the annual financial statements for the financial year 2023, based on the reports presented by the Executive Board, the Supervisory Board and the Financial Auditor, including the remuneration report for the year 2023.
 - Approval of the distribution of the net profit recorded in the financial year 2023 and setting of the gross dividend per share at RON 0.015/share.
 - Approval of the monthly remuneration of the Supervisory Board members.
 - Approval of the Company's Strategy, Investment Policy Statement and Remuneration Policy for the period 2024–2028.
 - Approval of the Revenue and Expenditure Budget for the financial year 2024.
 - Election of two members of the Supervisory Board of the company.
 - Approval of 01.07.2024 as the record date (ex-date 28.06.2024), and approval of 22.07.2024 as the payment date.

After the end of the reporting period, on 22.04.2024, the Ordinary General Meeting of Shareholders approved all items on the agenda. The OGMS Resolution dated 22.04.2023 is available on the company's website, in the *OGMS April 2024* section.

- ▶ Starting from March 14, 2024, **Transilvania Investments** benefits from the Issuer's Market Maker services offered by BRK Financial Group, in order to improve the liquidity of the shares issued by the company.

Investor relations

In Q1 2024, the Company fulfilled its transparency, informing and reporting obligations, as set forth under the legal regulations and the B.S.E.'s Corporate Governance Code, both in its capacity as an issuer traded on the Bucharest Stock Exchange, as well as an Alternative Investment Fund Manager (A.I.F.M.) and Retail Investor Alternative Investment Fund (R.I.A.I.F.).

During the period under review, the Company prepared current reports, press releases and periodical reports which were brought to the shareholders and investors' attention by publishing them on the B.S.E., F.S.A. and the Company's websites, in the sections **Current reports** and **Periodical reports**. The reports and press releases were disseminated simultaneously in Romanian and English language.

The Company has been permanently in contact with the shareholders and investors through the Corporate Governance Department, answering their questions and requests, by e-mail, phone and at the Company's headquarters. Moreover, the stakeholders receive by email, based on subscription, a monthly newsletter with news regarding the Company's activity, the structure of the managed portfolio, the performance of **TRANSI** shares etc.



The activities carried out by the company in 2023 resulted in a Vektor score (investor communication indicator for listed companies) awarded by the **Romanian Investor Relations Association**, of 9.5 points, out of 10 possible points, thus reconfirming the sustained effort of **Transilvania Investments** for implementing best corporate governance practices, as well as the company's focus on communicating with investors through reporting and investor events. https://ir-romania.ro/wp-content/uploads/2024/01/Rezultate-VEKTOR-Piata-Principala-pentru-site_EN.pdf

Shareholding structure as at 31.03.2024

According to the data provided by Depozitarul Central S.A, the shareholding structure of **Transilvania Investments** as at 31.03.2024 was the following:

Shareholders	Number of shareholders	Number of shares held	% of share capital
Resident individuals	6,953,469	1,098,323,847	50.79%
Resident legal entities	217	1,034,158,643	47.83%
Total resident shareholders	6,953,686	2,132,482,490	98.62%
Non-resident individuals	2,463	13,238,847	0.61%
Non-resident legal entities	22	16,722,460	0.77%
Total non-resident shareholders	2,485	29,961,307	1.38%
TOTAL	6,956,171	2,162,443,797	100.00

Source: Depozitarul Central

Shareholder remuneration in 2024

The Company's strategy on the remuneration of its shareholders is focused on the implementation of a balanced remuneration policy, aimed at both direct remuneration (dividend gain) and indirect remuneration (capital gain from the reduction of the trading discount).

In this respect, for the period 2020 – 2024, in close correlation with the level of available liquidities, the status of the portfolio restructuring and the resources needed to carry out the investment programs, the Company considers a mix of complementary instruments for the remuneration of the capital invested in **TRANSI** shares, as follows:

- ▶ distribution of cash dividends carrying an attractive return by reference to the average trading price recorded in the financial year for which the dividend is calculated;
- ▶ carrying out of share buy-back programmes, followed by the cancellation of shares and reduction of the Company's share capital, subject to approval by the Company's shareholders.

The shareholders remuneration in 2024 will consider the implementation of both components of the above-mentioned mix of instruments, namely distribution of dividends and running of a share buy-back programme for the purpose of reducing the share capital. Also, through the new Strategy for the period 2024-2028, approved by the Ordinary General Meeting of Shareholders on 22.04.2024, strategy which entered into force on 30.04.2024, the Company seeks an **annual increase in the net asset value per share by at least 6%** (increase calculated before the distribution of dividends and/or other forms of shareholder remuneration) and the **annual reduction of the trading discount by at least 7%**.

In terms of dividend distribution, the Ordinary General Meeting of Shareholders dated 22.04.2024 approved the distribution of the net profit achieved in the financial year 2023, as follows:

Destination	Amount (RON)
Dividends	32,436,656.96 (RON 0.015/share)
Other reserves – Own financing sources set-up from profit	204,605,049.99
Total net profit achieved and distributed	237,041,706.92

The gross dividend, amounting to **RON 0.015/share**, ensures:

- a 5.15% yield by reference to the average trading price of **TRANSI** shares on the BVB-REGS market during 2023 (yield situated in the maximum area provided by the **Shareholder remuneration policy**);
- a dividend payout ratio of approximately 14% of the net profit (level complying with the provisions of the Shareholder remuneration policy).

The dividend payment date approved by the general meeting of shareholders is 22.07.2024. The shareholders entitled to collect these dividends are the shareholders who will be registered in the Shareholders' register on 01.07.2024, set as the registration date. The Company will inform the shareholders of the terms and payment methods of the dividends through a press release that will be sent to the B.S.E. and the F.S.A. and published in the press and on the Company's website. This information will also be available on the Depozitarul Central's website www.rocclear.ro.

At 31.03.2024, the dividends related to the financial year 2022 were available for payment via Depozitarul Central and Banca Transilvania. According to the legal provisions and the Company's Articles of Incorporation, the time limit for the payment of the 2022 dividends will lapse on 22.06.2026.

In terms of share buy-back programmes, the Extraordinary General Meeting of Shareholders of 22.04.2024 approved the carrying out of a buy-back programme for a maximum number of 34,003,797 shares, of which 24,003,797 shares for the purpose of reducing the share capital, by cancelling the bought-back shares.

By carrying out buy-back programmes in order to reduce the share capital, the Company aims to increase the **TRANSI** shares liquidity, with the ultimate goal of generating value for **TRANSI** shareholders. At the same time, the running of buy-back programmes complies with the objectives of the Company's strategy in terms of maximizing the returns achieved by the shareholders and reducing the trading discount between the market price and the unitary net asset value.

Internal auditor

Transilvania Investments' internal audit function is separate and independent from other functions and activities of the Company, the internal audit activity being carried out based on a contract concluded with a legal entity auditor. Starting on 01.01.2022, the internal audit function is performed by KPMG Audit S.R.L.

The internal audit activity is subordinated to the Supervisory Board. The internal auditor is selected by the Audit Committee and appointed by the Supervisory Board. The internal auditor's activity is carried out based on the Annual Internal Audit Plan, endorsed by the Audit Committee and approved by the Supervisory Board. During Q1 2024, the activity of the internal auditor in respect of the 2023 Internal Audit Plan consisted in the finalizing of the internal audit report regarding the activity performed by the analysis and asset valuation departments.

Compliance

The Compliance Department is subordinated to the Supervisory Board and is functionally and hierarchically independent from other organizational structures of the Company, and from a corporate governance point of view, it is part of the Company's control system.

The Compliance Officer is subject to the authorization by the F.S.A. and is registered with the F.S.A.'s Public Register.

Based on the decision of **Transilvania Investments'** management, the compliance officer also has responsibilities concerning the fulfilment of the Company's obligations with respect to the application of the specific law on the prevention and combating of money laundering and financing of terrorist acts through the capital market, and for enforcing the international sanctions.

Within **Transilvania Investments**, the compliance key-function is performed by Mrs. Mihaela-Corina Stoica based on the F.S.A. Authorization no. 238/25.11.2021.

The objective of the Compliance Department's activity is the management of the compliance risk through supervision and control of the observance by the Company and its employees of the legal provisions in force and the Company's internal procedures, for the purpose of preventing legal and internal non-compliance situations.

The activity performed by the Compliance Department in the first quarter of 2024 consisted mainly in managing the compliance risk with regard to the observance of the legal provisions, the Policies and procedures regarding the Company's operation as an A.I.F.M./R.I.A.I.F./issuer, and in fulfilling the objectives set forth in the Investigation Plan, approved by the Supervisory Board, which is mainly focused on: compliance with the national and EU legislation and the Company's internal regulations, endorsement of all reports prepared by the Company, monitoring the organization and conduct of the general meetings of shareholders which were held in April 2024 and the observance of the legislation and internal procedures regarding anti-money laundering and countering the terrorism financing activities and management of the international sanctions on the capital market.

Also, in the first quarter of 2024, the Compliance Officer managed the authorization processes by the Financial Supervisory Authority of the company's governance structures, as a result of the changes that took place at the level of the Company's Executive Board and Supervisory Board.

Thus, through Authorization no. 2/11.01.2024, the F.S.A. authorized the new composition of the company's Executive Board as a result of the appointment of Mr. Mihai Buliga as a member of the Executive Board holding the position of Executive Vice-President. The mandate of the members of the Executive Board expired on 20.04.2024.

Through Authorization no. 13/09.02.2024, the F.S.A. authorized the composition of the Supervisory Board as a result of the appointment by the Supervisory Board of Mr. Vasile-Cosmin Turcu and Horia-Cătălin Bozgan as provisional members of the Supervisory Board for a mandate between the date of their authorization by the F.S.A. and the date of 30.04.2024.

The conformity risk recorded a "low" level during the first quarter of 2024.

Risk management

The Risk Management Department is subordinated to the Supervisory Board and is functionally and hierarchically independent from other organizational structures of the Company.

The Risk Manager is subject to the authorization by the F.S.A. and is registered with the F.S.A.'s Public Register.

The risk manager key-function is performed by Mr. Alexandru Gavrilă who fulfils the function's duties based on the F.S.A. Authorization no. 231/11.11.2021.

Transilvania Investments implemented a risk management system that includes policies, procedures and measures for identifying, measuring and managing risks. The risk management policies and procedures are integral part of the "Policies and Procedures on the **Transilvania Investments**' Operation as an A.I.F.M.". According to the internal policies and procedures, the internal risk management system integrates competencies and responsibilities across the entire organizational structure (Supervisory Board, Executive Board, Risk Management Department, Compliance Department, Internal Auditor, operational departments). Procedures are in place for the management and monitoring of all relevant risk categories of the Company (market risk, credit risk, investment concentration risk, liquidity risk, operational risk).

The risk analyses performed at the end of Q1 2024 indicate the following risk profile of **Transilvania Investments**:

NO.	Type of risk/ Risk Indicator	Materiality threshold (own funds requirement/ own funds or internally established limits)	Risk appetite	31.03.2024	Limit compliance
Market risk- subcategories:					
1	Position risk	max. 25%	Medium	9.08%	yes
2	Foreign exchange risk	max. 4%	Medium	0.53%	yes
3	Long-term Interest risk	max. 20%	Medium	2.91%	yes
4	Commodity Risk	max. 3.75%	Medium	0.00%	yes
5	VaR (historical simulation, 20 days, 99%)	max. 25%	Medium	8.65%	yes
6	NAV per share volatility	max. 25%	Medium	8.93%	yes
Credit risk:					
1	Credit risk	max. 150%	Medium	43.11%	yes
Liquidity risk- subcategories:					
1	LCR (net)	min. 1.3	Medium	29.33	yes
2	LCR (brut)	min. 1.2	Medium	13.98	yes

NO.	Type of risk/ Risk Indicator Type of risk/exposure	Materiality threshold (own funds requirement/ own funds or internally established limits)	Risk appetite	31.03.2024	Limit compliance
3	Financing from temporary resources	max. 50%	Low	0.58%	yes
4	Portfolio liquidity (percentage of liquid portfolio in total assets)	min. 35%	Medium	56.47%	yes

Counterparty risk**Issuer risk – subcategories:**

1	Exposure to high-insolvency risk companies	max. 10%	Low	0.00%	yes
2	Exposure to non-listed companies	max. 40%	According to law	12.44%	yes
3	Entity concentration risk	10% / 40%	According to law	18.65%	yes

Operational risk

1	Operational risk– standardised approach	max. 7.5%	Medium	2.25%	yes
---	---	-----------	--------	-------	-----

Leverage

1	Leverage – Gross Method	max. 2.0	Low	1.04	yes
2	Leverage – Commitment Method	max. 2.0	Low	1.05	yes

The structure of the financial instrument portfolio complies with the requirements and limits provided for by the legislation in force applicable to Alternative Investment Funds. As concerns the internally established limits, all indicators fall within the undertaken maximum levels. The capital markets continue to be characterized by a high degree of unpredictability and remain vulnerable from the perspective of high volatility periods (a fact that could determine an increase of VaR or NAVPS Volatility indicators as compared to their current level).

The leverage ratio indicator, determined according to the provisions of the Regulation (EU) No. 231/2013 supplementing Directive 2011/61/EU with regard to general operating conditions, depositaries, leverage, transparency and supervision, recorded at 31.03.2024 a low level according to the materiality threshold, calculated by both methods. Given that **Transilvania Investments** does not hold positions on derivative financial instruments, the value of the leverage ratio indicator, calculated according to the commitment method, does not differ from the value calculated according to the gross method (there is no compensation between long and short positions; leverage ratio according to the gross method = 1.04, leverage ratio according to the commitment method = 1.05).

**Gross Method= (Total Assets Exposure – Cash and Cash equivalents –
Reinvested Loans Adjustments) / (Net Asset Value)**

31.03.2024

Total assets	Net assets	Cash and Cash Equivalents
1,941,876,698.75	1,850,510,509.50	15,788,241.93
Leverage Ratio according to the Gross Method		1.04

Commitment Method = Total Assets Exposure / Net Asset Value

31.03.2024

Total assets	Net assets	
1,941,876,698.75	1,850,510,509.50	
Leverage Ratio according to the Commitment Method		1.05



CHAPTER 4

Financial position and performance at 31.03.2024

The interim condensed financial statements as at 31.03.2024 have been prepared in accordance with the F.S.A. Rule no. 39/2015 on the approval of the accounting regulations compliant with I.F.R.S., applicable to entities authorized, regulated and supervised by F.S.A. from the Financial Instruments and Investments Sector, as subsequently amended and supplemented, and they have not been audited.

At the end of Q1 2024 the financial position of the Company is summarized as follows:

Statement of financial position

–RON–

Description	31 March 2024	31 December 2023	31 March 2023
Cash and cash equivalents	16,776,224	60,202,503	17,222,710
Financial assets measured at fair value through profit or loss	803,448,375	811,804,885	710,305,222
Government securities measured at fair value through profit or loss	69,742,934	52,347,521	46,969,677
Financial assets measured at fair value through other comprehensive income	1,028,106,488	875,074,595	650,938,525
Financial assets at amortised cost	2,262,065	2,955,488	376,237

Description	31 March 2024	31 December 2023	31 March 2023
Other assets	769,382	569,634	1,071,432
Intangible assets	108,265	124,564	68,390
Property, plant and equipment	19,819,191	20,018,840	19,085,706
Investment property	-	-	2,119,862
Rights of use assets under leases	843,775	902,902	3,304,140
Total assets	1,941,876,699	1,824,000,932	1,451,461,901
Financial liabilities	12,320,989	15,071,538	26,565,506
Lease liabilities	999,363	1,009,620	3,776,487
Deferred income tax liabilities	75,340,991	57,027,539	29,746,089
Current income tax liabilities	654,408	15,055,236	5,542,236
Other liabilities	1,414,600	2,435,052	1,188,320
Provisions for risks and charges	635,838	635,838	2,105,540
Total liabilities	91,366,189	91,234,823	68,924,178
Share capital	216,244,380	216,244,380	216,244,380
Retained earnings	410,689,467	390,300,023	241,305,466
Revaluation reserves on financial assets at fair value through other comprehensive income	392,073,146	292,981,541	123,549,149
Revaluation reserve for property, plant and equipment	15,421,454	15,421,454	15,602,907
Other reserves	816,729,660	815,626,279	784,587,797
Equity-based payments to employees and management	2,660,507	2,668,181	4,908,273
Own shares	(3,308,103)	(475,749)	(3,660,247)
Total equity	1,850,510,510	1,732,766,109	1,382,537,724
Total liabilities and equity	1,941,876,699	1,824,000,932	1,451,461,901

As at 31.03.2024, the **total assets** of the Company increased by RON 490.41 million compared to the corresponding period of 2023 and by RON 117.88 million compared to the end of the previous year.

The Company's **liabilities** at the end of Q1 2024 totalize RON 91.37 million, higher by RON 22.44 million than the value recorded in the same period of the previous year.

The liabilities with maturities longer than 1 year, represented by deferred tax calculated for the gain from fair value differences for the financial assets measured at fair value through other comprehensive income, increased by 153.28% compared to 31.03.2023.

As compared to the same period of the previous year, the Company's **equity** as at 31.03.2024 recorded an increase of RON 467.97 million.

Evolution of the net asset value

The Company's Statement of assets and liabilities, respectively the report on N.A.V. and N.A.V.P.S., is prepared monthly, for the end of the last day of the month, in the format requested by the F.S.A.

(according to Annex 10 to the F.S.A. Regulation no. 7/2020). The net asset value is calculated monthly by the Company, certified by the depositary company BRD – Groupe Société Générale S.A. Bucharest and sent to the F.S.A. and B.S.E. by the 15th of the following month, at the latest, and published on the Company's website.

The monthly net asset value is calculated as difference between the total value of the assets held and the aggregate value of the Company's liabilities and deferred income.

The net asset value as at 31.03.2024, compared to the same period of the previous year, has the following evolution:

-RON-

Indicators	Results as at:		Evolution (%) Results 2024 / Results 2023	
	31 March 2024	31 March 2023		
Total assets – calculated value	1,941,876,699	1,451,461,901	133.79	
Total liabilities – calculated value	90,435,692	66,818,638	135.35	
Net asset value*)	RON	1,850,510,510	1,382,537,724	133.85
	RON/share	0.8599	0.6432	133.69

Source: Transilvania Investments

*) Calculated according to the internal procedure compliant with the F.S.A. Regulation no. 9/2014, procedure available on the Company's website: www.transilvaniainvestments.ro.

Statement of profit or loss and other comprehensive income

-RON-

Description	31 March 2024	31 December 2023	31 March 2023
Dividend income	11,966,464	98,477,235	23,820
Bank interest income	513,144	2,684,194	830,362
Income from bonds and government securities measured at fair value through profit or loss	529,609	1,913,399	505,057
Net gain/ (loss) on financial assets measured at fair value through profit or loss	11,339,537	153,310,939	29,788,379
Operating income	43,046	25,965,457	129,647
Total net income	24,391,800	282,351,224	31,277,265
Personnel benefit expense	(5,174,976)	(18,219,434)	(4,562,279)
Commissions and fees expense	(640,543)	(2,489,823)	(623,649)
Impairment of financial assets	-	1,666,921	1,719
Operating expenses	(2,055,632)	(12,706,597)	(2,395,877)
Financing costs	(3,433)	(39,273)	(12,325)
(Losses)/reversal of losses from provisions	-	1,207,201	-
Total expenses	(7,874,584)	(30,581,005)	7,592,411

Description	31 March 2024	31 December 2023	31 March 2023
Profit before tax	16,517,216	251,770,219	23,684,854
Income tax (benefit/expense)	175,314	(14,728,512)	269,322
Net profit for the period	16,692,530	237,041,707	23,954,176
Other comprehensive income – Items that will not be reclassified to profit or loss:			
Gain/(loss) from revaluation of financial assets measured at fair value through other comprehensive income, net of deferred tax	102,788,519	169,769,795	998,030
Increase / (Decrease) in the revaluation reserve of property, plant and equipment, net of deferred tax	-	107,940	-
Other comprehensive income – total	102,788,519	169,877,735	998,030
Total comprehensive income for the period	119,481,049	406,919,442	24,952,207
Earnings per share	0.0077	0.1100	0.0111
Diluted earnings per share	0.0077	0.1100	0.0111

Achievement of the 2024 Revenue and Expenditure Budget

–RON thousand–

INDICATORS	REB Year 2024	REB Q1 2024	Results Q1 2024
Dividend income	56,800	11,500	11,966
Bank interest /government securities interest income	4,000	1,000	1,043
Gain/Loss on financial assets measured at fair value through profit or loss (including the trading activity)	42,600	10,000	11,340
Other operating income	8,000	-	43
Total net income	111,400	22,500	24,392
Personnel expense	(15,000)	(3,750)	(4,079)
Stock option plan expense	(3,600)	(1,100)	(1,096)
Commissions and fees expense	(2,600)	(650)	(641)
Other operating expenses	(9,900)	(2,475)	(2,059)
Total expenses	(31,100)	(7,975)	(7,875)
Profit before tax	80,300	14,525	16,517

Source: Transilvania Investments Alliance

As presented above, the **net income** recorded in the first quarter of 2024 is RON 1.89 million higher than the value provided for in the Revenue and expenditure budget for Q1 2024.

The operating expenses as at 31.03.2024 amount to RON 7.87 million, being RON 0.1 million lower than those provided for in the Revenue and expenditure budget for the first quarter of 2024.

The profit before tax recorded as at 31.03.2024, worth RON 16.52 million, exceeds by RON 1.99 million the amount provided for in the Revenue and expenditure budget for Q1 2024 and accounts for 20.57% of the profit provided for the entire year 2024.

Statement of cash flows

The statement of cash flows as at 31.03.2024, compared to 31.03.2023, is the following:

-RON-

Description	31 March 2024	31 March 2023
Cash flows from operating activities- total, out of which:	(39,499,485)	(27,633,909)
Receipts from clients	-	79,759
Payments to suppliers and employees	(5,318,757)	(4,679,366)
Maturity proceeds of government securities	-	653,983
Proceeds from sale of equity investments	36,579,633	56,052,654
Payments for purchase of equity investments	(65,469,473)	(78,089,944)
Income tax paid	(15,297,072)	-
Interest received	513,144	830,362
Dividends received (net of withholding tax)	11,904,069	23,820
Payments of contributions, fees, taxes owed to the state budget	(1,826,012)	(1,884,341)
Other payments related to Company's operation	(495,399)	(421,793)
Other payments afferent to investment activity (including trading sales commission)	(89,618)	(199,043)
Cash flows from investment activities- total, out of which:	(51,290)	(1,309,241)
Payments for purchase of tangible and intangible assets	(51,290)	(1,309,241)
Receipts from sale of tangible assets	-	-
Cash flows from financing activities- total, out of which:	(3,875,504)	(1,008,136)
Dividends paid to shareholders (including dividend tax)	(1,053,760)	(141,922)
Payments related to lease contracts	(55,802)	(54,245)
Payments for own shares bought-back	(2,765,942)	(811,969)
Net increase/(decrease) of cash and cash equivalents	(43,426,279)	(29,951,286)
Cash and cash equivalents at the beginning of the year	60,202,503	47,173,996
Cash and cash equivalents at the end of the period	16,776,224	17,222,710

Economic and financial indicators as at March 31, 2024

Indicator	Calculation Method	Result
Current liquidity ratio ¹⁾ (coefficient)	$\frac{\text{Current assets}}{\text{Current liabilities}}$	1.05
Indebtedness indicator ²⁾ (%)	$\frac{\text{Loan capital}}{\text{Equity}} \times 100$	-
Clients' debt rotation speed ³⁾ (days)	$\frac{\text{Average clients balance (total receivables)}}{\text{Turnover}} \times 180$	-
Non-current assets rotation speed ⁴⁾ (coefficient)	$\frac{\text{Turnover}}{\text{Non-current assets}}$	-
Earnings per share (RON) ⁵⁾	$\frac{\text{Net profit / Net loss}}{\text{Number of shares}}$	0.0077
NAV per share, calculated according to F.S.A. Regulation no. 9/2014 (RON/share) ⁶⁾	$\frac{\text{Calculated asset value}}{\text{Number of shares}}$	0.8599

Source: *Transilvania Investments*

Note: *The indicators are calculated according to Annex no. 13 to F.S.A Regulation no. 5/2018.*

¹⁾ This indicator guarantees the covering of the current liabilities from current assets.

²⁾ It reflects the effectiveness of the credit risk management. As at 31.03.2024, the Company does not have bank loans.

³⁾ It reflects the Company's effectiveness in collecting its receivables, respectively the average number of days during which the debtors pay their debts to the Company. In the case of SIFs, turnover means the total net income from the current activity and in order to establish the average clients' balance all net receivables included in the balance sheet were calculated, the highest values being held by the debts resulting from dividends and related accessories, due and not collected.

⁴⁾ It reflects the effectiveness of the non-current assets management.

⁵⁾ Calculated by reference to the average weighted number of issued ordinary shares existing during the period, excluding the average number of bought-back shares held by Transilvania Investments at the reporting date.

⁶⁾ Calculated by reference to the number of issued and outstanding ordinary shares.

Stela Corpacian
Executive Vice-President

Răzvan-Legian Raț
Executive Vice-President

Statement of assets and liabilities of Transilvania Investments Alliance as at 31.03.2024, prepared in accordance with Annex 10 of F.S.A. Regulation 7/2020

Certified by BRD – Groupe Société Générale S.A. Bucharest

		RON	% of total assets
1	Intangible Assets	108,265.27	0.01
2	Tangible Assets	19,819,190.70	1.02
3	Investment Property	0.00	0.00
4	Biological Assets	0.00	0.00
5	Right-Of-Use Assets Under Leases	843,775.36	0.04
6	Financial Assets, out of which:	1,988,346,329.87	102.39
6.1	Financial Assets at Amortized Cost, out of which:	1,387,362.29	0.07
6.1.1	Accounts Receivable from Share Sales to be settled during the next month	1,049,995.60	0.05
6.2	Financial Assets at Fair Value through Profit or Loss	958,852,479.47	49.38
6.2.1	Shares	871,903,546.29	44.90
6.2.1.1	Listed Shares	713,414,398.64	36.74
6.2.1.1.1	Shares Listed on Romanian Markets	713,414,398.64	36.74
6.2.1.1.2	Shares Listed on Markets in EU Member States	0.00	0.00
6.2.1.1.3	Shares Listed on Markets in Third Countries	0.00	0.00
6.2.1.3	Unlisted Shares	158,489,147.65	8.16
6.2.1.3.1	Domestic Unlisted Shares	158,489,147.65	8.16
6.2.1.3.2	Foreign Unlisted Shares	0.00	0.00
6.2.2	UCITS and/or AIF Equity Securities	24,591,431.92	1.27
6.2.2.1	Listed Shares	3,540,695.08	0.18
6.2.2.2	Listed Fund Units	0.00	0.00
6.2.2.2.1	Fund Units Listed on Romanian Markets	0.00	0.00
6.2.2.2.2	Fund Units Listed on Markets in EU Member States	0.00	0.00
6.2.2.2.3	Fund Units Listed on Markets in Third Countries	0.00	0.00
6.2.2.3	Unlisted Fund Units	21,050,736.84	1.08
6.2.3	Bonds	62,357,501.26	3.21
6.2.3.1	Municipal Bonds	0.00	0.00
6.2.3.2	Corporate Bonds	0.00	0.00
6.2.3.2.1	Listed Corporate Bonds	0.00	0.00
6.2.3.3	Government Securities	62,357,501.26	3.21
6.3	Financial Assets at Fair Value Through Other Comprehensive Income	1,028,106,488.11	52.94
6.3.1	Shares	899,364,466.29	46.31
6.3.1.1	Listed Shares	886,711,856.65	45.66
6.3.1.1.1	Shares Listed on Romanian Markets	886,711,856.65	45.66
6.3.1.1.2	Shares Listed on Markets in EU Member States	0.00	0.00
6.3.1.1.3	Shares Listed on Markets in Third Countries	0.00	0.00
6.3.1.3	Unlisted Shares	12,652,609.64	0.65
6.3.2	UCITS and/or AIF Equity Securities	128,446,274.36	6.62
6.3.2.1	Listed Shares	58,265,529.36	3.00

		RON	% of total assets
6.3.2.2	Unlisted Shares	0.00	0.00
6.3.2.3	Equity Holdings	70,180,745.00	3.61
6.3.3	Equity interests	295,747.46	0.02
7	Cash and Cash Equivalents	1,983,478.97	0.10
7.1	Cash and cash equivalents - current accounts	1,983,478.97	0.10
7.2	Credit line used	0.00	0.00
8	Bank Deposits	14,794,555.03	0.76
9	Other Assets	-84,583,304.14	-4.36
9.1	Dividends or Other Accounts Receivable	62,395.20	0.00
9.2	Newly issued securities out of which:	7,385,432.62	0.38
9.2.1	Government Securities	7,385,432.62	0.38
9.3	Other Assets	-92,031,131.96	-4.74
10	Prepaid Expenses	564,407.69	0.03
11	TOTAL ASSETS	1,941,876,698.75	100.00
12	TOTAL LIABILITIES, out of which:	90,435,692.25	
12.1	Financial Assets at Amortized Cost	13,320,352.70	
12.1.1	Dividends Payable	10,227,271.28	
12.1.2	Amounts Owed to Credit and Leasing Institutions	999,363.34	
12.1.3	Trade Payables	1,957,269.79	
12.1.4	Advance Payments from Customers	30.00	
12.1.5	Accounts Payable to Companies within the Group	0.00	
12.1.6	Accounts Payable Related to Participation Interests	0.00	
12.1.7	Accounts Payable for Share Acquisitions to be settled during next month	136,418.29	
12.2	Deferred Income Tax Liabilities	75,340,990.60	
12.3	Other Liabilities- total, out of which:	1,774,348.95	
12.3.1	Amounts Subscribed and Not Paid-In to Share Capital Increases and Bond Issues	0.00	
12.3.2	Other Liabilities	1,774,348.95	
13	Provisions for Risks and Taxes	930,497.00	
14	Deferred Income	0.00	
15	Shareholders' Equity, out of which:	1,850,510,509.67	
15.1	Subscribed and Paid-in Share Capital	216,244,379.70	
15.2	Equity- related Items	0.00	
15.3	Other Shareholders' Equity Items	394,733,652.31	
15.3.1	Changes in the Fair Value of Non-Monetary Financial Assets Measured at Fair Value through Other Comprehensive Income	392,073,145.77	
15.4	Capital-Related Premium	0.00	
15.5	Revaluation Reserves	15,421,454.27	
15.6	Reserves	816,729,659.57	
15.7	Own Shares	-3,308,103.03	
15.8	Retained Earnings	393,996,937.21	
15.9	Profit (Loss) For the Period	16,692,529.64	
15.10	Profit Appropriation	0.00	

		RON	% of total assets
16	NET ASSET VALUE	1,850,510,509.50	
17	NUMBER OF SHARES ISSUED AND OUTSTANDING*	2,152,085,797	
18	NET ASSET VALUE PER SHARE (RON/share)	0.8599	
19	Number of Companies in Portfolio – total, out of which:	70	
19.1	Companies Admitted to Trading on an EU Trading Venue	45	
19.2	Companies Admitted to Trading on a Stock Exchange in a Third Country	0	
19.3	Companies Not Admitted to Trading	25	
20	Number of Investment Funds in which the Company holds Fund Units – total, of which:	5	
20.1	Number of Open-End Investment Funds	3	
20.2	Number of Closed-End Investment Funds	2	
21	Newly issued securities (Number of Companies)	0	
22	Number of Investment Funds in which the Company holds Equity Holdings	1	

* In accordance with art. 47 para. (4) of the F.S.A. Regulation no. 7/2020 regarding the NAVPS calculation, this position represents: "the number of shares issued and outstanding as at that date, excluding the own shares redeemed by the Company".

Note: The methodology for the calculation of the net asset value is available on the Company's website: www.transilvaniainvestments.ro – "Rules and methods regarding the valuation of Transilvania Investments Alliance's financial assets".

Executive Vice-President
BULIGA MIHAI

Certified by the Depository Company
BRD – Groupe Société Générale S.A.
Bucharest

Executive Vice-President
CORPACIAN STELA

Securities Division
Director Claudia IONESCU

Verified by: _____

FINANCIAL DEPARTMENT
Head of Department
VERES DIANA

PORTFOLIO MANAGEMENT DEPARTMENT,

Compliance Officer
STOICA MIHAELA CORINA

Annex drafted in accordance with art. 38 para. (4) of Law no. 243/2019

Transilvania Investments Alliance's portfolio assets valuated based on valuation methods in accordance with the International Valuation Standards, as at 31.03.2024

Pos.	Tax Code	Company name	Symbol	No. of shares held	Value		Valuation Report Number and Date	Valuation Report	Remarks	Weight in issuer's share capital (%)	Weight in SIF's total assets (%)
					RON / share	Total value					
Listed on AeRO (SMT/SOT)											
1	1102041	ARO-PALACE SA	ARO	345,704,600	0.1980	68,449,510.80	1457 / 13.03.2024	YES *		85.740	3.525
2	23058338	CASA ALBA INDEPENDENTA SIBIU	CAIN	782,468	53.1362	41,577,376.14	1458 / 13.03.2024	YES *		53.350	2.141
3	327763	COCOR SA	COCR	30,911	117.0725	3,618,828.05	1459 / 13.03.2024	YES *		10.250	0.186
4	742395	DORNA TURISM SA	DOIS	455,793	5.9511	2,712,469.72	1461 / 13.03.2024	YES *		32.010	0.140
5	1118838	DUPLEX SA	DUPX	32,772	17.5261	574,365.35	4342 / 30.06.2023	YES **		26.870	0.030
6	803115	EMAILUL SA	EMAI	729,551	4.8222	3,518,040.83	1462 / 13.03.2024	YES *		28.930	0.181
7	752	FEPER SA	FEP	312,123,729	0.1676	52,311,936.98	1463 / 13.03.2024	YES *		85.800	2.694
8	2577677	INDEPENDENTA SA	INTA	1,530,636	11.2213	17,175,725.75	1297 / 05.03.2024	YES **		53.300	0.884
9	1122928	MECANICA CODLEA SA	MEOY	60,156,150	0.0959	5,768,974.79	1465 / 13.03.2024	YES *		81.070	0.297
10	1113237	MECON SA	MECP	58,966	11.6292	685,727.41	8032 / 27.12.2023	YES **		12.280	0.035
11	2423562	NEPTUN-OLIMP SA	NEOL	30,194,757	0.1951	5,890,997.09	1466 / 13.03.2024	YES *		41.180	0.303
12	1108834	ROMRADIATOARE SA BRASOV	RRD	11,477,141	0.7605	8,728,365.73	1467 / 13.03.2024	YES *		76.510	0.449
13	790619	SEMBRAZ SA	SEBZ	719,900	5.4566	3,928,206.34	8034 / 27.12.2023	YES **		90.970	0.202
14	14686600	SERVICE NEPTUN 2002 SA	SECE	3,610,420	0.8847	3,194,138.57	4344 / 30.06.2023	YES **		39.620	0.164
15	9845734	TRANSILVANIA LEASING SI CREDIT IFN SA BRASOV	TSLA	489,989,149	0.0568	27,831,383.66	1471 / 13.03.2024	YES *		95.190	1.433
16	1849307	TRATAMENT BALNEAR BUZIAS SA	BALN	145,615,772	0.0370	5,387,783.56	1472 / 13.03.2024	YES *		91.870	0.277
17	559747	TURISM COVASNA SA	TUAA	439,760,355	0.0759	33,377,810.94	1473 / 13.03.2024	YES *		92.940	1.719
18	4241753	TUSNAD SA	TSND	250,123,400	0.0702	17,558,662.68	1475 / 13.03.2024	YES *		82.880	0.904

Pos.	Tax Code	Company name	Symbol	No. of shares held	Value		Valuation Report Number and Date	Valuation Report	Remarks	Weight in issuer's share capital (%)	Weight in SIF's total assets (%)
					RON / share	Total value					
19	2410198	UTILAJ GREU SA	UTGR	476,226	9.9582	4,742,353.75	1476 / 13.03.2024	YES *		70.390	0.244
20	23058320	VIROLA-INDEPENDENTA SIBIU	VIRO	74,307	87.8481	6,527,728.77	1477 / 13.03.2024	YES *		53.620	0.336

Unlisted

21	14662474	APOLLO ESTIVAL 2002 SA		2,350,890	1.5603	3,668,093.67	4338 / 30.06.2023	YES **		39.620	0.189
22	405195	ARCOM S.A. BUCURESTI		667	14.2729	9,520.02	4339 / 30.06.2023	YES **		0.020	0.000
23	41850416	CCP.RO BUCHAREST S.A.		142,500	6.7692	964,611.00	4340 / 30.06.2023	YES **	Share capital increase	1.570	0.050
24	1559737	CONTINENTAL HOTELS SA BUCURESTI		2,729,171	3.4274	9,353,960.69	1460 / 13.03.2024	YES *		9.300	0.482
25	9638020	DEPOZITARUL CENTRAL SA BUCURESTI		10,128,748	0.0883	894,368.45	8028 / 27.12.2023	YES **		4.000	0.046
26	1170151	FERMIT SA		151,468	8.2974	1,256,790.58	8029 / 27.12.2023	YES **		16.370	0.065
27	18846755	GRUP BIANCA TRANS SA		8,983,920	0.1863	1,673,704.30	8030 / 27.12.2023	YES **		82.720	0.086
28	8012400	INTERNATIONAL TRADE&LOGISTIC CENTER SA		81,708,428	0.1270	10,376,970.36	1464 / 13.03.2024	YES *		87.300	0.534
29	42630141	KOGNITIVE MANUFACTURING TECH S.R.L.		238	1,242.6364	295,747.46	4343 / 30.06.2023	YES **		2.550	0.015
30	49303350	NOVA TOURISM CONSORTIUM SA		9,035,154	10.0000	90,351,540.00	8033 / 27.12.2023	YES **	Share capital increase	100.000	4.653
31	33782418	SOCIETATEA DE INVESTITII CERTINVEST IMM S.A.		1,125	154.0968	173,358.90	4341 / 30.06.2023	YES **		15.630	0.009
32	2577839	SOFT APLICATIV SI SERVICII SA		51,996	31.0323	1,613,555.47	1468 / 13.03.2024	YES *	Dividend distribution	30.860	0.083
33	14630120	TOMIS ESTIVAL 2002 SA		522,893	1.8163	949,730.56	1299 / 05.03.2024	YES **		39.620	0.049
34	46047311	TRANSILVANIA INVESTMENTS ALLIANCE EQUITY S.A.		1,270,989	6.4939	8,253,675.47	1469 / 13.03.2024	YES *		100.000	0.425

Pos.	Tax Code	Company name	Symbol	No. of shares held	Value		Valuation Report Number and Date	Valuation Report	Remarks	Weight in issuer's share capital (%)	Weight in SIF's total assets (%)
					RON / share	Total value					
35	7800027	TRANSILVANIA INVESTMENTS ALLIANCE REAL ESTATE SA		153,410	118.9540	18,248,733.14	1470 / 13.03.2024	YES *		99.800	0.940
36	32947925	TRANSILVANIA INVESTMENTS RESTRUCTURING SA		149,997	7.9692	1,195,356.09	8035 / 27.12.2023	YES **		100.000	0.062
37	26261034	TURISM LOTUS FELIX SA		484,853,142	0.0457	22,157,788.59	1474 / 13.03.2024	YES *		38.270	1.141
TOTAL						484,997,891.66					24.973

Explanatory note: For the holdings whose value is estimated based on a valuation report, the valuation approaches and methodology used are those defined by the valuation standards in force, these being included in the 'Asset valuation policy and procedure.'

Transilvania Investments Alliance's leverage and exposure, calculated in accordance with the Regulation (EU) no. 231/2013

Method	Leverage ratio	Exposure
Gross method	104.08%	1,926,088,457
Commitment method	104.94%	1,941,876,699

Caption:

YES* = Third-party evaluator

YES** = TRANSILVANIA INVESTMENTS ALLIANCE

Remark = Valuation report + correction according to corporate event

Note: This statement is prepared only for companies whose share price used for the calculation of the Net Asset Value was determined based on a Valuation Report.

Executive Vice-President
BULIGA MIHAI

Executive Vice-President
CORPACIAN STELA

PORTFOLIO MANAGEMENT
DEPARTMENT
Financial Analyst
POPA CRISTINA MARIA

Certified by BRD-Groupe Societé
Générale S.A.
Director: Claudia Ionescu

Detailed statement of investments as at 31.03.2024, prepared in accordance with Annex 11 of F.S.A. Regulation 7/2020

Statement of Assets and Liabilities as at 31.03.2024

No.	Item	Beginning of the reporting period (31.12.2023)				End of the reporting period (31.03.2024)				Differences
		% of net assets	% of total assets	Currency	RON	% of net assets	% of total assets	Currency	RON	RON
1	I. Total assets	105.265	100.000	72,226,999	1,751,773,931	104.937	100.000	71,994,151	1,869,882,547	117,875,768
2	I.1. Securities and money market instruments, out of which:	85.663	81.378	0	1,484,339,496	88.370	84.212	0	1,635,287,161	150,947,665
3	I.1.1. Securities and money market instruments admitted to trading or traded on a regulated market in Romania, out of which:	85.663	81.378	0	1,484,339,496	88.370	84.212	0	1,635,287,161	150,947,665
4	I.1.1.1. – Shares	83.663	79.478	0	1,449,678,769	86.469	82.401	0	1,600,126,255	150,447,486
5	I.1.1.2. – Bonds	0.000	0.000	0	0	0.000	0.000	0	0	0
6	I.1.1.3. – Government securities	2.000	1.900	0	34,660,727	1.900	1.811	0	35,160,906	500,179
7	I.1.2. Securities and money market instruments admitted to trading or traded on a regulated market in a Member State, out of which:	0.000	0.000	0	0	0.000	0.000	0	0	0
8	I.1.2.1. – Shares	0.000	0.000	0	0	0.000	0.000	0	0	0
9	I.1.2.2. – Bonds	0.000	0.000	0	0	0.000	0.000	0	0	0
10	I.1.2.3. – Government securities	0.000	0.000	0	0	0.000	0.000	0	0	0
11	I.1.3. Securities and money market instruments admitted to official stock exchange listing in a Third Country or negotiated on another regulated market in a Third Country	0.000	0.000	0	0	0.000	0.000	0	0	0
12	I.1.3.1. – Shares	0.000	0.000	0	0	0.000	0.000	0	0	0
13	I.1.3.2. – Bonds	0.000	0.000	0	0	0.000	0.000	0	0	0
14	I.1.3.3. – Government securities	0.000	0.000	0	0	0.000	0.000	0	0	0
15	I.2. Newly issued securities, out of which:	0.000	0.000	0	0	0.399	0.380	0	7,385,433	7,385,433
16	I.2.1. – Government securities	0.000	0.000	0	0	0.399	0.380	0	7,385,433	7,385,433
17	I.3. Other securities and money market instruments referred to in art. 83 para. (1) indent a) of G.E.O no. 32/2012, out of which:	10.116	9.610	0	175,282,653	9.248	8.813	0	171,141,757	-4,140,896

No.	Item	Beginning of the reporting period (31.12.2023)				End of the reporting period (31.03.2024)				Differences
		% of net assets	% of total assets	Currency	RON	% of net assets	% of total assets	Currency	RON	RON
18	I.3.1. – Unlisted shares	10.116	9.610	0	175,282,653	9.248	8.813	0	171,141,757	-4,140,896
19	I.3.2. – Unlisted bonds	0.000	0.000	0	0	0.000	0.000	0	0	0
20	I.4. Bank deposits, out of which:	3.285	3.121	0	56,929,249	0.799	0.762	0	14,794,555	-42,134,694
21	I.4.1. Bank deposits set up with credit institutions in Romania	3.285	3.121	0	56,929,249	0.799	0.762	0	14,794,555	-42,134,694
22	I.4.2. Bank deposits set up with credit institutions in a Member State	0.000	0.000	0	0	0.000	0.000	0	0	0
23	I.4.3. Bank deposits set up with credit institutions in a Third Country	0.000	0.000	0	0	0.000	0.000	0	0	0
24	I.5. Derivatives traded on a regulated market	0.000	0.000	0	0	0.000	0.000	0	0	0
25	I.6. Current accounts and cash	0.189	0.179	1,962,913	1,310,340	0.107	0.102	989,793	993,687	-1,289,773
26	I.6.1. Cash and cash equivalents – current accounts	0.189	0.179	1,962,913	1,310,340	0.107	0.102	989,793	993,687	-1,289,773
27	I.6.2. Credit line used	0.000	0.000	0	0	0.000	0.000	0	0	0
28	I.7. Money market instruments, other than those traded on a regulated market, in accordance with art. 82 indent g) of G.E.O. no. 32/2012 – Repo type contracts on securities	1.021	0.970	0	17,686,793	1.470	1.401	0	27,196,595	9,509,802
29	I.7.1. – Government securities	1.021	0.970	0	17,686,793	1.470	1.401	0	27,196,595	9,509,802
30	I.8. AIF/UCITS equity securities	8.795	8.355	70,252,769	82,146,716	8.270	7.881	70,180,745	82,856,961	638,221
31	I.8.1. Shares listed on the stock exchange	3.565	3.386	0	61,765,614	3.340	3.183	0	61,806,224	40,610
32	I.8.2. Fund units – Investment Funds	1.176	1.117	0	20,381,102	1.138	1.084	0	21,050,737	669,635
33	I.8.3. – Equity holdings	4.054	3.852	70,252,769	0	3.793	3.614	70,180,745	0	-72,024
34	I.9. Structured products	0.000	0.000	0	0	0.000	0.000	0	0	0
35	I.10. Equity interests	0.017	0.016	0	295,747	0.016	0.015	0	295,747	0
36	I.11. Dividends or other receivable rights	0.000	0.000	0	0	0.003	0.003	0	62,395	62,395
37	I.12. Preemptive/assignment rights	0.000	0.000	0	0	0.000	0.000	0	0	0
38	I.13. Other assets (amounts in transit, amounts at distributors, amounts at financial investment service firms, tangible and intangible assets, receivables etc.)	-3.821	-3.630	11,317	-66,217,063	-3.745	-3.569	823,613	-70,131,744	-3,102,385

No.	Item	Beginning of the reporting period (31.12.2023)				End of the reporting period (31.03.2024)				Differences
		% of net assets	% of total assets	Currency	RON	% of net assets	% of total assets	Currency	RON	RON
39	II. Total liabilities	5.265	5.002	0	91,234,823	4.937	4.705	0	91,366,189	131,367
40	II.1. Fees due to the A.I.F.M.	0.000	0.000	0	0	0.000	0.000	0	0	0
41	II.2. Fees due to the Depositary	0.002	0.002	0	28,665	0.002	0.002	0	30,792	2,127
42	II.3. Fees due to the intermediaries	0.000	0.000	0	0	0.000	0.000	0	0	0
43	II.4. Turnover fees and other bank service fees	0.000	0.000	0	0	0.000	0.000	0	0	0
44	II.5. Interest expense	0.058	0.055	0	1,009,620	0.054	0.051	0	999,363	-10,257
45	II.6. Issue expense	0.000	0.000	0	0	0.000	0.000	0	0	0
46	II.7. Fees and tariffs owed to the F.S.A.	0.008	0.007	0	131,050	0.008	0.007	0	141,746	10,696
47	II.8. Financial auditing expenses	0.000	0.000	0	0	0.000	0.000	0	0	0
48	II.9. Other approved expenses	5.198	4.938	0	90,065,488	4.874	4.645	0	90,194,288	128,801
49	II.10. Redemptions payable	0.000	0.000	0	0	0.000	0.000	0	0	0
50	III. Net Asset Value (I-II)	100.000	94.998	72,226,999	1,660,539,108	100.000	95.295	71,994,151	1,778,516,358	117,744,401

Net Asset Value per Share

Item	Current period (31.03.2024)	Corresponding period of the previous year (31.03.2023)	Differences
NET ASSET VALUE	1,850,510,509.50	1,382,537,723.54	467,972,785.96
NUMBER OF SHARES ISSUED AND OUTSTANDING*	2,152,085,797	2,149,395,520	2,690,277
NET ASSET VALUE PER SHARE (RON/share)	0.8599	0.6432	0.2167

* In accordance with art. 47 para. (4) of the F.S.A. Regulation no.7/2020 regarding the NAVPS calculation, this position represents: "the number of shares issued and outstanding as at that date, excluding the own shares redeemed by the Company"

DETAILED STATEMENT OF INVESTMENTS

I. Securities admitted to or traded on a regulated market in Romania

1. Shares traded during the last 30 trading days (working days)

No.	Issuer	Symbol	Date of last trading session	No. of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in RIAIF's total assets
					RON	RON	RON	%	%
1	ARO-PALACE SA *	ARO	26.03.2024	345,704,600	0.1000	0.1980	68,449,510.80	85.740	3.525
2	BANCA TRANSILVANIA SA	TLV	29.03.2024	13,008,371	10.0000	27.8400	362,153,048.64	1.629	18.650
3	BIROUL DE TURISM PENTRU TINERET (BTT) SA	BIBU	20.02.2024	576,540	2.5000	0.0000	0.00	10.644	0.000
4	BRD - GROUPE SOCIETE GENERALE S.A.	BRD	29.03.2024	13,830,472	1.0000	21.7000	300,121,242.40	1.985	15.455
5	BURSA DE VALORI BUCURESTI SA	BVB	29.03.2024	618,680	10.0000	64.4000	39,842,992.00	7.686	2.052
6	CASA ALBA INDEPENDENTA SIBIU *	CAIN	27.03.2024	782,468	2.5000	53.1362	41,577,376.14	53.348	2.141
7	COCOR SA *	COCR	29.02.2024	30,911	40.0000	117.0725	3,618,828.05	10.246	0.186
8	COMPA SA SIBIU	CMP	29.03.2024	3,353,936	0.1000	0.7300	2,448,373.28	1.533	0.126
9	CONDMAG BRASOV **	COMI	28.03.2024	19,000,000	0.1000	0.0000	0.00	4.982	0.000
10	DIGI Communications N.V.	DIGI	29.03.2024	135,801	0.0100	50.0000	6,790,050.00	0.020	0.350
11	EMAILUL SA *	EMAI	28.03.2024	729,551	2.5000	4.8222	3,518,040.83	28.926	0.181
12	EVERGENT INVESTMENTS S.A.	EVER	29.03.2024	40,191,007	0.1000	1.3150	52,851,174.21	4.179	2.722
13	FEPER SA *	FEP	29.03.2024	312,123,729	0.1000	0.1676	52,311,936.98	85.800	2.694
14	FONDUL PROPRIETATEA SA	FP	29.03.2024	14,488,846	0.5200	0.5200	7,534,199.92	0.256	0.388
15	HOLDE AGRI INVEST S.A.	HAI	29.03.2024	3,323,054	1.0000	0.9860	3,276,531.24	2.740	0.169
16	INDEPENDENTA SA *	INTA	19.03.2024	1,530,636	2.5000	11.2213	17,175,725.75	53.301	0.884
17	INFINITY CAPITAL INVESTMENTS S.A.	INFINITY	29.03.2024	759,813	0.1000	1.8700	1,420,850.31	0.152	0.073
18	MECANICA CODLEA SA *	MEOY	29.03.2024	60,156,150	0.1000	0.0959	5,768,974.79	81.072	0.297
19	MED LIFE S.A.	M	29.03.2024	730,183	0.2500	3.8700	2,825,808.21	0.137	0.146
20	NEPTUN-OLIMP SA *	NEOL	29.03.2024	30,194,757	0.1000	0.1951	5,890,997.09	41.185	0.303
21	OMV PETROM SA BUCURESTI	SNP	29.03.2024	206,620,366	0.1000	0.6735	139,158,816.50	0.332	7.166
22	ONE UNITED PROPERTIES	ONE	29.03.2024	3,611,263	0.2000	0.9590	3,463,201.22	0.095	0.178
23	PROSPECTIUNI SA BUCURESTI	PRSN	29.03.2024	41,129,011	0.1000	0.2440	10,035,478.68	5.728	0.517
24	PURCARI WINERIES PUBLIC COMPANY Ltd	WINE	29.03.2024	380,000	0.0100	15.2600	5,798,800.00	0.947	0.299
25	ROCA INDUSTRY HOLDINGROCK1 SA	ROC1	29.03.2024	99,976	10.0000	8.5000	849,796.00	0.402	0.044
26	ROMRADIATOARE SA BRASOV *	RRD	29.03.2024	11,477,141	1.6300	0.7605	8,728,365.73	76.514	0.449
27	S.N. NUCLEARELECTRICA	SNN	29.03.2024	133,258	10.0000	49.3000	6,569,619.40	0.044	0.338

No.	Issuer	Symbol	Date of last trading session	No. of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in RIAIF's total assets
					RON	RON	RON	%	%
28	S.N.G.N. ROMGAZ S.A.	SNG	29.03.2024	519,631	1.0000	56.1000	29,151,299.10	0.135	1.501
29	S.N.T.G.N. TRANSGAZ SA	TGN	29.03.2024	404,901	10.0000	19.4200	7,863,177.42	0.215	0.405
30	S.P.E.E.H. HIDROELECTRICA SA	H2O	29.03.2024	244,124	10.0000	134.0000	32,712,616.00	0.054	1.685
31	SERVICE NEPTUN 2002 SA *	SECE	21.03.2024	3,610,420	0.1000	0.8847	3,194,138.57	39.624	0.164
32	SOCIETATEA ENERGETICA ELECTRICA SA	EL	29.03.2024	637,825	10.0000	13.3200	8,495,829.00	0.184	0.438
33	TRANSILVANIA LEASING SI CREDIT IFN SA BRASOV *	TSLA	29.03.2024	489,989,149	0.1000	0.0568	27,831,383.66	95.194	1.433
34	TRATAMENT BALNEAR BUZIAS SA *	BALN	22.03.2024	145,615,772	0.1000	0.0370	5,387,783.56	91.871	0.277
35	TURISM COVASNA SA *	TUAA	29.03.2024	439,760,355	0.1000	0.0759	33,377,810.94	92.942	1.719
36	TURISM FELIX SA	TUFE	29.03.2024	456,960,465	0.1000	0.3040	138,915,981.36	93.032	7.154
37	TURISM, HOTELURI, RESTAURANTE MAREA NEAGRA SA***	EFO	29.03.2024	453,885,873	0.1000	0.4100	186,093,207.93	78.798	9.583
38	TUSNAD SA *	TSND	29.03.2024	250,123,400	0.1000	0.0702	17,558,662.68	82.876	0.904
TOTAL							1,642,761,628.39		84.596

* in accordance with the Fund Rules at the fair value determined based on a Valuation Report according to the valuation standards

** in accordance with the Fund Rules at 0 (zero) value – companies undergoing judicial reorganization

*** At 31.03.2024, the stake held in T.H.R. Marea Neagră S.A. (453,885,873 shares) includes 226,942,936 shares, which were transferred based on the partial asymmetric split-up project of the issuer, approved by the EGMS of December 2023. The effective adjustment of the stake held by Transilvania Investments in T.H.R. Marea Neagră will take place following the completion of the reduction of the share capital of T.H.R. Marea Neagră within its split-up process, after the registration date set by the EGMS of T.H.R. Marea Neagră (11.04.2024).

2. Shares not traded during the last 30 trading days (working days)

No.	Issuer	Symbol	Date of last trading session	No. of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital	Weight in RIAIF's total assets
					RON	RON	RON	%	%
1	DORNA TURISM SA	DOIS	29.12.2023	455,793	2.5000	5.9511	2,712,469.72	32.014	0.140
2	DUPLEX SA	DUPX	01.02.2024	32,772	2.5000	17.5261	574,365.35	26.867	0.030
3	MECON SA	MECP	03.04.2023	58,966	11.6000	11.6292	685,727.41	12.284	0.035
4	ORGANE DE ASAMBLARE SA	ORAS	15.12.2023	12,984,511	0.1000	0.0000	0.00	95.697	0.000
5	SEMBRAZ SA	SEBZ	11.09.2023	719,900	2.0000	5.4566	3,928,206.34	90.968	0.202
6	UTILAJ GREU SA	UTGR	12.01.2024	476,226	2.5000	9.9582	4,742,353.75	70.387	0.244
7	VIROLA-INDEPENDENTA SIBIU	VIRO	13.10.2023	74,307	2.5000	87.8481	6,527,728.77	53.616	0.336
TOTAL							19,170,851.34		0.987

3. Shares not traded during the last 30 trading days (working days) for which the financial statements are not obtained within 90 days from the legal submission dates

Not applicable

4. Preemptive / assignment rights

Not applicable

5. Bonds admitted to trading, issued or guaranteed by local public administration authorities / corporate bonds

Not applicable

6. Bonds admitted to trading, issued or guaranteed by central public administration authorities

Series	Date of last trading session	No. of bonds held	Acquisition date	Coupon date	Coupon maturity date	Initial value	Daily increase	Accrued interest	Accrued Discount / premium	Market price	Total value	Intermediary Bank	Weight in total bond issue	Weight in RIAIF's total assets
						RON	RON	RON	RON	%	RON		%	%
RO1624DBN027	29.03.2024	200	21.07.2022	29.04.2023	29.04.2024	910.486,68	88.80	29,924.86		99.7800	1,027,724.86	ING BANK	0.008	0.053
RO1624DBN027	29.03.2024	400	22.07.2022	29.04.2023	29.04.2024	1.826.475,81	177.60	59,849.72		99.7800	2,055,449.73	ING BANK	0.017	0.106
RO1624DBN027	29.03.2024	280	30.01.2023	29.04.2023	29.04.2024	1.344.100,25	124.32	41,894.80		99.7800	1,438,814.81	BANCA COMERCIALA ROMANA SA	0.012	0.074
RO1624DBN027	29.03.2024	800	14.12.2023	29.04.2023	29.04.2024	3.959.114,33	355.19	119,699.44		99.7800	4,110,899.45	ING BANK	0.033	0.212
RO1624DBN027	29.03.2024	900	27.12.2023	29.04.2023	29.04.2024	4.457.498,20	399.59	134,661.87		99.7800	4,624,761.89	ING BANK	0.037	0.238
RODD24CXRK47	29.03.2024	1.000	05.09.2023	28.07.2023	28.07.2024	4.776.172,81	498.63	123,162.60		97.0970	4,978,012.57	BANCA COMERCIALA ROMANA SA	0.041	0.256
RODD24CXRK47	29.03.2024	500	02.10.2023	28.07.2023	28.07.2024	2.391.668,20	249.32	61,581.30		97.0970	2,489,006.28	ING BANK	0.021	0.128
RODD24CXRK47	29.03.2024	500	02.10.2023	28.07.2023	28.07.2024	2.391.668,20	249.32	61,581.30		97.0970	2,489,006.28	BANCA COMERCIALA ROMANA SA	0.021	0.128
RODD24CXRK47	29.03.2024	1.000	19.10.2023	28.07.2023	28.07.2024	4.788.238,27	498.63	123,162.60		97.0970	4,978,012.57	Citibank	0.041	0.256
RODD24CXRK47	29.03.2024	800	14.12.2023	28.07.2023	28.07.2024	3.859.921,13	398.91	98,530.08		97.0970	3,982,410.05	BANCA COMERCIALA ROMANA SA	0.033	0.205
RODD24CXRK47	29.03.2024	600	27.12.2023	28.07.2023	28.07.2024	2.896.782,38	299.18	73,897.56		97.0970	2,986,807.54	BANCA COMERCIALA ROMANA SA	0.025	0.154
TOTAL											35,160,906.03			1.810

According to the Fund Rules, at fair value determined based on MID prices (accessed from Bloomberg- BVAL platform)

Note: For fixed-income instruments, the following valuation methods according to the Fund Rules are used:

- MID prices (accessed from Bloomberg-BVAL platform)
- Fair value measurement methods, according to the established valuation techniques.

7. Other securities admitted to trading on a regulated market

Not applicable

8. Amounts under settlement for securities admitted to trading or traded on a regulated market in Romania

No.	Issuer	Securities' type	Symbol	Unit value	No. of securities traded	Total value	Weight in the issuer's share capital / total bonds of an issuer	Weight in RIAIF's total assets
				RON		RON	%	%
1	S.N.G.N. ROMGAZ S.A.	Shares	SNG	54.9477	19,109	1,049,995.60	0.005	0.054
2	TRANSILVANIA INVESTMENTS ALLIANCE	Shares	TRANSI	0.3271	-417,000	-136,418.29	0.019	-0.007
TOTAL						913,577.31		0.047

II. Securities admitted to trading or traded on a regulated market in another Member State**1. Shares traded during the last 30 trading days (working days)**

Not applicable

2. Bonds admitted to trading, issued or guaranteed by local public administration authorities / corporate bonds

Not applicable

3. Bonds admitted to trading, issued or guaranteed by central public administration authorities

Not applicable

According to the Fund Rules, at fair value determined based on MID prices (accessed from Bloomberg – BVAL platform).

4. Other securities admitted to trading on a regulated market in another Member State

Not applicable

5. Amounts under settlement for securities admitted to trading or traded on a regulated market in another Member State

Not applicable

III. Securities admitted to trading or traded on a regulated market in a Third Country**1. Shares traded during the last 30 trading days (working days)**

Not applicable

2. Bonds admitted to trading, issued or guaranteed by local public administration authorities / corporate bonds, traded during the last 30 trading days

Not applicable

3. Other securities admitted to trading on a regulated market in a Third Country

Not applicable

4. Amounts under settlement for securities admitted to trading or traded on a regulated market in a Third Country

Not applicable

IV. Money market instruments admitted to trading or traded on a regulated market in Romania

Not applicable

Amounts under settlement for money market instruments admitted to trading or traded on a regulated market in Romania

Not applicable

V. Money market instruments admitted to trading or traded on a regulated market in another Member State

Not applicable

Amounts under settlement for money market instruments admitted to trading or traded on a regulated market in another Member State

Not applicable

VI. Money market instruments admitted to trading or traded on a regulated market in a Third Country

Not applicable

Amounts under settlement for money market instruments admitted to trading or traded on a regulated market in a Third Country

Not applicable

VII. Newly issued securities

1. Newly issued shares

Not applicable

2. Bonds newly issued by central public administration authorities (government securities)

Series	No. of bonds held	Acquisition date	Coupon date	Coupon maturity date	Initial value	Daily increase	Accrued interest	Accrued Discount / premium	Market price	Total value	Intermediary bank	Weight in total bond issue	Weight in RIAIF's total assets
					RON	RON	RON	RON	%	RON		%	%
RON7NMKOKQG2	1.400	26.03.2024	28.10.2023	28.10.2024	7,173,850.04	1,377.05	213,442.60		102.4570	7,385,432.62	ING BANK	0.066	0.380
TOTAL										7,385,432.62			0.380

According to the Fund Rules, at fair value determined based on MID prices (accessed from Bloomberg - BVAL platform).

3. Preemptive rights (after registration with the central depository, prior to admission to trading)

Not applicable

VIII. Other securities and money market instruments**VIII.1 Other securities****1. Shares not admitted to trading**

No.	Issuer	No. of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital / total bonds of an issuer	Weight in RIAIF's total assets
			RON		RON	%	%
1	APOLLO ESTIVAL 2002 SA	2,350,890	0.1000	1.5603	3,668,093.67	39.624	0.189
2	ARCOM S.A. BUCURESTI	667	7.2100	14.2729	9,520.02	0.023	0.000
3	CCP.RO BUCHAREST S.A.	142,500	10.0000	6.7692	964,611.00	1.572	0.050
4	CNM PETROMIN SA CONSTANTA	5,358,861	2.5000	0.0000	0.00	23.830	0.000
5	CONTINENTAL HOTELS SA BUCURESTI	2,729,171	3.3000	3.4274	9,353,960.69	9.302	0.482
6	DEPOZITARUL CENTRAL SA BUCURESTI	10,128,748	0.1000	0.0883	894,368.45	4.005	0.046
7	FELAM SA	374,907	2.5000	0.0000	0.00	36.223	0.000
8	FERMIT SA	151,468	2.5000	8.2974	1,256,790.58	16.372	0.065
9	GRUP BIANCA TRANS SA	8,983,920	0.1000	0.1863	1,673,704.30	82.720	0.086
10	ICIM SA	29,748	2.5000	0.0000	0.00	3.590	0.000
11	INTERNATIONAL TRADE&LOGISTIC CENTER SA	81,708,428	0.1000	0.1270	10,376,970.36	87.302	0.534
12	MECANICA SA	422,503	2.5000	0.0000	0.00	10.892	0.000
13	NOVA TOURISM CONSORTIUM SA ***	9,035,154	10.0000	10.0000	90,351,540.00	100.000	4.653

No.	Issuer	No. of shares held	Nominal value	Share value	Total value	Weight in the issuer's share capital / total bonds of an issuer	Weight in RIAIF's total assets
			RON		RON	%	%
14	PRAHOVA ESTIVAL 2002 SA	1,288,584	0.1000	0.0000	0.00	39.624	0.000
15	ROMAGRIBUZ VERGULEASA SA	280,631	2.5000	0.0000	0.00	37.298	0.000
16	SOCIETATEA DE INVESTITII CERTINVEST IMM S.A.	1,125	200.0000	154.0968	173,358.90	15.625	0.009
17	SOFT APLICATIV SI SERVICII SA	51,996	2.5000	31.0323	1,613,555.47	30.859	0.083
18	TOMIS ESTIVAL 2002 SA	522,893	0.1000	1.8163	949,730.56	39.624	0.049
19	TRANSILVANIA HOTELS & TRAVEL S.A.	1,123,180	2.5000	0.0000	0.00	37.014	0.000
20	TRANSILVANIA INVESTMENTS ALLIANCE EQUITY S.A.	1,270,989	10.0000	6.4939	8,253,675.47	99.999	0.425
21	TRANSILVANIA INVESTMENTS ALLIANCE REAL ESTATE SA	153,410	100.0000	118.9540	18,248,733.14	99.798	0.940
22	TRANSILVANIA INVESTMENTS RESTRUCTURING SA	149,997	10.0000	7.9692	1,195,356.09	99.998	0.062
23	TURISM LOTUS FELIX SA	484,853,142	0.1000	0.0457	22,157,788.59	38.268	1.141
24	VERITAS PANCIU SA	656,693	2.5000	0.0000	0.00	26.333	0.000
TOTAL					171,141,757.29		8.814

2. Shares traded within other systems than regulated markets

Not applicable

3. Shares not admitted to trading measured at zero value (lack of updated financial statements submitted to the Trade Register)

Not applicable

4. Bonds not admitted to trading

Not applicable

5. Amounts under settlement for shares traded within other systems than regulated markets

Not applicable

VIII.2. Other money market instruments referred to in art. 83 para. (1) indent a) of G.E.O. no. 32/2012

1. Commercial papers

Not applicable

IX. Current accounts and cash

1. Current accounts and cash, in RON

No.	Bank name	Present value	Weight in RIAIF's total assets
		RON	%
BANCA COMERCIALA ROMANA SA Sucursala BRASOV			
1	RO08RNCB0053008581440001	328,788.71	0.017
Total BANCA COMERCIALA ROMANA SA Sucursala BRASOV		328,788.71	0.017
BANCA TRANSILVANIA SA			
2	RO67BTRLRONVBSG422456701	2,029.27	0.000
3	RO40BTRLRONVBSG422456702	4,587.60	0.000
4	RO72BTRLRONDISB000739801	441,549.76	0.023
5	RO74BTRLRONCRT0422456702	9,765.97	0.001
6	RO04BTRLRONCRT0422456701	185,871.89	0.010
Total BANCA TRANSILVANIA SA		643,804.49	0.033
BRD - GROUPE SOCIETE GENERALE S.A.			
7	RO12BRDE080SV08838330800	2,193.32	0.000
Total BRD - GROUPE SOCIETE GENERALE S.A.		2,193.32	0.000
ING BANK			
8	RO27INGB0009008221788911	422.10	0.000
9	RO10INGB5011999910727283	2,526.01	0.000
10	RO85INGB0009008122758918	516.31	0.000
11	RO37INGB5011999910727282	9,459.80	0.000
Total ING BANK		12,924.22	0.001
TRANSILVANIA INVESTMENTS ALLIANCE			
12	Petty cash	5,976.17	0.000
Total TRANSILVANIA INVESTMENTS ALLIANCE		5,976.17	0.000
TOTAL		993,686.91	0.051

2. Current accounts and cash, in foreign currency

No.	Bank name	Present value	NBR exchange rate	Present value RON	Weight in RIAIF's total assets
		Currency			%
Current accounts and cash in EUR					
1	BANCA COMERCIALA ROMANA SA - RO78RNCB0053008581440002	5,020.03	4.9695	24,947.04	0.001
2	BRD - GROUPE SOCIETE GENERALE S.A. - RO90BRDE080SV27929280800	133,910.99	4.9695	665,470.66	0.034
3	ING BANK - RO34INGB0009008122750718	52,864.65	4.9695	262,710.88	0.014
Current accounts and cash in GBP					
1	BANCA COMERCIALA ROMANA SA - RO29RNCB0053008581442242	96.49	5.8126	560.86	0.000
Current accounts and cash in USD					
1	BANCA COMERCIALA ROMANA SA - RO67RNCB0053008581440006	93.45	4.6078	430.60	0.000
2	BRD - GROUPE SOCIETE GENERALE S.A. - RO58BRDE080SV35468760800	7,741.66	4.6078	35,672.02	0.002
TOTAL				989,792.06	0.051

X. Bank deposits by categories: deposits set up with credit institutions in Romania / in another Member State / in a Third Country

1. Bank deposits in RON

No.	Bank name	Set up date	Maturity date	Initial value	Daily increase	Accrued interest	Total value	Weight in RIAIF's total assets
				RON	RON	RON	RON	%
BANCA COMERCIALA ROMANA SA								
1	BANCA COMERCIALA ROMANA SA	26.03.2024	09.04.2024	5,000,000.00	743.06	4,458.33	5,004,458.33	0.258
2	BANCA COMERCIALA ROMANA SA	22.03.2024	05.04.2024	5,000,000.00	743.06	7,430.56	5,007,430.56	0.258
Total BANCA COMERCIALA ROMANA SA							10,011,888.89	0.516
BRD - GROUPE SOCIETE GENERALE S.A.								
1	BRD - GROUPE SOCIETE GENERALE S.A.	29.03.2024	01.04.2024	4,387,000.00	603.21	1,809.64	4,388,809.64	0.226
Total BRD - GROUPE SOCIETE GENERALE S.A.							4,388,809.64	0.226
ING BANK								
1	ING BANK	29.03.2024	01.04.2024	393,700.00	52.17	156.50	393,856.50	0.020
Total ING BANK							393,856.50	0.020
TOTAL							14,794,555.03	0.762

2. Bank deposits in foreign currency

Not applicable

XI. Derivatives traded on a regulated market

– by categories: on a regulated market in Romania/in a Member State/in a Third Country

1. Futures contracts

Not applicable

2. Options

Not applicable

3. Amounts under settlement for derivatives traded on a regulated market

Not applicable

XII. Derivatives negotiated outside the regulated markets**1. Forward contracts**

Not applicable

2. Swaps contracts

– valuation based on quotation

Not applicable

– valuation based on the determination of the present value of payments under the contract

Not applicable

3. Contracts for difference (CFD)

Not applicable

4. Other derivative contracts in relation to securities, currencies, interest or profitability rates or other derivatives, financial indexes or indicators/other derivative contracts in relation to commodities that have to be settled in cash or can be settled in cash at the request of one of the parties

Not applicable

XIII. Money market instruments, other than those traded on a regulated market, in accordance with art. 82 indent g) of G.E.O. no. 32/2012

1. Bonds issued by central public administration authorities (Government bonds)

Series	No. of bonds held	Acquisition date	Coupon date	Coupon maturity date	Initial value	Daily increase	Accrued interest	Accrued Discount / premium	Market price	Total value	Intermediary bank	Weight in total bond issue	Weight in RIAIF's total assets
					RON	RON	RON	RON	%	RON		%	%
RO52CQA3C829	1.000	12.05.2023	29.09.2023	29.09.2024	5.394.817,92	1,127.05	207,377.00		110.7800	5,746,377.05	CITI BANK EUROPE PLC DUBLIN	0.034	0.296
RO52CQA3C829	1.000	15.03.2024	29.09.2023	29.09.2024	5.508.453,14	1,127.05	207,377.00		110.7800	5,746,377.05	CITI BANK EUROPE PLC DUBLIN	0.034	0.296
RO7P95F9FNY6	600	24.10.2022	25.10.2023	25.10.2024	2.184.586,46	204.92	32,377.02		88.6570	2,692,087.05	BANCA COMERCIALA ROMANA SA	0.026	0.139
RO7P95F9FNY6	600	18.01.2023	25.10.2023	25.10.2024	2.441.410,65	204.92	32,377.02		88.6570	2,692,087.05	ING BANK	0.026	0.139
RO7P95F9FNY6	600	14.02.2023	25.10.2023	25.10.2024	2.445.593,82	204.92	32,377.02		88.6570	2,692,087.05	CITI BANK EUROPE PLC DUBLIN	0.026	0.139
RO7P95F9FNY6	900	27.12.2023	25.10.2023	25.10.2024	3.964.359,92	307.38	48,565.53		88.6570	4,038,130.57	ING BANK	0.039	0.208
RO7P95F9FNY6	800	10.01.2024	25.10.2023	25.10.2024	3.519.568,68	273.22	43,169.36		88.6570	3,589,449.40	CITI BANK EUROPE PLC DUBLIN	0.035	0.185
TOTAL										27,196,595.22			1.402

According to the Fund Rules, at fair value determined based on MID prices (accessed from Bloomberg – BVAL platform).

XIV. UCITS/AIF equity securities

1. Equity securities denominated in RON

No.	Fund name	Date of last trading session	No. of fund units/ shares held	Fund unit value (NAV per unit)	Market price	Total value	Weight in UCITS/AIF's total equity securities	Weight in RIAIF's total assets
				RON	RON	RON	%	%
1	BT MAXIM		527,797.325827	25.0830		13,238,740.32	4.226	0.682
2	FDI GlobUS BlueChips		27,486.870000	12.7151		349,498.30	10.367	0.018
3	FDI NAPOCA		413,086.580000	0.9136		377,395.90	1.857	0.019
4	FIAIP Professional Globinvest		100.000000	9,664.5462		966,454.62	19.969	0.050
5	FIAIR FONDUL PRIVAT COMERCIAL		11,932.550000	512.7695		6,118,647.70	3.465	0.315
Total						21,050,736.84		1.084

According to the Fund Rules, at the last unitary net asset value calculated and published (for equity securities issued by CIU traded on a market with a liquidity considered to be irrelevant for the application of the mark-to-market method).

2. Equity securities denominated in foreign currency

No.	Fund name	ISIN	Date of last trading session	No. of fund units / Equity holdings	Fund unit value (NAV per unit)	Market price	NBR exchange rate	Total value	Weight in UCITS/ AIF's total equity securities	Weight in RIAIF's total assets
					NAVPS currency	Currency	lei	lei	%	%
Equity securities denominated in EUR										
1	CCL CEECAT Fund II SCSp			1.000000	14,122,295.0000		4.9695	70,180,745.00	7.834	3.614
Total EUR								70,180,745.00		3.614
Total								70,180,745.00		3.614

3. Amounts under settlement for equity securities denominated in RON

Not applicable

4. Amounts under settlement for equity securities denominated in foreign currency

Not applicable

XV Equity interests

No.	Issuer	No. of equity interests	Acquisition date	Unit value	Valued amount	Date of last valuation	Weight in RIAIF's total assets
				RON	RON		%
1	KOGNITIVE MANUFACTURING TECH S.R.L.	238	23.02.2022	1,242.6364	295,747.46	30.06.2023	0.015
TOTAL					295,747.46		0.015

XVI. Dividends or other receivable rights**1. Dividends receivable**

No.	Issuer	Ex-dividend date	No. of shares held	Gross dividend	Amount receivable	Weight in RIAIF's total assets
1	SOFT APLICATIV SI SERVICII SA	29.03.2024	51,996	62,395.20	62,395.20	0.003
Total					62,395.20	0.003

2. Shares distributed without consideration in cash

Not applicable

3. Shares distributed with consideration in cash

Not applicable

4. Amounts payable for shares distributed with consideration in cash

Not applicable

5. Preemptive rights (prior to admission to trading and after the trading period)

Not applicable

Evolution of Net Asset Value and NAV per share during the last 3 reporting periods

	31.03.2022	31.03.2023	31.03.2024
NET ASSET VALUE	1,403,075,784.13	1,382,537,723.54	1,850,510,509.50
NET ASSET VALUE PER SHARE (RON/share)	0.6520	0.6432	0.8599

Transilvania Investments Alliance's leverage and exposure, calculated in accordance with the Regulation (EU) no. 231/2013 (in accordance with art. 38, para. (4) of Law no. 243/2019).

Method	Leverage ratio	Exposure value
Gross method	104.08%	1,926,088,457
Commitment method	104.94%	1,941,876,699

Executive Vice-President
BULIGA MIHAI

PORTFOLIO MANAGEMENT
DEPARTMENT

CERTIFIED BY THE DEPOSITORY COMPANY
BRD-Groupe Société Générale S.A. București

Executive Vice-President
CORPACIAN STELA

Financial Analyst
STOICA MIHAELA CORINA

Securities Division
Director Claudia IONESCU

FINANCIAL DEPARTMENT
Head of department
VERES DIANA

Verified by: _____

TRANSILVANIA INVESTMENTS ALLIANCE S.A.

INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024

Prepared in accordance with the International Financial Reporting Standards as adopted by the European Union (IFRS) and Financial Supervisory Authority Rule (“FSA”) no. 39/2015 regarding the approval of the accounting regulations in accordance with IFRS, applicable to the entities authorised, regulated and supervised by the FSA from the Financial Investments and Instruments Sector, with subsequent amendments (herein after “FSA Rule no. 39/2015”)

Unaudited

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024

TABLE OF CONTENTS

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF CHANGES IN EQUITY	5-6
STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8-71

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

Description	Note	31 March 2024	31 March 2023
Dividend income	4	11,966,464	23.820
Bank interest income		513,144	830.362
Interest income from government securities classified as financial assets at fair value through profit or loss		529,609	505.057
Net gain/(loss) on financial assets at fair value through profit or loss	5	11,339,537	29.788.379
Operating income	6	43,046	129.647
Total net income		24,391,800	31.277.265
Employee benefit expense	7	(5,174,976)	(4.562.279)
Fees and commissions expense	8	(640,543)	(623.649)
Impairment of financial assets		-	1.719
Operating expenses	9	(2,055,632)	(2.395.877)
Financing costs		(3,433)	(12.325)
(Losses)/reversal of losses from provisions		-	-
Total expenses		(7,874,584)	(7.592.411)
Profit before tax		16,517,216	23.684.854
Income tax benefit	10	175,314	269.322
Net profit for the period		16,692,530	23.954.176
Other comprehensive income:			
<i>Items that will not be reclassified to profit or loss:</i>			
Gain/(loss) from revaluation of financial assets at fair value through other comprehensive income, net of deferred tax	22	102,788,519	998.030
Increase / (Decrease) in revaluation reserve of property, plant and equipment, net of deferred tax	23	-	-
Other comprehensive income – total		102,788,519	998.030
Total comprehensive income for the period		119.481.049	24,952,206
Earnings per Share		0.0077	0.0111
Diluted Earnings per Share		0.0077	0.0111

Executive Vice-President
Raț Răzvan Legian

Head of Financial Department
Vereș Diana

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

	<u>Note</u>	<u>31 March 2024</u>	<u>31 December 2023</u>
Cash and cash equivalents	11	16,776,224	60,202,503
Financial assets measured at fair value through profit or loss	12	803,448,375	811,804,885
Government securities measured at fair value through profit or loss		69,742,934	52,347,521
Financial assets measured at fair value through other comprehensive income	13	1,028,106,488	875,074,595
Financial assets at amortised cost	14	2,262,065	2,955,488
Other assets	15	769,382	569,634
Intangible assets	16	108,265	124,564
Property, plant and equipment	17	19,819,191	20,018,840
Right of use assets under leases	18	843,775	902,902
Total assets		1,941,876,699	1,824,000,932
Financial liabilities	19	12,320,989	15,071,538
Lease liabilities	18	999,363	1,009,620
Deferred income tax liabilities	10	75,340,991	57,027,539
Current income tax liabilities	10	654,408	15,055,236
Other liabilities	20	1,414,600	2,435,052
Provisions for risks and charges		635,838	635,838
Total liabilities		91,366,189	91,234,823
Share capital	21	216,244,380	216,244,380
Retained earnings		410,689,467	390,300,023
Revaluation reserves on financial assets at fair value through other comprehensive income	22	392,073,146	292,981,541
Revaluation reserve for property, plant and equipment	23	15,421,454	15,421,454
Other reserves	24	816,729,660	815,626,279
Equity-based payments to employees and management	26	2,660,507	2,668,181
Own shares	25	(3,308,103)	(475,749)
Total equity		1,850,510,510	1,732,766,109
Total liabilities and equity		1,941,876,699	1,824,000,932

Executive Vice-President
Raț Răzvan Legian

Head of Financial Department
Vereș Diana

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

	Note	Share capital	Revaluation reserve for property, plant and equipment	Revaluation reserve for financial assets at fair value through other comprehensive income	Other reserves	Retained earnings	Equity-based payments to employees and management	Own shares	Total
Balance at 1 January 2024		216,244,380	15,421,454	292,981,541	815,626,279	390,300,023	2,668,181	(475,749)	1,732,766,109
Comprehensive income:									
Profit/(Loss) for the period		-	-	-	-	16,692,530	-	-	16,692,530
Other comprehensive income:									
Net gain/(loss) on the revaluation of financial assets at fair value through other comprehensive income, net of deferred tax	22	-	-	102,788,519	-	-	-	-	102,788,519
Revaluation reserve on property, plant and equipment, net of deferred tax	23	-	-	-	-	-	-	-	-
Depreciation transfer to retained earnings on property, plant and equipment upon disposal, net of deferred tax	23	-	-	-	-	-	-	-	-
Equity-based payments to employees and management	26	-	-	-	-	-	(7,674)	-	(7,674)
Total comprehensive income for the period		216,244,380	15,421,454	395,770,060	815,626,279	406,992,553	2,660,507	(475,749)	1,852,239,484
Transfer of reserve to retained earnings upon the sale of financial assets at fair value through other comprehensive income, net of deferred tax	22	-	-	(3,696,914)	-	3,696,914	-	-	-
Allocation of financial instruments under the Stock Option Plan		-	-	-	-	-	-	-	-
Transactions with shareholders, recognized directly in equity:									
Dividends distributed		-	-	-	1,103,381	-	-	-	1,103,381
Allocation of reserves from previous years' profits		-	-	-	-	-	-	-	-
Own shares bought back		-	-	-	-	-	-	(2,832,354)	(2,832,354)
Balance at 31 March 2024		216,244,380	15,421,454	392,073,146	816,729,660	410,689,467	2,660,507	(3,308,103)	1,850,510,510

Executive Vice-President
Raț Răzvan Legian

Head of Financial Department
Vereș Diana

The attached Notes are an integral part of these financial statements.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

	Note	Share capital	Revaluation reserve for property, plant and equipment	Revaluation reserve for financial assets at fair value through other comprehensive income	Other reserves	Retained earnings	Equity-based payments to employees and management	Own shares	Total
Balance at 1 January 2023		216,244,380	15,602,907	133,897,466	784,291,364	206,004,942	4,908,273	(2,786,400)	1,358,162,932
Comprehensive income:									
Profit/(Loss) for the period		-	-	-	-	23,954,176	-	-	23,954,176
Other comprehensive income:									
Net gain/(loss) on the revaluation of financial assets at fair value through other comprehensive income, net of deferred tax	22	-	-	998,030	-	-	-	-	998,030
Revaluation reserve on property, plant and equipment, net of deferred tax	23	-	-	-	-	-	-	-	-
Depreciation transfer to retained earnings on property, plant and equipment upon disposal, net of deferred tax	23	-	-	-	-	-	-	-	-
Equity-based payments to employees and management	26	-	-	-	-	-	-	-	-
Total comprehensive income for the period		216,244,380	15,602,907	134,895,496	784,291,364	229,959,118	4,908,273	(2,786,400)	1,383,115,138
Transfer of reserve to retained earnings upon the sale of financial assets at fair value through other comprehensive income, net of deferred tax	22	-	-	(11,346,348)	-	11,346,348	-	-	-
Allocation of financial instruments under the Stock Option Plan		-	-	-	-	-	-	-	-
Transactions with shareholders, recognized directly in equity:									
Legal reserve		-	-	-	296,433	-	-	-	296,433
Allocation of reserves from previous years' profits		-	-	-	-	-	-	-	-
Own shares bought-back		-	-	-	-	-	-	(873,847)	(873,847)
Balance at 31 March 2023		216,244,380	15,602,907	123,549,148	784,587,797	241,305,466	4,908,273	(3,360,247)	1,382,537,723

Executive Vice-President
Raț Răzvan Legian

Head of Financial Department
Vereș Diana

The attached Notes are an integral part of these financial statements.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
STATEMENT OF CASH FLOWS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

	31 March 2024	31 March 2023
Cash flows from operating activities, total, out of which:	(39,499,485)	(27,633,909)
Receipts from clients	-	79,759
Payments to suppliers and employees	(5,318,757)	(4,679,366)
Maturity proceeds of government securities	-	653,983
Proceeds from disposal of equity investments	36,579,633	56,052,654
Payments for purchase of equity investments	(65,469,473)	(78,089,944)
Income tax paid	(15,297,072)	-
Interest received	513,144	830,362
Dividends received (net of withholding tax)	11,904,069	23,820
Payments of contributions, tariffs, taxes owed to the state budget	(1,826,012)	(1,884,341)
Other payments from operating activities	(495,399)	(421,793)
Other payments from investment activities (including trading sales commission)	(89,618)	(199,043)
Cash flows from investing activities, total, out of which:	(51,290)	(1,309,241)
Payments for purchase of tangible and intangible assets	(51,290)	(1,309,241)
Receipts from sale of tangible assets	-	-
Cash flows from financing activities, total out of which:	(3,875,504)	(1,008,136)
Dividends paid to shareholders	(1,053,760)	(141,922)
Payments related to lease contracts	(55,802)	(54,245)
Payments for own shares bought-back	(2,765,942)	(811,969)
Net increase/(decrease) in cash and cash equivalents	(43,426,279)	(29,951,286)
Cash and cash equivalents at the beginning of the year	60,202,503	47,173,996
Cash and cash equivalents at the end of the period	16,776,224	17,222,710

Executive Vice-President
Raț Răzvan Legian

Head of Financial Department
Vereș Diana

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

1. GENERAL INFORMATION

TRANSILVANIA INVESTMENTS ALLIANCE („Transilvania Investments” or the „Company”) is a company established in 1996 in accordance with Law 133/1996, which operates in Romania according to Law 31/1990 on companies, Law 297/2004 on capital market and Law no. 243/2019 regulating alternative investment funds.

The regulated market on which the issued securities are traded is the Bucharest Stock Exchange -market symbol: TRANSI as of 14 March 2022 (previous market symbol: SIF3).

The Company is a joint-stock company from a legal point of view.

The Company has its headquarters in Braşov, 2 Nicolae Iorga Street, Postal Code 500057.

Contact details of the Company are:

Phone : 0268-416171

Fax : 0268-473215

Web site: www.transilvaniainvestments.ro

E-mail: office@transilvaniainvestments.ro

Registration code with the Trade Register: 3047687

Tax code: RO 3047687

Order number in the Trade Register: J08/3306/1992

The Company is registered with the Securities Registration Office of the Financial Supervisory Authority, under Certificate no. 401/05.02.2020 and with the F.S.A. Register in Section 8 – Alternative Investment Fund Managers, Sub-section – Alternative Investment Fund Managers authorised by the F.S.A. (A.F.I.A.A.) under no. PJR07¹ AFIAA/080005 and in Section 9 – Alternative investment funds, Sub-section – Retail Investor Alternative Investment Funds (R.I.A.I.F.) established in Romania, under no. PJR09FIAIR/080006. According to the Articles of Incorporation, the Company’s main field of activity is Other financial service activities not elsewhere classified – CAEN Code 6499.

The Company performs its activity in Romania.

At 31 March 2024, the Company’s subscribed and paid-in share capital as registered with the Trade Register is RON 216,244,379.80 (31 March 2023: RON 216,244,379.80) and is divided into 2,162,443,797 shares (31 March 2023: 2,162,443,797 shares).

The main characteristics of the shares issued by the Company are as follows: the shares are common, registered, indivisible, of equal value and dematerialized, issued at the nominal value of RON 0.10 per share.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principalele politici contabile aplicate la întocmirea acestor situaţii financiare conforme cu IFRS, sunt prezentate în cele ce urmează.

Aceste situaţii financiare sunt întocmite având la bază principiul continuităţii activităţii.

2.1 Basis of preparation

The Company’s financial statements have been prepared in accordance with the International Financial Reporting Standards, as adopted by the European Union (“IFRS”) and in accordance with Rule no. 39 of 28 December 2015 on the approval of the Accounting Regulations in accordance with the International Financial Reporting Standards, applicable to the entities authorized, regulated and supervised by the Financial Supervisory Authority (“A.S.F.”) – Instruments and financial investments sector (“Rule 39/2015”).

Starting with 1 January 2015, the Company applies the Amendments to IFRS 10 – Consolidated Financial Statements, IFRS 12 – Disclosure in interests in other entities and IAS 27 - Separate Financial Statements (“Amendments”), being the date at which the classification criteria as an investment entity were fulfilled.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

The Amendments introduced an exception to the principle from IFRS 10 "Consolidated Financial Statements", under which all subsidiaries must be consolidated. The Amendments define an investment entity and provide that a parent company that is classified as an investment entity has to measure its subsidiaries at fair value through profit or loss instead of consolidating those subsidiaries in its consolidated financial statements, therefore the Company no longer consolidates its subsidiaries and associates and prepares only separate financial statements. The Company does not have any subsidiary providing to the Company financial investment related services. The Company's management annually assesses whether the Company maintains its investment entity status.

2.2 Basis of measurement

The financial statements of the Company have been prepared under the historical cost convention, except for the revaluation of financial instruments at fair value through profit or loss, financial assets recognised at fair value through other comprehensive income and for the fair value revaluation of land and buildings.

These financial statements have been prepared on a going concern basis which assumes that the Company will continue its activity in the foreseeable future as well. The Company's management considers that the Company will continue to operate normally in the future and, consequently, the financial statements have been prepared on this basis.

2.3 Foreign currency translation

a) Functional and presentation currency

The functional currency is the Romanian leu ("RON). This is the currency of the primary economic environment in which the Company performs its activity. The financial statements are prepared and presented in RON, unless otherwise stated.

b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency monetary assets and liabilities are translated into RON currency at the official exchange rate of the National Bank of Romania ("NBR") at the end of the reporting period. The foreign currency non-monetary assets and liabilities measured at fair value, including equity investments, are translated into RON using the official exchange rate at the date of fair value measurement.

The exchange rates of major foreign currencies were the following:

Currency	31 March 2024	31 March 2023	Increase/ (decrease) (%)
Euro (EUR)	1 : RON 4.9695	1: RON 4.9491	0.41
US Dollar (USD)	1 : RON 4.6078	1: RON 4.5463	1.35

The foreign exchange differences resulting from the monetary and non-monetary items are reported as follows:

- a) As part of "Net gains /(losses) on unrealised FX differences" in "Other operating expenses" for the registered FX differences from revaluation of cash and cash equivalents in foreign currency;
- b) As part of "Net gains /(losses) on FX differences realised from transactions" in "Other operating income";

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Foreign currency translation (continued)

b) Transactions and balances (continued)

- c) As part of “Net gains /(losses) from financial assets at fair value through profit or loss” for the gains or losses from the revaluation of financial assets at fair value through profit or loss; and
- d) As part of “Net gains/(losses) from financial assets at fair value through other comprehensive income, net of deferred tax” for the gains or losses on the revaluation of financial assets at fair value through other comprehensive income.

2.4 Use of estimates and judgements

The preparation of the financial statements in accordance with IFRS requires the use by the management of estimates, judgments and assumptions that affect the amounts recognised in the financial statements, as well as the following year reported value of the assets and liabilities. Estimates and assumptions associated with these are based on historical experience and other factors deemed reasonable in light of the given circumstances, and the result of this considerations represents the basis for the judgements used when establishing the accounting value of the assets and liabilities for which no other valuation sources are available. The results obtained may differ from the value of the estimates.

Estimates and underlying assumptions are periodically reviewed. The revisions of accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period in which the estimate is revised and future periods, if the revision affects both current period and following periods.

Change in estimates, in its nature, is not related to prior periods and is not a correction of errors.

To the extent these kinds of change in estimates give rise to changes in assets and liabilities or equity, the effect of changes is recognized by adjusting the carrying amount of the related assets, liabilities or equity item in the period of the change.

The main Notes that present estimates, judgements and assumptions with material impact on the amounts recognised in the financial statements are the following:

- Note 3.1 – Investment entity classification;
- Note 10 – Current income tax and deferred tax;
- Note 23 – Revaluation reserve for property, plant and equipment;
- Note 29 – Fair values of financial assets and liabilities;
- Note 30 – Risk management;
- Note 32 – Commitments and contingencies.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 General consideration regarding the accounting policies applied

If a standard or interpretation specifically applies to a transaction, to another event or a condition, then the accounting policies applied to that element, are considered selected through the application of the standard or of the respective interpretation, taking into account any implementation guidance issued by the International Accounting Standards Board ("IASB") for the standard or interpretation in question.

The change of an accounting policy is permitted only under one of the following conditions:

- the change is imposed by a standard or an interpretation;
- the change will provide more reliable and relevant information on the effects of transactions, events and conditions.

Any significant errors of the previous period identified with regards to the recognition, valuation, presentation or disclosure of financial statements elements must be corrected retroactively in the first financial statements that are authorized for issuance through:

- adjusting the comparatives for the previous period or periods in which the error was identified; or
- adjusting the initial balances of the assets, liabilities and equity, for the most distant period presented, if the error has occurred before the most distant period presented.

2.6 Presentation of financial statements

The financial statements are presented in accordance with IAS 1 "Presentation of Financial Statements". The Company has adopted a presentation based on liquidity, in the Statement of financial position and a presentation of the revenue and expenses according to their nature, in the Statement of profit or loss and other comprehensive income, considering that these methods of presentation provide information that is more relevant than other methods allowed by IAS 1 "Presentation of financial statements".

2.7. New Accounting Pronouncements – based on IASB effective date

The Company will present in the Notes to the annual financial statements the newly issued standards and interpretations that are compulsory for the financial year ended and how they affect the financial statements prepared for the respective financial year.

2.8. Subsidiaries and associates

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed or has rights to variable benefits that can be obtained as a result of the Company's involvement in the activity of its subsidiary and when the Company has the possibility to influence such benefits through the control held over that subsidiary.

The associates are those entities over which the Company has a significant influence over the financial and operational policies but does not have control, or shared control. The existence of significant influence is determined, in each reporting period, through the analysis of the shareholder structure of the entities in which the Company owns 20% or more of the voting rights, analysis of the constitutive acts and of the Company's capabilities to participate in the decision-making regarding the financial and operational policies of the respective entity.

However, where the Company holds less than 20% of the voting rights in an entity, but it is considered a significant shareholder and exercises significant influence through representation in the Board of Directors and through participation in the decision-making regarding the entity's policies, then such entity shall be considered an associate.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.8. Subsidiaries and associates (continued)

The Company does not exercise significant influence in companies where it holds between 20% and 50% of the voting rights (Note 12). In these companies, the Company's rights, as a minority shareholder, are protective and not participative, and the majority shareholder or the group of shareholders that hold the majority stake in such entities act without considering the Company's opinions.

The investments in subsidiaries and associates at 31 March 2024 and 31 March 2023 are presented in Note 12.

2.9 Financial assets and liabilities

(i) Classification

a) Financial assets measured at fair value through profit or loss

The Company classifies its investments in subsidiaries and associates, as well as the financial instruments acquired mainly for active and frequent trading, the corporate bonds and the fund units as financial assets at fair value through profit or loss.

The Company deems as financial assets at fair value through profit or loss at initial recognition those assets that are not classified as held for trading, but they are managed and their performance is measured on a fair value basis, in accordance with the Company's investment strategy.

The Company's policy requires the Investment Manager and the Executive Board to evaluate the information about these financial assets on a fair value basis together with other related financial information.

b) Financial assets at amortised cost

Financial assets and liabilities are measured at amortised cost using the effective interest method less impairment losses (for financial assets). Financial assets and liabilities at amortised cost include cash and current accounts, bank deposits, dividends to be received, bonds, debts to shareholders, amounts owed to service providers and other receivables and payables.

The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at the time of initial recognition, minus principal payments, plus or minus cumulative depreciation, determined through the effective interest method, of any difference between the amount initially recognized and maturity value less any impairment losses with financial assets.

A financial asset must be carried at amortised cost, except for financial assets measured at fair value through profit or loss at initial recognition, if both of the following are met:

- (i) the financial asset is held within a business model whose objective is to hold the financial assets to collect the contractual cash flows; and
- (ii) the contractual terms of the financial asset generate, at certain dates, cash flows that are exclusively payments of principal and interest on the principal due.

Financial liabilities at amortised cost are recognized at the time of initial recognition and are not attributable to a trading activity.

The Company recognises an impairment with expected credit losses on financial assets at amortised cost, in accordance with IFRS 9.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.9. Financial assets and liabilities (continued)

b) Financial assets at amortised cost (continued)

These instruments are classified in Stage 1, Stage 2 or Stage 3, depending on their relative credit quality in terms of initial payments. Thus:

- Stage 1: includes (i) newly recognized exposures; (ii) exposures for which credit risk has not materially deteriorated since initial recognition; (iii) low credit risk exposures (reduced credit risk relief).
- Stage 2: includes exposures that, although performing, have experienced a significant deterioration in credit risk since initial recognition.
- Stage 3: includes impaired credit exposures.

For Stage 1 exposures, impairment is equal to the expected credit loss calculated over a time horizon of up to one year. For Stage 2 or 3 exposures, the depreciation is equal to the expected loss calculated over a time horizon corresponding to the full duration of the exposure.

Allowances for impairment of receivables are based on the present value of the expected cash flows of the principal. To determine the present value of future cash flows, the basic requirement is to identify estimated collections, payment maturity and discount rate used.

The Company defined as “non-performing” exposures receivables that meet one or both of the following criteria:

- exposures for which the Company estimates that it is unlikely that the debtor fully pays its obligations regardless of the exposure value and the number of days for which the exposure is delayed;
- unpaid amounts.

c) Financial assets at fair value through other comprehensive income

The Company’s investments in equity instruments other than those classified as financial assets at fair value through profit or loss, are classified as financial assets at fair value through other comprehensive income, based on the management decision, at initial recognition. The reason for the classification of the investments as financial assets measured at fair value through other comprehensive income is represented by the decision to hold the investments for a long term and collect the dividends. The method used to derecognise each category of financial asset at fair value through other comprehensive income is “first in, first out”, given the measurement and assessment of the Company’s performance at fair value.

Dividends received from entities in which the Company holds shares are recognized in the profit or loss account of the year when the Company has the right to receive dividends and it is probable that these will be collected.

Changes in the fair value are recognized in other comprehensive income for the year until the investment is derecognized or depreciated, when the accumulated gain or loss is reclassified from other comprehensive income to a retained earnings account for the period.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.9. Financial assets and liabilities (continued)

c) Financial assets at fair value through other comprehensive income (continued)

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The best evidence of fair value is the price in an active market. An active market is that market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The Company believes that the accurate determination of the fair value is an essential requirement for presenting information that is useful to the investors and the Company's key personnel for proper decision-making purposes.

The estimation of fair value of financial instruments held by Transilvania Investments is performed according to the related policy, procedure and methodology on the valuation of assets for financial reporting purposes.

The methods were established separately for:

- a) equity investments (shares held in companies);
- b) corporate bonds and government securities;
- c) fund units.

According to IFRS 13, according to the input used in the valuation model, the fair value levels are defined as follows:

- Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 inputs: unobservable inputs for the asset or liability.

(ii) Amortised cost measurement

The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortisation using the "effective interest method" of any difference between that initial amount and the amount payable at maturity, minus any reduction for impairment losses in the case of financial assets.

Accrued interest includes amortisation of transaction costs deferred at initial recognition and of any premium or discount to maturity amount using the effective interest method.

Accrued interest income and accrued interest expense, including both accrued coupon and depreciation discount or premium (including fees deferred at origination, if any), are not presented separately but are included in the carrying amount of related items in the statement of financial position.

(iii) Recognition

Financial assets and financial liabilities are initially recognised at fair value plus directly attributable transaction costs, in the case of financial assets and financial liabilities not carried at fair value through profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.9. Financial assets and liabilities (continued)

c) Financial assets at fair value through other comprehensive income (continued)

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial instrument. An incremental cost is one that would not have been incurred if the transaction had not taken place. Transaction costs include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Transaction costs do not include debt premiums or discounts, financing costs or internal administrative or holding costs.

The Company initially recognises bank deposits on the date that they are originated. All other financial assets and liabilities (including assets and liabilities designated at fair value through profit or loss) are initially recognised on the settlement date.

(iv) *Derecognition*

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

The Company fully derecognises a financial liability when its contractual obligations are discharged or cancelled or have expired.

(v) *Offsetting*

Financial assets and liabilities are offset and the net amount is presented in the statement of financial position only when there is a legally enforceable right to set off the recognised amounts, and there is an intention to either settle on a net basis, or to realise the asset and settle the liability simultaneously. Such a right of set off (a) must not be contingent on a future event and (b) must be legally enforceable in all the following circumstances:

- (i) in the normal course of business,
- (ii) the event of default, and
- (iii) the event of insolvency or bankruptcy.

2.10 Property, plant and equipment

(i) *Recognition and measurement*

The property, plant and equipment are presented at their revalued value less accumulated depreciation and provision for impairment losses. Capital expenditure on property, plant and equipment under construction is capitalized and depreciated once the assets enter into use.

Property, plant and equipment are subject to revaluation with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period. If there is no market-based evidence of fair value, fair value is estimated using an income approach. Increases in the carrying amount arising on revaluation are credited to other comprehensive income and increase the revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised in other comprehensive income and decrease the previously recognised revaluation surplus in equity while all other decreases are charged to profit or loss for the year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.10. Property, plant and equipment (continued)

(i) Recognition and measurement (continued)

The revaluation reserve for property, plant and equipment included in equity is transferred directly to retained earnings when the revaluation surplus is realised on the retirement or disposal of the asset.

Upon revaluation of property, plant and equipment, accumulated depreciation at the date of revaluation is treated as follows: accumulated depreciation at the date of revaluation is eliminated from the gross carrying amount of the asset and the gross carrying amount after the recording of revaluation is equal to its revalued amount; this method is used when it is performed a detailed valuation of the land and building portfolio.

The revaluation of property, plant and equipment is made at fair value, which is determined based on evaluations made by authorised external valuers.

The latest revaluation of the Company's property, plant and equipment was performed at December 31, 2022 by REVALTEX SRL (independent valuator – ANEVAR member), resulting in an increase of RON 4,176,746 and 33% respectively

Gains and/or losses from de-recognition of tangible assets is determined as difference between revenues from sales of tangible assets and the expenses with their disposal and are recognized in profit or loss for the year (within other operating income or expenses).

(ii) Subsequent costs

The amounts paid or payable, generated by the repairs and daily maintenance costs of the tangible assets owned, are recorded as expense, according to the accrual accounting principle, changing the value of the Company's profit or loss of the period.

The amounts paid or to be paid, generated by activities that will lead to an increase in the value and/or the useful life of the asset, through the upgrade of the tangible assets owned, and the activities that lead to a significant increase in the technical parameters which increase the potential of obtaining future economic benefits are capitalised in the value of the tangible assets (increasing the accounting value of that asset).

The Company recognises the cost of a partial replacement of an item of property, plant and equipment in its carrying amount when such cost is incurred, if the IAS 16 recognition criteria are met, and the carrying amount of the replaced part is derecognised whether or not the replaced part was amortised separately. If the carrying amount of the replaced part cannot be determined, the replacement cost will be used as indication of the cost value of the replaced part upon acquisition or construction.

(iii) Depreciation

Depreciation expense for each reporting period is recorded in the profit and loss account.

Depreciation is calculated using the accounting value (acquisition cost or revalued value) using the straight-line depreciation method, on the entire useful life of the asset (starting with the date of entry into service) and is recorded as expense on a monthly basis.

Depreciation of an asset begins when the asset is available for use, when it is in the location and condition necessary for it to operate in the manner intended by the management. The depreciation of an asset ceases at the earlier of the date the asset is classified as held for sale (or included in a disposal group that is classified as held for sale), in accordance with IFRS 5, "Non-current assets held for sale and discontinued operations" and the date that the asset is derecognised.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.10. Property, plant and equipment (continued)

(iii) Depreciation (continued)

Each part of an item of tangible asset that presents a significant cost to the total cost of that item, shall be depreciated separately.

Depreciation methods and useful lives are established at each reporting date.
Land is not depreciated.

Categories	<u>Years of depreciation</u>
Building	50
Other equipment, furniture and other tangible assets	up to 12
Vehicles	up to 6

The accounting value of a tangible asset must be derecognised:

- a) at sale; or
- b) when there are no future benefits expected from the use of the asset or from the sale.

The gain or loss that results from the derecognition of a tangible asset is included in the profit and loss account when the item is derecognised.

2.11 Intangible assets

Intangible assets include software and licences.

Intangible assets that are acquired by the Company are initially valued at cost. Cost is represented either by the amount of cash or cash equivalents paid, or the fair value of other consideration given, to acquire the asset at the time of its acquisition.

For measurement subsequent to initial recognition, the Company applies the cost model, meaning that intangible assets are carried at cost less accumulated amortisation and impairment losses.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful life of the software, from the date that it is available for use. The estimate useful life for software is between 1 to 3 years and licenses are amortised on the validity period, using the straight-line method.

2.12 Leases

(i) Recognition

Starting with the year 2019, the Company applies IFRS 16 - Lease Contracts ("IFRS 16") which replaces IAS 17. Thus, according to IFRS 16, a contract is or contains leasing if it confers the right to use an identifiable asset for a period of time in exchange for a consideration. At the date of commencement of the contract a lessee shall recognise an asset relating to the right of use and a liability arising from the lease contract.

As previously under IAS 17, lessors classify leases as operating or financial. A lease is classified as a finance lease if it substantially transfers all the risks and rewards incidental to the ownership of an underlying asset. Otherwise, a lease is classified as an operating lease. For finance leases, a lessor recognizes financial income over the lease term, based on a pattern that reflects a constant periodic rate of return on net investment. The lessor recognizes operating lease payments as income on a straight-line basis or, if more representative of the pattern in which the profit from the use of the underlying asset is diminished, another systematic basis.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12. Leases (continued)

The Company has decided, as allowed by the standard, not to apply the provisions of IFRS 16 for short term lease agreements with a term of less than 1 year and those with a low value of the asset (less than USD 5,000).

(ii) Valuation

Initially, the right to use the underlying asset is valued at cost.

The cost of the right-of-use asset includes:

- a) the amount of the initial assessment of the debt arising from the leasing contract;
- b) any leasing payments made on or before the date of commencement of the proceedings, minus any leasing incentives received;
- c) any initial direct costs incurred by the lessee; and
- d) an estimate of the costs (disassembly, restoration of premises) to be borne by the lessee either on the date of commencement or on the date of the end of the contract.

The lease liability is initially measured at the present value of the lease payments payable over the lease term, using the rate implicit in the lease if it is readily determinable. If this rate cannot be easily determined, the lessee will use its incremental borrowing rate.

At the time of commencement, the lease payments included in the assessment of the debt arising from the lease shall comprise the following payments relating to the right to use the underlying asset during the term of the lease which are not paid on the date of commencement of the lease:

- a) fixed payments;
- b) variable lease payments which depend on an index or rate, initially assessed based on the index or rate from the date of commencement of the course;
- c) residual value amounts;
- d) the exercise price of a purchase option if the lessee is reasonably certain to exercise the option;
- e) payments of penalties for termination of the lease, if the duration of the lease reflects the exercise by the lessee of an option to terminate the lease.

(iii) Further assessment of the right-of-use asset

It is based on the cost model, the right-of-use asset is valued at the initial cost minus any accumulated depreciation and any accumulated depreciation losses respectively adjusted for any debt revaluations. Depreciation shall be calculated in accordance with IAS 16 and shall be carried out throughout the contract period, i.e. the useful life of the underlying asset, applying the linear depreciation method.

After the start date of the contract, the debt increases to reflect interest and decreases to reflect the lease payments made. Interest expense on the debt arising from the lease is reflected in the profit or loss account.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.13 Investment property

i) Initial recognition

Investment property is property held by the Company to earn rentals or for capital appreciation or both and not to be used for the production or supply of goods or services or for administrative purposes or sold during the normal course of business.

An investment property is recognized as an asset only if:

- it is probable that the future economic benefits associated with the property will flow to the Company;
- the cost of the property can be measured reliably.

An investment property is initially measured at cost, including transaction costs. The cost of an investment property includes all costs related to its acquisition price plus any directly attributable expenses.

(ii) Subsequent measurement

The Company measures the investment property at fair value, changes in the fair value of investment property being recognized in profit or loss.

Gains or losses on changes in the fair value of investment property are recognized in profit or loss for the period in which they arise.

(iii) Transfers

Transfers to, or from, investment property are made when and only when there is a change in use of the respective asset. For the transfer of investment property carried at fair value to property, plant and equipment, the implicit cost of the asset for the purpose of its subsequent accounting will be its fair value on the date of the change in use.

If a real estate property used by the Company becomes an investment property that will be accounted at fair value, the Company applies IAS 16 until the date of the change in use.

(iv) Derecognition

The carrying amount of an investment property is derecognised on disposal or when the investment is permanently withdrawn from use and no future economic benefits are expected from its disposal. Gains or losses resulting from the sale or scrapping of an investment property are recognized in profit or loss when it is sold or disposed of.

2.14 Impairment of non-financial assets

At each balance sheet date, the Company must verify if there are indications of asset impairment. Where such indication exists, the Company estimate the asset's recoverable amount as the greater of its value in use and its fair value less any associated costs incurred to sell the asset.

2.15 Cash and cash equivalents

Cash and cash equivalents consist of petty cash and cash at bank, including short-term deposits. Cash and cash equivalents are carried at amortized cost in the statement of financial position.

For the purposes of preparing the cash flow statement, cash and cash equivalents include petty cash, current bank accounts, including deposits with original maturity up to 3 months, cash in transit, other short-term investments that are convertible into cash at any time and that are subject to an insignificant risk of change in value and overdraft facilities as well as their accompanying receivables.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.16 Trade receivables

Trade receivables are included in the category of financial assets (refer to Note 2.9 *Financial assets and liabilities – b) Financial assets at amortised cost*). Trade receivables are carried at original invoice amount less any allowance (impairment adjustment) created.

2.17 Provisions

Provisions for liabilities and charges are non-financial liabilities with uncertain maturity or value.

A provision is recognised in the statement of financial position when the Company has a current legal or implicit obligation generated by a past event, it is likely that an outflow of economic benefits will be required to settle the respective obligation and the amount can be reliably estimated.

2.18 Contingent liabilities and contingent assets

Contingent liabilities are not recognized in the financial statements. They are disclosed in Notes, unless the possibility of an outflow of economic benefits is removed.

Contingent assets are not recognized in the financial statements but disclosed when an inflow of economic benefits is probable.

2.19 Dividends payable (at amortised cost)

The Company records a liability to pay dividends in the year when the distribution of the profit on dividends is approved by the General Shareholders Meeting.

Dividends payable recognized in the statement of financial position are financial liabilities. Financial liability is extinguished either by paying the amounts owed to the shareholders or when the obligation expires, i.e. after the 3 years from the dividend payment date, when dividends are prescribed in accordance with the Romanian law, if the shareholders did not collect them within this period. As such, the financial liability represented by the dividends prescribed after the end of the statutory period of 3 years from the payment date is directly reversed in profit or loss and included in "Other operating income".

2.20 Share capital

Ordinary shares are classified as equity.

2.21 Trade payables and liabilities

Trade payables are recognised based on the accrual accounting when the counterparty has fulfilled its contractual obligations (except prepaid expenses) and are carried at amortised cost.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.22 Employee benefits

Short-term benefits

Short-term employee benefits include salaries, bonuses and social security contributions. Short-term employee benefits are recognised as an expense when services are rendered.

In the normal course of business, the Company makes payments to the public pension, health care and unemployment systems. All employees of the Company are members of the State pension plan and have the legal obligation to contribute to the state scheme (through social contributions). All the contributions due by the Company are recognised in the profit and loss account of the year when the expenses are incurred.

In addition to salaries and other salary rights, the members of the Supervisory Board, the members of the Executive Board and the Company's employees have the right to receive a variable remuneration, in accordance with the remuneration policy approved at the Company level. The Company includes these benefits in the short-term benefits.

The Company does not operate any other pension scheme and, consequently, has no other obligation in respect of pensions.

Benefits granted to the Supervisory Board members, Executive Board members and Company's personnel

In accordance with the remuneration policy approved by the shareholders in April 2022, the structure of staff remuneration at 31.03.2024 is composed of two main elements: fixed remuneration and variable remuneration and/or other benefits. Variable remuneration is the form of payment or additional indemnity paid by the Company, being intended to recognize the performance of the identified personnel within a certain period, and it is a differential element of the remuneration package.

The variable remuneration will be granted subject to the following general limitation: the variable remuneration will not exceed 1.2% of the average total asset, related to the year for which the variable remuneration is established, calculated and reported according to the legal provisions in force.

The members of the Supervisory Board and Executive Board and the company's staff are entitled to receive variable remuneration in the form of shares issued by the Company, within Stock Option Plan (SOP) programmes, annually approved by the Company shareholders, in compliance with the legal provisions in force regarding the variable remuneration within the A.I.F.M.

The variable remuneration shall be paid 100% by granting instruments/shares of the Company:

- 60% of the variable remuneration is the initial component, the difference of 40% is subject to the deferral period;
- The minimum deferral period is 3 years;
- The 40% component subject to the deferral period is granted proportionally at the end of each of the three years.

For these remunerations, the Company recognizes an expense in the period in which the services were provided, in correspondence with a an increase in equity (benefits granted to employees and management in the form of equity instruments) for the share granted under the SOP programmes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.23 Income tax expense

The current income tax includes both the current income tax and also the deferred income tax. Income tax is recognized in profit or loss or in equity if the tax is related to equity components.

Current income tax is the tax payable on the taxable profits of the period, determined using the tax rates available at the balance sheet date and any adjustments related to prior periods.

2.24 Deferred tax

The deferred tax is provided using the balance sheet method, using the temporary differences arising between the tax base for calculating the tax for assets and liabilities and their carrying amount. The deferred tax is calculated using the tax rates that are expected to be applied to temporary differences when achieving the carrying amount of assets and liabilities, as it is specified in the laws in force at the reporting date.

Deferred tax receivables are recognized to the extent that will be obtained future probable taxable profits sufficient to allow the existence of these claims. Deferred tax receivables are reduced accordingly if it is considered that is not probable to obtain a related tax benefit. The main temporary differences arise from movements in the fair value and impairment of financial assets at fair value through other comprehensive income. The Company registers deferred tax liabilities from holdings classified as financial assets at fair value through other comprehensive income and from reserves from revaluation of tangible assets.

On 31 March 2024, the tax rate used to calculate the current and deferred tax was 16% (31 March 2024: 16%).

2.25 Basic and diluted earnings per share

Basic and diluted earnings/ (loss) per share is calculated by dividing the profit or loss for the year by the weighted average number of ordinary paid shares in issue during the year, excluding the average number of ordinary shares purchased by the Company and held as treasury shares.

The weighted average number of ordinary shares outstanding during the year is the number of ordinary paid shares outstanding at the beginning of the year, adjusted by the number of ordinary shares bought back during the year (based on their settlement date) multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the reporting year.

As at 31 March 2024 and 31 March 2023, none of the Company's issued shares or other instruments had dilutive effect, therefore basic and diluted earnings per share are the same.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.26 Revenue recognition

The Company recognises income from financial instruments in accordance with IFRS 9. The Company considered the provisions of IFRS 15 the conclusion is that the Company did not obtain income from the contracts concluded with clients.

The revenues recorded by the Company are accounted for by their nature (operational, financial), on an accrual basis.

Revenue is measured at the fair value of the consideration received or receivable. When the result of a transaction involving the rendering of services cannot be estimated reliably, revenue shall be recognized only to the extent of the expenses recognized that are recoverable.

2.27 Interest income and interest expense

Interest income and interest expenses corresponding to financial instruments are recognized in profit or loss using the effective interest method based on accrual basis. The effective interest method is a method of calculating the amortized cost of a financial asset or a financial liability and of allocating the interest income or expense over the relevant period of time.

The effective interest rate is the rate that exactly discounts estimated future cash flows payable or receivable during the expected life of the financial instrument or, when appropriate, a shorter period, to the gross carrying amount of the financial asset or amortised cost of a financial liability. In order to calculate the effective interest rate, the Company estimates the cash flows, considering all contractual terms of the financial instrument, but does not account for future credit losses. The calculation includes all fees paid or received between the parties that are part of the effective interest rate, transaction costs, and all other premiums or discounts.

2.28 Dividend income

Dividends on equity instruments are recognised in profit or loss as “*Dividend income*” when the Company's right to receive such income is established.

2.29 Net gains / losses from sale of financial instruments

a) Net gains / (losses) from financial assets at fair value through profit or loss

Net gains/(losses) from financial assets at fair value through profit or loss include both the changes in fair value from marking-to-market and the income from the sale of these financial instruments.

b) Net gains / (losses) from disposal of financial assets at fair value through other comprehensive income

Net gains or losses from disposal of financial assets at fair value through other comprehensive income include the revaluation reserve of financial assets at fair value through other comprehensive income.

Income from the sale /disposal of investments held will be recognized at the date when the property right is transferred from seller to buyer, using the accounting value at the transaction date.

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and assumptions are continuously evaluated and are based on historical experience and other factors, including expectations of future events believed to be reasonable under the circumstances. In addition to experience and historical information, the Company also considers in evaluating these effects the current conditions in the financial industry.

3.1 Investment entity classification

The Company applied the Amendments to IFRS 10, IFRS 12 and IAS 27 starting 1 January 2015 when, after considering the criteria provided for by the Amendments, the Company's management concluded that the Company qualifies for classification as an investment entity. Thus, a company classified as an investment entity is not required to consolidate any of its subsidiaries.

The Management of Transilvania Investments assesses annually whether the Company maintains its investment entity status. Thus, the Company re-assessed in 2022 the investment entity criteria and concluded that it meets such criteria, since the Company still:

- a) obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services;
- b) commits to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- c) measures and evaluates the performance of substantially all its investments on a fair value basis.

In addition, the Company has other characteristics specific to an investment entity, as follows:

(a) Investment-related services

The Company is a joint stock company which operates as a closed-end financial investment company, directly providing investment management services for its investors; the Company's main business activities are exclusively the activities specific to closed-end investment companies.

The Company does not provide advisory services and investment support or administrative services, directly or through a subsidiary, to third parties and/or its investors.

(b) Business purpose

In accordance with the Articles of Incorporation, the Company's purpose is to increase the value of the invested capital, through an efficient administration and management of its own assets.

The Company's Strategy for 2020 – 2024 and the Investment Policy Statement for 2020 – 2024, approved by the General Meeting of Shareholders, are public information which are presented on the Company's website and can be consulted by shareholders, potential investors and/or any other third parties.

According to the above-mentioned strategy, applicable in the reporting period, the Company's main investment objective is the maximization of the aggregate returns achieved by the current and potential investors through the investments performed by the Company, in compliance with the law and the Company's own regulations in force. At the same time, Transilvania Investments pursues the increase of the net asset value through a performant management carried out by specialists, oriented towards value-added generation, in conditions of an active and prudent management of assets from the business lines (trading, travel and leisure, real estate, industry and venture capital / private equity).

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES (continued)

3.1 Investment entity classification (continued)

(c) Exit strategy

Starting with 1 January 2015, the Company applies an exit strategy which is based on continuous monitoring of the investments made under the approved investment programs and on continuous analysis of current market conditions, aiming to identify the optimal exit moments so as to fulfil the objectives set by the annual revenue and expenditure budgets, respectively achieving aggregate higher yields.

The Company applies an exit strategy adapted to the specificity of each category of investment, which is defined based on the following elements: the strategy applied, the investment time horizon and the triggering factors of the exit transaction.

(d) Fair value measurement

Starting with 1 January 2015, all financial investments of the Company are measured at fair value. The investments in subsidiaries and associates, as well as the corporate bonds issued by the latter and owned by the Company, are classified as financial assets at fair value through profit or loss. The other investments in shares, bonds and fund units have been classified as financial investments available for sale and, starting 1 January 2018, further to the application of IFRS 9, they have been classified as financial investments at fair value through other comprehensive income.

The fair value of the financial instruments held by Transilvania Investments is estimated according to the internal procedure and related methodology.

A company classified as an investment entity is not required to consolidate any of its subsidiaries.

The information described above is presented in Note 12.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

4. DIVIDEND INCOME

The dividend income recorded by the Company as at 31 March 2024, compared to 31 March 2023, is the following:

Entity	31 March 2024	%	31 March 2023	%
BRD-GROUPE SOCIETE GENERALE	11,877,056	99.25	-	-
ALTELE	89,408	1.75	23,820	100
Total	11,966,464	100	23,820	100

5. NET GAINS/LOSS FROM FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 March 2024	31 March 2023
Net gains / (loss) from the sale of financial assets measured at fair value through profit or loss	1,913,625	138,278
Net gains from the revaluation of financial assets measured at fair value through profit or loss	9,425,912	29,650,101
Total	11,339,537	29,788,379

During the first three months of 2024, the most important negative fair value adjustment (unrealised loss) was recorded in the case of the shareholding in One United Properties S.A. (- RON 0.10 million). The most important positive fair value adjustment (unrealised profit) was recorded in the case of the shareholding in OMV Petrom (+ RON 3.62 million).

During the similar period of 2023, the most important negative fair value adjustment (unrealised loss) was recorded in the case of the shareholding in Banca Transilvania S.A. (- RON 0.30 million). The most important positive fair value adjustment (unrealised profit) was recorded in the case of an issuer operating in travel and leisure sector, namely Turism Hoteluri si Restaurante Marea Neagra (+ RON 14.98 million).

Net gains and losses from the sale of shareholdings measured at fair value through profit or loss have been calculated as difference between the amounts cashed from the sale of these shareholdings and their fair value at the date of the last annual financial statements.

The most significant profit achieved during Q1 2024 was recorded from the partial sale of the stake held in OMV Petrom (RON 0.46 million). During the reporting period, the Company recorded net losses from the sale of shares and fund units amounting to RON 0.01 million.

During the similar period of 2023, the Company performed sale operations based on the exit strategy approved at Transilvania Investments level (defining principle of any investment entity). The most important profit achieved during the first three months of 2023 was registered from the partial sale of the stake held in OMV Petrom (RON 0.28 million). During the reporting period, the Company recorded net losses from the sale of shares amounting to RON 0.92 million (-RON 0.91 million from the sale of the shares held in Concas S.A.).

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

6. OPERATING INCOME

	31 March 2024	31 March 2023
Net gains / losses on foreign exchange differences from transactions	4,018	(10,381)
Other operating income	39,028	140,028
Total	43,046	129,647

7. EMPLOYEE EXPENSES

	31 March 2024	31 March 2023
Employee benefit expenses	3,991,376	4,173,502
Expenditure on benefits in the form of equity instruments	1,095,707	296,433
Social contribution expense	87,893	92,344
Total	5,174,976	4,562,279

8. COMMISSIONS AND FEES EXPENSES

	31 March 2024	31 March 2023
Commission on the net asset value, paid to the Financial Supervisory Authority	418,267	328,675
Depository commissions	105,285	86,710
Transaction costs	92,583	188,786
Financial services costs	3,137	3,385
Other fees and commissions	21,271	16,093
Total	640,543	623,649

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

9. OPERATING EXPENSES

	31 March 2024	31 March 2023
Legal expenses	56,977	37,582
Other tax expenses (i)	175,748	127,347
Depreciation and amortization expenses	343,500	485,248
Audit expenses	170,748	165,277
Postal and telecommunication charges	33,907	52,056
Consumable materials expense	83,460	98,492
Insurance premium charges	46,372	46,604
Utilities expense	24,130	83,594
Travel expenses	55,574	81,052
Protocol, donation and sponsorship expenses	85,500	104,422
Rent	36,093	30,361
Maintenance and repairs expenses	45,599	43,376
Net gains/(losses) from unrealised foreign exchange differences	862	28,119
Other expenses (ii)	897,162	1,012,347
Total	2,055,632	2,395,877

- (i) Other tax expenses line includes local taxes for buildings, vehicles, land.
- (ii) Other expenses line includes consulting services, IT system maintenance, financial expenses, archiving, translation services etc.

10. CURRENT INCOME TAX AND DEFERRED TAX

The differences between regulations issued by the Romanian Ministry of Finance and the accounting rules applied in preparing these financial statements give rise to temporary differences between the carrying value and fiscal value of certain assets and liabilities.

The deferred income tax will be calculated in case of temporary differences using the taxing rate applicable at the date of such differences.

Income tax comprises the following:

	31 March 2024	31 March 2023
Current income tax expense	-	-
Deferred tax income	175,314	269,322
Total	175,314	269,322

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

10. CURRENT INCOME TAX AND DEFERRED TAX (CONTINUED)

Deferred tax analysed by source of temporary difference

Differences between the regulations issued by the Romanian Ministry of Finance and the IFRS accounting principles give rise to temporary differences between the carrying amount of assets and liabilities used for financial reporting purposes and their tax bases. The tax effect of the movements in these temporary differences is detailed below.

	1 January 2024	Credited/ (charged) to other comprehensive income	Credited to profit or loss	31 March 2024
Tax effect of deductible/(taxable) temporary differences				
Fair valuation of financial assets measured through other comprehensive income (Note 22)	(57,190,506)	(18,488,765)	-	(75,679,271)
Fair valuation of tangible assets (Note 23)	(1,441,603)	-	-	(1,441,603)
Variable remuneration	1,604,571	-	175,313	1,779,884
Net deferred tax liability	(57,027,539)	(18,488,765)	175,313	(75,340,991)

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

11. CASH AND CASH EQUIVALENTS

	31 March 2024	31 December 2023
Current accounts at banks, in RON	985,901	1,302,547
Current accounts at banks, in foreign currency	989,792	1,962,914
Bank deposits, in RON	14,794,555	56,929,249
Petty cash, in RON	5,976	7,793
Total	16,776,224	60,202,503

At 31 March 2024 and 31 March 2023, cash and cash equivalents presented in the financial statements are neither past due, nor impaired.

The bank deposits, at 31 March 2024 and 31 March 2023, have a contractual maturity of up to 1 month.

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

The structure of the financial assets measured at fair value through profit or loss at 31 March 2024, compared to 31 March 2023, by type of financial instruments, is the following:

	31 March 2024	31 December 2023
Shares listed on Romanian markets, of which:	623,908,490	628,793,739
- listed on the Bucharest Stock Exchange (BSE)	314,652,659	319,537,909
- listed on the alternative trading system of the BSE (AeRO)	309,255,831	309,255,831
Unlisted shares	158,489,148	162,630,044
Listed unit funds	-	654,635
Unlisted fund units	21,050,737	19,726,467
	803,448,375	811,804,885
Government securities	69,742,934	52,347,521
Total	873,191,309	864,152,406

	31 March 2024	31 December 2023
Shares listed on Romanian markets, of which:	623,908,490	628,793,739
- subsidiaries	525,328,405	521,231,135
- associates	15,890,012	15,890,012
- others	82,690,073	91,672,592
Unlisted shares, of which:	158,489,148	162,630,044
- subsidiaries	130,099,979	134,178,480
- associates	28,389,169	28,451,564
- others	-	-

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Investments in subsidiaries at 31 March 2024 are the following:

Entity	Fair value 31 March 2024	Market type	Shareholding %	Voting rights %
TRANSILVANIA INVESTMENTS ALLIANCE EQUITY S.A.	8,253,675	Unlisted	100.00	99.9977
TRANSILVANIA INVESTMENTS RESTRUCTURING SA	1,195,356	Unlisted	100.00	100.00
NOVA TOURISM CONSORTIUM SA	90,351,540	Unlisted	99.99	99.99
TRANSILVANIA INVESTMENTS ALLIANCE REAL ESTATE SA	18,248,733	Unlisted	99.80	99.80
ORGANE DE ASAMBLARE SA	0	AeRO	95.70	95.70
TRANSILVANIA LEASING SI CREDIT IFN SA BRASOV	27,831,384	AeRO	95.19	95.19
TURISM FELIX SA	138,915,981	BSE	93.03	93.03
TURISM COVASNA SA	33,377,811	AeRO	92.94	92.94
TRATAMENT BALNEAR BUZIAS SA	5,387,784	AeRO	91.87	91.87
SEMBRAZ SA	3,928,206	AeRO	90.97	90.97
INTERNATIONAL TRADE&LOGISTIC CENTER SA	10,376,970	unlisted	87.30	87.30
FEPER SA	52,311,937	AeRO	85.80	85.80
ARO-PALACE SA	68,449,511	AeRO	85.74	85.74
TUSNAD SA	17,558,663	AeRO	82.88	82.88
GRUP BIANCA TRANS SA	1,673,704	unlisted	82.72	82.72
MECANICA CODLEA SA	5,768,975	AeRO	81.07	81.07
TURISM, HOTELURI, RESTAURANTE MAREA NEAGRA SA	93,046,604	BSE	78.80	78.80
ROMRADIATOARE SA BRASOV	8,728,366	AeRO	76.51	76.51
UTILAJ GREU SA	4,742,354	AeRO	70.39	70.39
VIOLA-INDEPENDENTA SIBIU	6,527,729	AeRO	53.62	53.62
CASA ALBA INDEPENDENTA SIBIU	41,577,376	AeRO	53.35	53.35
INDEPENDENTA SA	17,175,726	AeRO	53.30	53.30
Total	655,428,385			

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Investments in subsidiaries as at 31 December 2023 are the following:

Entity	Fair value	Market type	Shareholding %	Voting rights %
	31 December 2023			
TRANSILVANIA INVESTMENTS ALLIANCE EQUITY S,A,	8,253,675	Unlisted	100.00	99.9977
TRANSILVANIA INVESTMENTS RESTRUCTURING SA	1,195,356	Unlisted	100.00	100.00
NOVA TOURISM CONSORTIUM SA	89,862	Unlisted	99.99	99.99
TRANSILVANIA INVESTMENTS ALLIANCE REAL ESTATE SA	18,248,733	Unlisted	99.80	99.80
ORGANE DE ASAMBLARE SA	0	AeRO	95.70	95.70
TRANSILVANIA LEASING SI CREDIT IFN SA BRASOV	27,831,384	AeRO	95.19	95.19
TURISM FELIX SA	137,088,140	BSE	93.03	93.03
TURISM COVASNA SA	33,377,811	AeRO	92.94	92.94
TRATAMENT BALNEAR BUZIAS SA	5,387,784	AeRO	91.87	91.87
SEMBRAZ SA	3,928,206	AeRO	90.97	90.97
HOTELURI RESTAURANTE SUD SA	94,340,179	Unlisted	90.61	90.61
INTERNATIONAL TRADE&LOGISTIC CENTER SA	10,376,970	Unlisted	87.30	87.30
FEPER SA	52,311,937	AeRO	85.80	85.80
ARO-PALACE SA	68,449,511	AeRO	85.74	85.74
TUSNAD SA	17,558,663	AeRO	82.88	82.88
GRUP BIANCA TRANS SA	1,673,704	Unlisted	82.72	82.72
MECANICA CODLEA SA	5,768,975	AeRO	81.07	81.07
TURISM, HOTELURI, RESTAURANTE MAREA NEAGRA SA	90,777,175	BSE	78.80	78.80
ROMRADIATOARE SA BRASOV	8,728,366	AeRO	76.51	76.51
UTILAJ GREU SA	4,742,354	AeRO	70.39	70.39
VIOLA-INDEPENDENTA SIBIU	6,527,729	AeRO	53.62	53.62
CASA ALBA INDEPENDENTA SIBIU	41,577,376	AeRO	53.35	53.35
INDEPENDENTA SA	17,175,726	AeRO	53.30	53.30
Total	655,409,615			

The fair value of companies listed on alternative markets was determined according to the Company's accounting policies, through valuation reports prepared as at 31 March 2024 and 31 December 2023.

All the Company's subsidiaries are incorporated in Romania.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Investments in associates as at 31 March 2024 are the following:

Entity	Fair value 31 March 2024	Market type	Shareholding %
NEPTUN-OLIMP SA	5,890,997	Listed	41.18
APOLLO ESTIVAL 2002 SA	3,668,094	Unlisted	39.62
PRAHOVA ESTIVAL 2002 SA	0	Unlisted	39.62
TOMIS ESTIVAL 2002 SA	949,730	Unlisted	39.62
SERVICE NEPTUN 2002 SA	3,194,139	Listed	39.62
TURISM LOTUS FELIX SA	22,157,789	Unlisted	38.27
ROMAGRIBUZ VERGULEASA SA	0	Unlisted	37.30
TRANSILVANIA HOTELS & TRAVEL S.A.	0	Unlisted	37.01
FELAM SA	0	Unlisted	36.22
DORNA TURISM SA	2,712,470	Listed	32.01
SOFT APLICATIV SI SERVICII SA	1,613,555	Unlisted	30.86
EMAILUL SA	3,518,041	Listed	28.93
DUPLEX SA	574,365	Listed	26.87
VERITAS PANCIU SA	0	Unlisted	26.33
CNM PETROMIN SA CONSTANTA	0	Unlisted	23.83
Total	44,279,180		

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Investments in associates as at 31 December 2023 are the following:

Entity	Fair value 31 December 2023	Market type	Shareholding %
NEPTUN-OLIMP SA	5,890,997	Listed	41.18
APOLLO ESTIVAL 2002 SA	3,668,094	Unlisted	39.62
PRAHOVA ESTIVAL 2002 SA	0	Unlisted	39.62
TOMIS ESTIVAL 2002 SA	949,730	Unlisted	39.62
SERVICE NEPTUN 2002 SA	3,194,139	Listed	39.62
TURISM LOTUS FELIX SA	22,157,789	Unlisted	38.27
ROMAGRIBUZ VERGULEASA SA	0	Unlisted	37.30
TRANSILVANIA HOTELS & TRAVEL S.A.	0	Unlisted	37.01
FELAM SA	0	Unlisted	36.22
DORNA TURISM SA	2,712,470	Listed	32.01
SOFT APLICATIV SI SERVICII SA	1,675,951	Unlisted	30.86
EMAILUL SA	3,518,041	Listed	28.93
DUPLEX SA	574,365	Listed	26.87
VERITAS PANCIU SA	0	Unlisted	26.33
CNM PETROMIN SA CONSTANTA	0	Unlisted	23.83
Total	44,341,574		

Corporate bonds measured at fair value through profit or loss, held by the Company as at 31 March 2024, as compared to 31 December 2023, are the following:

Entity	Currency	No. of units 31 March 2024	No. of units 31 December 2023	Fair value 31 March 2024	Fair value 31 December 2023
Sibarex SA	RON	900,000	900,000	0	0
Total				0	0

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

At 31 March 2024, the Company held corporate bonds issued by the following entity:

- *Sibarex SA* – bonds with a total nominal value of RON 2.25 million. The bonds are unquoted, non-convertible into shares, and issued at a nominal value of RON 2.50 per bond, with a 3-year maturity (maturity date: 21 November 2016) and an annual interest rate resulting from the variable interest of ROBOR at 6 months plus 2.00%. Interest payments are made quarterly. At 31 March 2024, accrued interest related to these bonds was RON 211,247. Principal and interest must be repaid in full by the repayment date or anticipated (partial or total) at the issuer's request. Given the Resolution of the issuer's Extraordinary General Meeting of Shareholders of 14.11.2016 regarding the company's dissolution followed by liquidation, the fair value of the bonds at 31 March 2024 is zero (31 March 2023: zero). The bonds are secured with pledge without dispossession on the production equipment up to the value of bonds underwritten and paid and plus the entire period estimated interest. Through Civil Decision no. 288/03.10.2017, the simplified procedure of bankruptcy and dissolution of the company was initiated.

At 31 March 2024, the Company holds government securities as follows:

Issuer	31 March 2024			31 December 2023	
	Currency	No. of securities	Fair value	No. of securities	Fair value
M.F.P. (ISIN RO1624DBN027)	RON	2,580	13,257,651	2,580	13,066,465
M.F.P. (ISIN RO7P95F9FNY6)	RON	2,700	15,703,841	2,700	11,923,828
M.F.P. (ISIN RO52CQA3C829)	RON	2,000	11,492,754	1,000	5,762,966
M.F.P. (ISIN RODD24CXRK47)	RON	4,400	21,903,255	4,400	21,594,262
M.F.P. (ISIN RON7NMKOKQG2)	RON	1,400	7,385,433	-	-
Total		13,880	69,742,934	10,680	52,347,521

The fund units held by the Company, carried at fair value through profit or loss, are as follows:

Entity	31 March 2024		31 December 2023	
	No. of units	Fair value	No. of units	Fair value
Fond Inchis de Investitii Bet-Fi Index Invest	-	-	782	654,635
Fondul Inchis de Investitii Fondul Privat Comercial	11,933	6,118,648	11,933	5,953,243
Fondul Deschis de Investitii BT MAXIM	527,797	13,238,740	527,797	12,146,728
Fondul Deschis de Investitii Napoca	413,087	377,396	413,087	357,361
Fondul Deschis de Investitii GlobUS BlueChips	27,487	349,498	27,487	322,182
Fondul de Investiții Alternative Professional Globinvest	100	966,455	100	946,953
Total	980,404	21,050,737	981,186	20,381,102

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

The portfolio managed by the Company includes investment funds that have declared a diversified investment policy. The funds have a high exposure on shares, which places them in a medium / medium-high risk class. Of these, only the BET-FI Index follows the evolution of a stock index (the BET-FI index).

- **Fondul Privat Comercial**

Fondul Privat Comercial is an alternative investment fund, which places the resources attracted in listed shares issued by financial companies, bonds, fund units and bank deposits. The objective of the fund is to increase the value of the invested capital and to obtain income. The Fund will not invest in: promissory notes and other money market instruments such as bills of exchange, structured products, derivative financial instruments, traded outside regulated markets, corporate bonds not admitted to trading on a regulated market, Swap instruments and SFT - securities financing transaction. The synthetic risk indicator places the fund in risk class 6.

- **Fondul deschis de investitii BT MAXIM**

BT Maxim is a stock fund that addresses in particular dynamic investors, with high risk profile, eager to capitalize on their own assets through the listed shares market. At the moment, the portfolio is focused on the energy and financial area, being oriented on pro-cyclical actions that will benefit from the current context with high prices for goods as well as that of raising interest rates. The fund invests at least 85% in shares and the remaining 15% is invested in fixed income instruments. The synthetic risk indicator places the fund in risk class 4.

- **Fondul deschis de investitii Napoca**

FDI Napoca is an open investment fund with the fundamental objective of increasing the value of invested capital and which places a majority share of the resources attracted in shares listed on regulated markets in Romania. The Fund states that the investment objective can be achieved through an investment policy oriented in the medium and long term in listed shares, aiming to obtain profits as a result of the increase in the value of the investments made. The synthetic risk indicator places the fund in risk class 5.

- **Fondul Deschis de Investitii GlobUS BlueChips**

Fdi GlobUS BlueChips is an open investment fund with an investment policy focused on the medium and long term in shares listed on regulated markets in the United States of America. It invests in shares issued by companies included in the main American indexes, characterised by a high stock exchange capitalisation, a high capacity of the management to obtain profit and a high return on capital invested. The synthetic risk indicator places the fund in risk class 5.

- **Fondul de Investitii Alternative Professional Globinvest**

The investment policy of the fund is focused on the medium and long term, in high growth potential shares in time, discounted and/or interest-bearing debt securities such as government, municipal or corporate bonds, bank deposits, ownership securities issued by collective investment bodies. The fund will invest in financial instruments issued in Romania, preferably in the financial field.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

13. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

The structure of the financial assets at fair value through other comprehensive income, by asset type, is the following:

	31 March 2024	31 December 2023
Shares listed on Romanian markets, out of which:	944,977,386	791,873,469
- listed on Bucharest Stock Exchange (BSE)	927,360,821	776,211,513
- listed on the alternative trading system of the BSE (AeRO)	17,616,565	15,661,956
Unlisted shares, preference rights	12,652,610	12,652,610
Equity interests	295,747	295,747
Equity holdings	70,180,745	70,252,769
Total	1,028,106,488	875,074,595

	31 March 2024	31 December 2023
Carrying amount at 1 January	875,074,595	669,338,157
Net gains /losses on fair value, of which:		
- Net gains/(losses) on mark-to-market during the year (Note 23)	121,981,457	199,424,081
Acquisitions	38,732,667	36,296,007
Sales	(7,682,230)	(29,983,650)
Carrying amount at the end of the period	1,028,106,488	875,074,596

14. FINANCIAL ASSETS AT AMORTISED COST

The Company applies the provisions of IFRS 9 regarding the expected credit losses, thus it classifies its receivables in Stage 1, Stage 2 and Stage 3. No exposures were identified that, although performing, recorded a significant deterioration of credit risk (that would require the presentation under Stage 2. For Stage 3 sundry debtors, for which the collection is uncertain, the Company has calculated the impairment allowances. By applying the estimations according to IFRS 9 in respect of Stage 1, the Company concluded that the expected loss allowance was not significant.

Sundry debtors mainly include amounts arising from final court sentences.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

14. FINANCIAL ASSETS AT AMORTISED COST (CONTINUED)

Financial assets at amortised cost, not past due and not impaired (Stage 1) are presented as follows:

	31 March 2024	31 December 2023
Settlements in progress	1,049,996	2,529,313
Other receivables	874,702	-
Total	1,924,698	2,529,313

Financial assets at amortised cost, past due and impaired (Stage 3) are presented as follows:

31 March 2024	Receivables from group entities	Other receivables	Receivables on disposal of shares	Dividends receivable
Gross carrying amount	7,634	392,103	-	90,160
Loss allowance	(7,634)	(66,042)	-	(78,854)
Net carrying amount	-	326,061	-	11,306

31 December 2023	Receivables from group entities	Other receivables	Receivables on disposal of shares	Dividends receivable
Gross carrying amount	7,634	480,900	-	90,171
Loss allowance	(7,634)	(66,042)	-	(78,854)
Net carrying amount	-	414,858	-	11,317

15. OTHER ASSETS

	31 March 2024	31 December 2023
Consumables and other inventories	2,310	3,065
Prepayments	564,408	361,273
Other assets	202,664	205,296
Total	769,382	569,634

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

16. PROPERTY, PLANT AND EQUIPMENT

	Land and buildings	Plant and equipment	Fixtures, fittings and furniture	Total
<i>Balance at 1 January 2024</i>				
Gross value	17,707,818	3,061,336	257,963	21,027,117
Accumulated depreciation	(528,960)	(404,054)	(75,263)	(1,008,277)
Net carrying amount	17,178,858	2,657,282	182,700	20,018,840
Acquisitions	-	26,665	2,680	29,345
Tangible assets in progress	-	-	-	-
Advances for tangible assets	-	-	-	-
Sales or scraps	-	-	-	-
Depreciation recorded during the year	(144,971)	(112,900)	(10,204)	(268,074)
Depreciation for the assets sold	-	-	-	-
<i>Balance at 31 March 2024</i>				
Gross value	17,707,818	3,126,281	261,443	21,095,542
Accumulated depreciation	(673,930)	(516,954)	(85,467)	(1,276,351)
Net carrying amount	17,033,888	2,609,327	175,976	19,819,191
<i>Balance at 1 January 2023</i>				
Gross value	16,853,029	978,300	198,353	18,029,683
Accumulated depreciation	-	-	-	-
Net carrying amount	16,853,029	978,300	198,353	18,029,683
Acquisitions	-	599,463	35,270	634,734
Tangible assets in progress	(1,265,073)	1,614,058	31,969	380,954
Advances for tangible assets	-	-	4,889	4,889
Sales or scraps	-	(130,485)	(12,519)	(143,004)
Transfer from investment property	2,119,862	-	-	2,119,862
Depreciation recorded during the year	(528,960)	(447,288)	(86,882)	(1,063,130)
Depreciation for the assets sold	-	43,234	11,619	54,853
<i>Balance at 31 December 2023</i>				
Gross value	17,707,818	3,061,336	257,963	21,027,117
Accumulated depreciation	(528,960)	(404,054)	(75,263)	(1,008,277)
Net carrying amount	17,178,858	2,657,282	182,700	20,018,840

The Company has no restrictions on its property titles. There are no cases of tangible assets pledged as security for liabilities recorded. At the end of Q1 2024 the Company did not record contractual obligations for the purchase of tangible assets. The latest revaluation of the land and buildings owned by the Company was performed on December 31, 2022 and the differences from the revaluation were recorded in other comprehensive income (Note 23).

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

17. INTANGIBLE ASSETS

	Licenses	Other intangible assets	Total
<i>Balance at 1 January 2024</i>			
Gross value	458,807	775,415	1,264,222
Accumulated amortisation	(334,243)	(775,415)	(1,109,658)
Net carrying amount	124,564	-	124,564
Acquisitions	-	-	-
Advances for intangible assets	-	-	-
Sales or scraps	-	-	-
Amortisation recorded during the year	(16,299)	-	(16,299)
Amortisation for the assets sold	-	-	-
<i>Balance at 31 March 2024</i>			
Gross value	458,807	775,415	1,234,222
Accumulated amortisation	(350,541)	(775,415)	(1,125,956)
Net carrying amount	108,265	-	108,256
<i>Balance at 1 January 2023</i>			
Gross value	487,870	775,415	1,263,285
Accumulated amortisation	(405,397)	(775,415)	(1,180,812)
Net carrying amount	82,473	-	82,473
Acquisitions	98,093	-	98,093
Advances for intangible assets	-	-	-
Sales or scraps	(127,157)	-	(127,157)
Amortisation recorded during the year	(56,002)	-	(56,002)
Amortisation for the assets sold	127,157	-	127,157
<i>Balance at 31 December 2023</i>			
Gross value	458,807	775,415	1,264,222
Accumulated amortisation	(334,243)	(775,415)	(1,109,658)
Net carrying amount	124,564	-	124,564

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

18. RIGHT-OF-USE ASSETS

The Company holds lease agreements mainly for vehicles and has rented an office space in Bucharest.

Right-of-use assets under leases:

Balance at 1 January 2024

Gross value	1,284,182
Accumulated amortization	(381,280)
Net carrying amount	902,902
Acquisitions	-
Sales, scraps or transfers	-
Amortization during the year	(59,127)
Amortisation for the assets sold	-

Balance at 31 March 2024

Gross value	1,284,182
Accumulated amortization	(440,407)
Net carrying amount	843,775

Balance at 1 January 2023

Gross value	4,011,257
Accumulated amortization	(497,171)
Net carrying amount	3,514,087
Acquisitions	45,645
Sales, scraps or transfers	(2,772,721)
Amortization during the year	(727,700)
Amortisation for the assets sold	843,591

Balance at 31 December 2023

Gross value	1,284,182
Accumulated amortization	(381,280)
Net carrying amount	902,902

Lease liabilities:

<i>Balance at 1 January 2024</i>	1,009,620
Debt recognition	1,009,620
Increases	-
Debts paid	(33,501)
Exchange rate differences	23,244

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

18. RIGHT-OF-USE ASSETS (CONTINUED)

Balance at 31 March 2024	999,363
Due in less than one year	227,158
Due in more than one year	772,205
Year	31 martie 2024
Year 1	227,158
Year 2	112,632
Year 3	112,632
Year 4	112,632
Year 5	112,632
Year 6	112,632
Year 7	112,632
Year 8	96,413
Total debt	999,363
Balance at 1 January 2023	3,988,871
Debt recognition	3,988,871
Increases	-
Debts paid	(2,914,517)
Exchange rate differences	64,733
Balance at 31 December 2023	1,009,620
Due in less than one year	237,415
Due in more than one year	772,205
Year	31 December 2023
Year 1	237,415
Year 2	112,632
Year 3	112,632
Year 4	112,632
Year 5	112,632
Year 6	112,632
Year 7	112,632
Year 8	96,413
Total debt	1,009,620

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

19. FINANCIAL LIABILITIES

Description	31 March 2024	31 December 2023
Dividend payables	10,227,271	10,366,626
Trade payables	2,093,688	4,694,359
Collections made in advance from third parties	30	40
Liabilities with related parties	-	10,513
Total	12,320,989	15,071,538

20. OTHER LIABILITIES

Description	31 March 2024	31 December 2023
Salaries liabilities	824,874	711,353
Taxes payable	118,390	1,267,911
Social contributions owed to the state budget	471,336	455,788
Total	1,414,600	2,435,052

21. SHARE CAPITAL

The Company's share capital at 31 March 2024 is worth RON 216,244,380, out of which RON 216,244,380 represents the subscribed and paid-in share capital (registered with the Trade Register).

The subscribed and paid-in share capital is divided into 2,162,443,797 shares. The shares issued by the Company are common, registered, indivisible, of equal value and dematerialized, issued at nominal value of RON 0.10 per share.

Description	31 March 2024	31 December 2023
Share capital registered with the Trade Register	216,244,380	216,244,380
Share capital according to IFRS	216,244,380	216,244,380

Shareholding structure as at 31 March 2024:

Shareholders	Number of shareholders	No. of shares held	Percentage out of total shares (%)
Resident shareholders	6,953,686	2,132,482,490	98.62
natural persons	6,953,469	1,098,323,847	50.79
legal persons	217	1,034,158,643	47.83
Non-resident shareholders	2,485	29,961,307	1.38
natural persons	2,463	13,238,847	0.61
legal persons	22	16,722,460	0.77
TOTAL	6,956,171	2,162,443,797	100.00
natural persons	6,955,932	1,111,562,694	51.40
legal persons	239	1,050,881,103	48.60

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

22. FAIR VALUE REVALUATION RESERVE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

The reserve from the fair value revaluation of financial assets measured at fair value through other comprehensive income is net of tax.

	31 March 2024	31 December 2023
Gross fair value revaluation reserve of financial assets at fair value through other comprehensive income	467,752,417	350,172,047
Deferred tax liabilities (Note 10)	(75,679,271)	(57,190,506)
Net reserve	392,073,146	292,981,541

This Note shows the changes in the fair value revaluation reserve of financial assets measured at fair value through other comprehensive income.

	Revaluation reserves of financial assets measured at fair value through other comprehensive income		
	Gross	Deferred tax	Total net
Balance at 1 January 2024	350,172,047	(57,190,506)	292,981,541
Loss on changes in fair value from mark-to-market	122,298,917	(19,510,397)	102,788,519
Transfer of reserve to retained earnings upon sale of financial assets measured at fair value through other comprehensive income	4,718,546	(1,021,632)	3,696,914
Balance at 31 March 2024	467,752,417	(75,679,271)	392,073,146

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

23. REVALUATION RESERVE FOR PROPERTY, PLANT AND EQUIPMENT

The last revaluation of the Company's tangible assets was performed at 31 December 2022 by REVALTEX SRL (independent valuator – ANEVAR member), which resulted in an increase in the revaluation reserve by RON 4,176,746, respectively by 32%.

Revaluation reserves cannot be distributed to shareholders.

	Gross	Deferred tax	Total net
Balance at 1 January 2023	15,942,314	(339,407)	15,602,907
Transfer of the reserve to retained earnings	(289,393)	-	(289,393)
Revaluation differences	-	107,940	107,940
Revaluation reserve	-	-	-
Balance at 31 December 2023	15,652,921	(231,467)	15,421,454
Balance at 1 January 2024	15,652,921	(231,467)	15,421,454
Transfer of the reserve to retained earnings	-	-	-
Revaluation differences	-	-	-
Revaluation reserve	-	-	-
Balance at 31 March 2024	15,652,921	(231,467)	15,421,454

24. OTHER RESERVES

	31 March 2024	31 December 2023
Other reserves have been created as a result of the profit allocation.		
Legal reserve (i)	43,248,876	43,248,876
Reserves from previous years' profits	769,568,690	768,465,309
Other reserves (ii)	3,912,094	3,912,094
Total	816,729,660	815,626,279

(i) The statutory legal reserves represent the accumulated transfers from the retained earnings made according to the national legislation. These reserves cannot be distributed to the shareholders. The national legislation provides that at least 5% of the Company's profit must be transferred to legal reserves until this reserve reaches 20% of the Company's share capital.

(ii) Tax facilities generated by favourable exchange rate differences.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

25. OWN SHARES

The Extraordinary General Meeting of Shareholders of 24 April 2023 approved the carrying-out of two buy-back programmes, in accordance with the applicable legal provisions, under the following terms:

(i) *size of the programmes* - maximum 20,000,000 shares with a nominal value of RON 0.10 per share, representing a maximum of 0.9248% of the share capital;

(ii) *share acquisition price* - the minimum price will be equal to the market price of the company shares on the Bucharest Stock Exchange at the time of the acquisition, and the maximum price will be RON 0.49 per share;

(iii) *validity of the programme* - a period of maximum 18 months from the date of publication of the E.G.M.S. resolution in the Official Gazette of Romania, Part IV;

(iv) *payment of bought-back shares* - from available reserves (excluding legal reserves) recorded in the last approved annual statements;

(v) *scope of the programme*, in the following order:

I. maximum 12,000,000 shares, in order to reduce the share capital by cancelling the bought-back shares;

II. maximum 8,000,000 shares, for distribution free of charge to the members of the Supervisory Board, the Executive Board and identified staff, within a Stock Option Plan program, in accordance with the remuneration policy approved at company level.

(vi) granting a mandate to the Executive Board to carry out this resolution.

	31 March 2024	31 December 2023
Own shares bought back	(3,308,103)	(475,749)
Total	(3,308,103)	(475,749)

26. BENEFITS GRANTED TO THE SUPERVISORY BOARD MEMBERS, EXECUTIVE BOARD MEMBERS AND COMPANY PERSONNEL

The benefits granted to the Supervisory Board members, Executive Board members and the company personnel in the form of equity instruments represent the value of benefits related to their participation to the benefit plan within Stock Option Plan programs, component of the variable remuneration granted in the form of shares.

During Q1 2024, the variable remuneration granted to the members of the Supervisory Board and of the Executive Board, as well as the other identified personnel categories consisted of:

1. shares issued by the company, based on the Incentive and reward plan for the identified personnel through free share grants („Stock Option Plan”) for the year 2021 (second deferred instalment);
2. cash, based on the Remuneration policy valid for the year 2021, according to the provisions of the Incentive and reward plan for the identified personnel through free share grants („Stock Option Plan”) for the year 2021 (second deferred instalment);

The variable remuneration stipulated in the Remuneration policy valid on the SOP 2021 approval date of (policy approved by O.G.M.S. Resolution no. 1/28 April 2021), comprised of 50% shares issued by the company and 50% cash, having an initial component of 50% and a 50% component subject to the deferral period).

3. shares issued by the company, based on the Incentive and reward plan for the identified personnel through free share grants („Stock Option Plan”) for the year 2022 (first deferred instalment).

The Company has in progress a benefit plan for the year 2023 totalling maximum RON 3,920,000, for which a share buy-back program is running, according to the E.G.M.S. Resolution of 24.04.2023, for a maximum of 8,000,000 shares, at a maximum price of RON 0.49/share, shares intended for distribution within the stock option plan program.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

27. TRANSACTIONS WITH RELATED PARTIES

Entities or persons are generally deemed as related parties if the parties are under common control, or one party can control the other party or can exercise a significant influence over the other party in making financial or operational decisions. In the process of identifying its related parties, the Company considers the substance of the relationship, not merely the legal form.

During Q1 2024, the Company carried out the following transactions with related parties:

Expenses with subsidiaries	Transaction type	31 March 2024	31 March 2023
International Trade Center& Logistic	Renting services	-	898
Aro Palace S.A.	Hotel services	14,828	78,964
T.I.A. Real Estate S. A. (Cristiana S.A.)	Utilities	20,781	37,071
Turism, Hoteluri Si Restaurante Marea Neagra	Hotel services	-	36,720
Total		35,609	153,652

Expenses with associates	Transaction type	31 March 2024	31 March 2023
Transilvania Hotels&Travel S.A.	Utilities	45	355
Total		45	355

Expenses with related parties are included in "Other operating expenses" in the Statement of profit or loss and other comprehensive income.

During Q1 2024, no dividend income from subsidiaries was registered.

Dividend income from associates	31 March 2024	31 March 2023
Soft Aplicativ si Servicii SA	62,395	-
Total	62,395	-

Dividend income from subsidiaries and associates are included in „Dividend income” in the Statement of profit or loss and other comprehensive income.

Key management

The paid or payable fixed remuneration is as follows:

	31 March 2024	31 March 2023
Supervisory Board	1,084,881	1,255,837
Executive Board	842,118	876,309
Total	1,926,999	2,132,146

In the first quarter of 2024, the Company did not conclude any transactions with the Executive Board members, the Supervisory Board members or its employees.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

28. PRESENTATION OF THE FINANCIAL INSTRUMENTS BY MEASUREMENT CATEGORIES

For the purposes of measurement, IFRS 9 “Financial Instruments” classifies financial assets into the following categories: (a) financial assets measured at amortised cost; (b) financial assets measured at fair value through other comprehensive income; (c) financial assets at fair value through profit or loss and (d) financial liabilities at amortised cost or at fair value. The following table provides a reconciliation of the financial assets and liabilities with these measurement categories as at 31 March 2024:

	Financial assets measured at amortised cost	Financial assets measured at fair value through other comprehensive income	Financial assets at fair value through profit or loss	Financial liabilities measured at amortised cost	Total
Cash and cash equivalents	16,776,224	-	-	-	16,776,224
Financial assets measured at fair value through other comprehensive income	-	1,028,106,488	-	-	1,028,106,488
Financial assets measured at fair value through profit or loss	-	-	803,448,375	-	803,448,375
Government securities measured at fair value through profit or loss	-	-	69,742,934	-	69,742,934
Other financial assets at amortised cost	2,262,065	-	-	-	2,262,065
Total financial assets	19,038,289	1,028,106,488	873,191,309	-	1,920,336,086
Financial liabilities at amortised cost	-	-	-	12,320,989	12,320,989
Total financial liabilities	-	-	-	12,320,989	12,320,989

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

28. PRESENTATION OF THE FINANCIAL INSTRUMENTS BY MEASUREMENT CATEGORIES (CONTINUED)

he following table provides a reconciliation of the financial assets and liabilities with these measurement categories as at 31 December 2023:

	Financial assets measured at amortised cost	Financial assets measured at fair value through other comprehensive income	Financial assets at fair value through profit or loss	Financial liabilities measured at amortised cost	Total
Cash and cash equivalents	60,202,503	-	-	-	60,202,503
Financial assets measured at fair value through other comprehensive income	-	875,074,595	-	-	875,074,595
Financial assets measured at fair value through profit or loss	-	-	811,804,885	-	811,804,885
Government securities measured at fair value through profit or loss	-	-	52,347,521	-	52,347,521
Other financial assets at amortised cost	2,955,488	-	-	-	2,955,488
Total financial assets	63,157,991	875,074,595	864,152,406	-	1,802,384,992
Financial liabilities at amortised cost	-	-	-	15,071,538	15,071,538
Total financial liabilities	-	-	-	15,071,538	15,071,538

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUE

29.1 Hierarchy analysis of the fair value of financial instruments measured at fair value

According to IFRS 13, according to the input used in the valuation model, the fair value levels are defined as follows:

- Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 inputs: unobservable inputs for the asset or liability.

To estimate the fair value that uses Level 1 inputs, the Company uses the closing /reference prices on the domestic and/or foreign trading systems.

The materiality level of the inputs used in the fair value estimation is established by using professional judgment, taking into account specific factors, due to the complexity of the valuation of such investments and to the fact that changes in fair value are reflected in the financial statements.

The fair value of the financial instruments held by Transilvania Investments is estimated according to the Company's Fund rules, policy, procedure and methodology regarding the assets valuation for financial reporting purposes. Through the Current report sent to the Bucharest Stock Exchange and the Financial Supervisory Authority, Transilvania Investments reported on the annual review of the valuation policy and procedure approved and implemented at the company level.

Given the organisational structure and the internal regulations of Transilvania Investments, for some holdings that are classified as Level 3 on the fair value hierarchy, the valuation activity is based on specific services provided by contractual partners, in compliance with the provisions of specific legislation and Valuation Standards applicable at the reference date of the report (valuation date).

The Company has included the following financial instruments in the category of financial instruments whose estimated fair value uses Level 3 inputs in the fair value hierarchy:

- (i) Financial assets at fair value through other comprehensive income, consisting of shares, equity interests (participations in the share capital of issuers of less than 20% classified in this category), equity holdings.
- (ii) Financial assets at fair value through profit and loss, consisting of shares (participations in the share capital of issuers of more than 20% and less than 20% classified in this category), bonds, government securities and fund units.

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUE (CONTINUED)

29.1. Hierarchy analysis of the fair value of financial instruments measured at fair value (continued)

The methodology for estimating fair values considers the structure of the financial instrument portfolio managed by Transilvania Investments, as well as the specifics of the investments held. The data and information used in the process of estimating the fair value will be based on reliable and relevant sources or database, information that is relevant at the reference date. The data and information will be obtained from independent sources, if possible and appropriate. The models used in the process of estimating the fair value depend on the quality, quantity and reliability of available data and information as well as on the professional judgment.

Under the general concept and according to the rules defined at the level of the fund by its authorisation as a R.I.A.I.F., it was envisaged that stakes in issuers listed on an alternative/multilateral system in Romania would be assimilated to securities with a liquidity considered as irrelevant for applying the mark-to-market method, the option being that the shares of such companies to be valued on the basis of a valuation report in accordance with the valuation standards in force. For the companies listed on the main segment of Bucharest Stock Exchange, usually, the trading activity of the shares concerned is considered relevant to apply the mark-to-market method. In specific situations, which do not fall within the general coordinates mentioned above, a prudent judgement is considered with regard to quantitative and/or qualitative aspects of the market and the trading activity of the issuer's securities.

For the *shares and equity interests* whose estimated fair value uses Level 3 inputs, the following approaches have been considered:

- Market approach - comparison with similar companies' equity transactions;
- Income approach - discounted cash flow method, discounted dividends method and dividend capitalisation method;
- Asset approach - adjusted net asset method.

The process of estimating fair values refers to a volatile economic environment, influenced by phenomena whose effects, duration or evolution can be difficult to define and anticipate (eg inflation, conflicts, energy prices, Covid-19 pandemic etc.). The high volatility of some specific influencing factors can lead to changes in existing conditions in a relatively short period of time, and the impact on economic conditions, financial markets or at company level could lead to variations in the initially estimated values. An important element that determines the consistency and relevance of some data and information used in the valuation process is the availability and the level of complexity of the financial reports of the companies in the managed portfolio.

For *corporate bonds*, the estimated fair value considers the "default" stage of the respective issued bonds, determined by the exceeding of the terms provided in the issue prospectuses for the payment of the principal and the coupons. According to the Fund Rules and the valuation methodology for the financial assets in this category, they are carried at zero value.

The *government securities*, whose estimated fair value uses Level 2 input data, are measured by using composite price benchmarks published by Bloomberg, namely Mid prices that have as main support direct observations on the respective instrument.

For *unit funds* whose estimated fair value uses Level 3 inputs, the unitary net asset value, as published or communicated by the fund manager for the reference date, is considered.

For the *equity holdings* held in a closed-end investment entity, level 3 input data is considered, by reference to the capital contributions made by Transilvania Investments and the net asset value (NAV) assigned to Transilvania Investments, based on the information in the periodic financial reports communicated to investors by the respective entity.

At the level of the entire portfolio of financial instruments held by Transilvania Investments, at 31 March 2024 the value of the financial assets measured at fair value through profit and loss amounts to RON 873.2 million, of which 36% represents the value of holdings classified on Level 1 in the fair value hierarchy.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUES (CONTINUED)

29.1. Hierarchy analysis of the fair value of financial instruments measured at fair value (continued)

At 31 March 2024, the Company had financial assets measured at fair value classified on the three levels in the fair value hierarchy, as follows:

FINANCIAL ASSETS	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income, out of which:	940,672,831	-	87,433,657	1,028,106,488
<i>Shares, equity interests</i>	940,672,831	-	17,252,912	957,925,743
<i>Equity holdings</i>	-	-	70,180,745	70,180,745
Financial assets at fair value through profit or loss, out of which:	314,652,659	69,742,934	488,795,716	873,191,309
<i>Shares*</i>	314,652,659	-	467,744,979	782,397,638
<i>Government securities, corporate bonds</i>	-	69,742,934	0	69,742,934
<i>Fund units</i>	-	-	21,050,737	21,050,737
Total financial assets	1,255,325,490	69,742,934	576,229,373	1,901,297,797
NON-FINANCIAL ASSETS				
Property, plant and equipment	-	-	19,819,191	19,819,191
Total assets measured at fair value	1,255,325,490	69,742,934	596,048,564	1,921,116,988

* The shareholding in T.H.R. Marea Neagră S.A. was adjusted with the stake of 226,942,936 shares, transferred based on the partial asymmetric split-up project of the issuer, approved by the EGMS of December 2023. The effective adjustment of the stake held by Transilvania Investments in T.H.R. Marea Neagră will take place following the completion of the reduction of the share capital of T.H.R. Marea Neagră within its split-up process, after the registration date set by the EGMS of T.H.R. Marea Neagră (11.04.2024).

At 31 March 2023, the Company had financial assets measured at fair value classified on Level 1 and Level 3 in the fair value hierarchy, as follows:

FINANCIAL ASSETS	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income, out of which:	589,593,163	-	61,345,362	650,938,525
<i>Shares</i>	589,593,163	-	18,226,744	607,819,907
<i>Equity interests</i>	-	-	438,010	438,010
<i>Equity holdings</i>	-	-	42,680,608	42,680,608
Financial assets at fair value through profit or loss, out of which:	310,458,767	46,969,677	399,846,456	757,274,900
<i>Shares</i>	310,458,767	-	383,104,066	693,562,833
<i>Fund units</i>	-	-	16,742,390	16,742,390
<i>Government securities</i>	-	46,969,677	-	46,969,677
<i>Corporate bonds</i>	-	-	-	-
Total financial assets	900,051,930	46,969,677	461,191,818	1,408,213,425
NON-FINANCIAL ASSETS				
Property, plant and equipment	-	-	19,085,706	19,085,706
Investment property	-	-	2,119,862	2,119,862
Total assets measured at fair value	900,051,930	46,969,677	482,394,386	1,429,418,993

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUES (CONTINUED)

29.1. Hierarchy analysis of the fair value of financial instruments measured at fair value (continued)

The Company estimated the fair value of its investments in companies undergoing bankruptcy, insolvency or reorganisation procedures as zero, in accordance with the F.S.A. Regulation 9/2014 and the Company's internal procedures.

During Q1 2024, the following movements between Level 3 assets took place:

	Shares	Equity interests	Fund units	Equity holdings	Total
Balance at 1 January 2024	488,843,040	295,747	20,381,102	70,252,769	579,772,658
Acquisitions made during the year	-	-	-	-	-
Sales during the year	(10)	-	(640,643)	-	(640,643)
Transfers from level 3	-	-	-	-	-
Gain / (loss) recognised in:					
Net gain / (loss) from financial assets at fair value through other comprehensive income	10	-	-	(72,024)	(72,014)
Net gain / (loss) from financial assets at fair value through profit or loss:	(4,140,896)	-	1,310,278	-	(2,830,617)
- realized gain/(loss)	1,899,633	-	(13,992)	-	1,885,642
- unrealized gain/(loss)	(6,040,529)	-	1,324,270	-	(4,716,259)
Balance at 31 March 2024	484,702,145	295,747	21,050,737	70,180,745	576,229,373

During the reporting period, the company carried out the following operations:

- sale of fund units (BET-FI INDEX INVEST);
- contribution in kind to the share capital increase of Nova Turism Consortium S.A. with the stake held in Hoteluri Restaurante SUD S.A.
- removal of Hoteluri Restaurante SUD S.A. from the Transilvania Investments portfolio.

At the end of Q1 2024, the equity holding in CEECAT Fund II SCSP was worth RON 70.18 million (EUR 14.12 million).

During the first quarter of 2024, no transfers of assets between the levels of the fair value hierarchy took place.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUES (CONTINUED)

29.1. Hierarchy analysis of the fair value of financial instruments measured at fair value (continued)

During Q1 2023, the following movements between Level 3 assets took place:

	Shares	Equity interests	Bonds	Fund units	Equity holdings	Total
Balance at 1 January 2023	408,990,022	438,010	-	17,469,747	29,983,866	456,881,645
Acquisitions made during the year	1,039,760	-	-	-	5,106,055	6,145,815
Sales during the year	(7,911,790)	-	-	(1,059,638)	-	(8,971,428)
Transfers to level 3	-	-	-	-	-	-
Transfers from level 3	-	-	-	-	-	-
Gain / (loss) recognised in:						
Net gain / (loss) from financial assets at fair value through other comprehensive income	(58,759)	-	-	-	7,590,686	7,531,927
Net gain / (loss) from financial assets at fair value through profit or loss	(728,424)	-	-	332,281	-	(396,143)
- realized gain/(loss)	(767,286)	-	-	(11,970)	-	(779,255)
- unrealized gain/(loss)	38,862	-	-	344,251	-	383,113
Balance at 31 March 2023	401,330,810	438,010	-	16,742,390	42,680,608	461,191,818

29.2. Financial assets and liabilities not measured at fair value

The following table summarizes the fair values of those financial assets and liabilities that are not measured at fair value in the Statement of financial position of the Company. Purchase prices are used to estimate the fair values of assets and sales prices are used for liabilities.

Assets and liabilities for which fair value is presented as at 31 March 2024:

	Level 1	Level 2	Level 3	Total
Financial assets				
Cash and cash equivalents (i)	5,976	16,770,248	-	16,776,224
Financial assets at amortised cost	-	-	2,262,065	2,262,065
Total financial assets	5,976	16,770,248	2,262,065	19,038,289
Financial liabilities				
Financial liabilities at amortised cost	-	-	12,320,989	12,320,989
Total financial liabilities	-	-	12,320,989	12,320,989

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

29. FINANCIAL ASSETS AND LIABILITIES FAIR VALUES (CONTINUED)

29.2. Financial assets and liabilities not measured at fair value (continued)

Assets and liabilities for which fair value is presented as at 31 March 2023:

	Level 1	Level 2	Level 3	Total
Financial assets				
Cash and cash equivalents (i)	7,576	17,215,134	-	17,222,710
Financial assets at amortised cost	-	-	376,237	376,237
Total financial assets	7,576	17,215,134	376,237	17,598,947
Financial liabilities				
Financial liabilities at amortised cost	-	-	25,565,506	25,565,506
Loans from banks	-	-	25,565,506	25,565,506

(i) Cash and cash equivalents

Cash and cash equivalents include petty cash and current bank account or bank deposits with maturity less than 3 months. The fair value of the short-term deposits is equal to their accounting value.

30. FINANCIAL RISK MANAGEMENT

The risk management activity is carried out within the Company's organizational structure and it focuses on both general and specific risks, as set forth in Law no. 297/2004, Law no. 74/2015 and NSC Regulation no. 15/2004, as further amended and supplemented, and Law no. 243/2019 regulating alternative investment funds and amending and supplementing acts of legislation.

The identification and measurement of the financial risks, as well as the measurement of the risk management ratios are carried out in compliance with the EU Directive 2011/61 regarding the alternative investment fund managers (DAFIA), EU Regulation no. 231/2013, Directive no. 2013/36 / EU on capital adequacy and EU Regulation no. 575/2013 regarding the prudential requirements for credit institutions and investment companies. The approach used by the Company in respect to the management of the financial and operational risks complies with the provisions of the EU Directive 2011/61 regarding the alternative investment fund managers, the references in DAFIA to Directive 2013/36/EU and the requirements regarding the risk management provided for by the EU Regulation no. 231/2013.

The most important types of financial risks to which the Company is exposed are credit risk, liquidity risk and market risk. Market risk includes currency risk, interest rate risk and equity price risk. This note provides information regarding the Company's exposure to every risk mentioned above, the objectives and policies of the Company and evaluation and risk management processes.

30.1 Credit risk

Credit risk is the risk of financial loss of the Company if a customer or counterparty of a financial instrument fails to meet its contractual obligations. Issuer risk represents the risk of losing the value of a financial instrument in a portfolio, as a result of the deterioration of its economic-financial situation, which can be determined by the business conditions or the general situation of the economy.

The Company is exposed to counterparty credit risk on cash and cash equivalents and other financial assets.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.1 Credit risk (continued)

The credit risk related to investment activities is managed in compliance with the principles of prudential diversification of the portfolio. This risk is controlled both through the manner of selecting the partners - by monitoring their activities and through monitoring the exposure limits.

Given that through its activity the Company has long-term exposure in relation to its holdings in financial and non-financial entities, the Company's management is permanently reviewing the credit risk the Company is exposed to by maintaining it at a prudent and manageable level. Thus, the Company's management uses, from case to case, depending on the debtor/entity characteristics, appropriate instruments to reduce the credit risk and, at the same time, permanently monitors the debtor's financial evolution. As of today, the Company has not used credit derivative financial instruments in order to reduce the credit risk related to exposure to any debtor.

The Company's maximum exposure to credit risk for current accounts and deposits with banks is the following:

	Rating 31 March 2024 Short/ long-term	31 December 2023	Rating 31 March 2023 Short/ long-term	31 December 2023
Cash and cash equivalents				
BRD	F2/BBB+	5,090,336	F2/BBB+	5,017,396
ING Bank	F1/A+	669,492	F1/A+	1,771,330
Banca Transilvania	B/BB+	643,804	B/BB+	5,790,755
Banca Comercială Română	F2/BBB+	10,366,616	F2/BBB+	47,615,229
Total		16,770,248		60,194,710

The above assets are not impaired nor overdue, being included in Stage 1.

Credit risk is also diversified by placing cash with several banks. At the same time, the current accounts and deposits are held at Romanian banks, these institutions having a satisfactory rating. Under these conditions, the current accounts and bank deposits of the Company have a low credit risk because they are held at renowned banking institutions.

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.2 Market risk and position risk

Market risk is the present or future risk of recording losses related to balance sheet and off-balance sheet items due to adverse movements in market caused by changes in share prices and fluctuation of interest rates, exchange rates or price of goods. The Company's management sets the limits of the risk value that may be accepted, which are monitored on a regular basis. However, the use of this approach does not prevent losses outside of these limits in the event of more significant market movements.

Position risk is mainly associated with the portfolio of financial instruments listed on a regulated market, measured at fair value and which uses Level 1 input, held by the Company with intention to benefit from favourable evolution of prices of the financial assets or from potential dividends/coupons granted by entities. The Company is exposed to both the general and specific position risk, due to short term investments made in government securities, shares and fund units.

The Company's Management permanently seeks to minimize the potential adverse effects associated to this financial risk, through an active policy of prudent diversifying the investment portfolio and by using one or more technics of diminishing the risk, depending on the dynamics of the trading venues or on the evolution of the market prices of the financial instruments held by the Company.

30.3 Concentration risk

Concentration risk concerns all financial assets held by the Company, regardless the holding period and, through diminishing this risk, the Company seeks to avoid large exposure against the same debtor/issuer or sector.

The Company's policy on exposure diversifying is applied to the portfolio structure, the business model, as well as to the structure of financial risks exposures.

Thus, this diversifying policy implies: diversifying the portfolio by avoiding excessive exposures against the same debtor/issuer, diversifying the structure of financial risks by avoid excessive exposure against a specific type of financial risk.

In order to meet these objectives, the Company carries out an extensive process for portfolio restructuring and business policies re-modelling. At 31 March 2024, the Company's portfolio recorded significant exposures on *Banks* sector, as the main income-generating sector and on *Travel and leisure* sector, due to the historical holdings of Transilvania Investments.

Some of these significant exposures are included in portfolio restructuring programmes, consisting in both sales on the market and reduction of their weight in total portfolio by increasing the weight of other sectors in the overall portfolio.

30.4 Currency risk

The Company is slightly exposed to exchange rate fluctuations, primarily in the case of the equity holdings in investment funds/Collective Investment Undertakings/Alternative Investment Funds, shares acquired from foreign markets, foreign currency current accounts, receivables and liabilities in other currencies, as well as receivables and liabilities in RON but which, according to contracts, are consolidated in relation to other currencies, usually EUR and/or USD.

The Company did not use and does not use currently derivative financial instruments to protect itself from exchange rate fluctuations against other currencies.

By computing and monitoring the foreign currency net position and the foreign currency rate volatility, the Company aims to maintain a balance between foreign currency assets and liabilities against total assets and liabilities of the Company.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.4 Currency risk (continued)

The Company's financial assets and liabilities, held in RON and in foreign currencies, at 31 March 2024, can be analysed as follows:

	RON	EUR	GBP	USD	Total
Financial assets					
Cash and cash equivalents	15,786,432	953,129	561	36,103	16,776,224
Financial assets at fair value through other comprehensive income	957,925,743	70,180,745	-	-	1,028,106,488
Financial assets at fair value through profit or loss	803,448,375	-	-	-	803,448,375
Government securities measured at fair value through profit or loss	69,742,934	-	-	-	69,742,934
Financial assets at amortised cost	2,250,759	11,306	-	-	2,262,065
Total financial assets	1,849,154,243	71,145,179	561	36,103	1,920,336,086
Financial liabilities					
Financial liabilities (at amortised cost)	12,320,989	-	-	-	12,320,989
Lease liabilities	-	999,363	-	-	999,363
Total financial liabilities	12,320,989	999,363	-	-	13,320,352
Net currency position	1,836,833,254	70,145,816	561	36,103	1,907,015,734

The Company's financial assets and liabilities, held in RON and in foreign currencies, at 31 March 2023, can be analysed as follows:

	RON	EUR	GBP	USD	Total
Financial assets					
Cash and cash equivalents	14,769,972	2,105,241	543	346,955	17,222,710
Financial assets at fair value through other comprehensive income	608,257,917	42,680,608	-	-	650,938,525
Financial assets at fair value through profit or loss	710,305,222	-	-	-	710,305,222
Government securities measured at fair value through profit or loss	37,817,152	9,152,525	-	-	46,969,677
Financial assets at amortised cost	364,978	11,259	-	-	376,237
Total financial assets	1,371,515,241	53,949,633	543	346,955	1,425,812,371
Financial liabilities					
Financial liabilities (at amortised cost)	26,565,506	-	-	-	26,565,506
Lease liabilities	-	3,776,487	-	-	3,776,487
Total financial liabilities	26,565,506	3,776,487	-	-	30,341,993
Net currency position	1,344,949,735	50,173,146	543	346,955	1,395,470,378

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

32.5 Interest rate risk

Interest rate risk is the current or future risk that profits and equity are negatively affected by adverse changes in interest rates. The Company's operational cash flows are affected by interest rates fluctuations, especially in case of cash placed in bank deposits and corporate bonds.

Based on interest rate management strategy, the Company aims to optimize the gap between the assets and liabilities that are sensitive to interest rate fluctuation, overall and on time horizon, so as the impact of interest rate fluctuation on the net interest income is minimum, thus ensuring that the risk impact is maintained within limits. The Company did not use nor is using at this date derivative financial instruments to protect against interest rate fluctuation.

The Company adopted risk management policies, as well as a risk management procedure, with a focus on the prudential portfolio diversification, in the context of both the capital market regulator's requirements and the current dynamics of financial markets.

The following table shows the annual interest rates obtained or offered by the Company for its interest-bearing assets and liabilities in Q1 2024:

	RON		EUR	
	Interval		Interval	
	Min	Max	Min	Max
Financial assets				
Cash and cash equivalents	4.64	5.40	-	-

The following table shows the annual interest rates obtained or offered by the Company for its interest-bearing assets and liabilities in Q1 2023:

	RON		EUR	
	Interval		Interval	
	Min	Max	Min	Max
Financial assets				
Cash and cash equivalents	4.60	6.30	-	-

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.5 Interest rate risk (continued)

The following table summarizes the Company's exposure to interest rate risk. The table presents the Company's assets and liabilities at carrying amount, classified according to the most recent date between the date of the change in interest rate and the maturity date.

31 March 2024	< 1 month	1 month - 3 months	3 months - 1 year	1 year – 5 years	Over 5 years	Non-interest- bearing	Total
Financial assets							
Cash and cash equivalents	16,768,648	-	-	-	-	7,576	16,776,224
Financial assets at fair value through other comprehensive income	-	-	-	-	-	1,028,106,488	1,028,106,488
Financial assets at fair value through profit or loss	-	-	-	-	-	803,448,375	803,448,375
Government securities measured at fair value through profit or loss	-	-	-	-	-	69,742,934	69,742,934
Financial assets at amortised cost	-	-	-	-	-	2,262,065	2,262,065
Total financial assets	16,768,648	-	-	-	-	1,903,567,438	1,920,336,086
Financial liabilities							
Financial liabilities (at amortised cost)	-	-	-	-	-	12,320,989	12,320,989
Lease liabilities	25,239	50,478	151,441	450,528	321,677	-	999,363
Total financial liabilities	25,239	50,478	151,441	450,528	321,677	12,320,989	13,320,352
Net position	16,743,409	(50,478)	(151,441)	(450,528)	(321,677)	1,891,246,449	1,907,015,734

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.5 Interest rate risk (continued)

The following table summarizes the Company's exposure to interest rate risk. The table presents the Company's assets and liabilities at carrying amount, classified according to the most recent date between the date of the change in interest rate and the maturity date.

31 March 2023	< 1 month	1 month - 3 months	3 months - 1 year	1 year – 5 years	Over 5 years	Non-interest- bearing	Total
Financial assets							
Cash and cash equivalents	17,215,134	-	-	-	-	7,576	17,222,710
Financial assets at fair value through other comprehensive income	-	-	-	-	-	650,938,525	650,938,525
Financial assets at fair value through profit or loss	-	-	-	-	-	710,305,222	710,305,222
Government securities measured at fair value through profit or loss	-	-	-	-	-	46,969,677	46,969,677
Financial assets at amortised cost	-	-	-	-	-	376,237	376,237
Total financial assets	17,215,134	-	-	-	-	1,408,597,237	1,425,812,371
Financial liabilities							
Financial liabilities (at amortised cost)	-	-	-	-	-	26,565,506	26,565,506
Lease liabilities	23,116	46,232	208,046	2,896,612	602,481	-	3,776,487
Total financial liabilities	23,116	46,232	208,046	2,896,612	602,481	26,565,506	30,341,993
Net position	17,192,018	(46,232)	(208,046)	(2,896,612)	(602,481)	1,382,031,731	1,395,470,378

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.6 Liquidity risk

Liquidity risk is the current or future risk that profits and equity are negatively affected by the Company's inability to meet its obligations at maturity.

Given that Transilvania Investments is a closed-end investment fund, the related liquidity risk is lower than in the case of an open-end investment fund, since the shareholders do not have the option to buy back their holdings individually; liquidity requirements are relatively low, thus reducing the impact of the potentially low liquidity of the portfolio and / or the occurrence of a very high liquidity requirement.

The focus was placed on the Company's ability to invest in liquid assets in a reasonable time frame, so as the Company, in accordance with its portfolio management policy, be able to face easier challenges on the financial markets such as high volatility, discrepancies between markets, reduced level of transactions on Bucharest Stock Exchange, inability of liquidity suppliers / market makers to perform their roles etc.

The Company's strategy on liquidity risk management is focused on portfolio restructuring, so that the most important weight in portfolio, both in terms of quantity and value, be represented by assets with high liquidity.

The portfolio of shares held by Transilvania Investments includes:

- shares held in companies listed on a regulated market, which are constantly analysed in terms of liquidity risk. At 31 March 2024, the weight of the high liquidity assets in total assets, namely those shareholdings that meet the criteria established by the Company to be considered liquid, was 56.47% (31 March 2023: 42.50%)
- other holdings (unlisted and listed on an alternative trading system) that do not meet the criteria specific to assets considered liquid
- the Company may partially include among the liquid assets also the majority shareholdings in companies listed on a regulated market if they meet the criteria established by the Company to be considered liquid.

Both in the context generated by the evolution of the conflict in Ukraine, and in normal market conditions, the Company monitors the liquidity conditions specific to the managed portfolio, where its holding is below the 20% threshold, according to specific regulations regarding the risk management.

During the first three months of 2024, the liquidity risk related to the managed portfolio was proactively managed through a mix of measures:

- the Company monthly analysed the liquidity of the assets with a high degree of liquidity, in order to ensure the necessary liquidity related to the payment obligations due in the next 30 days;
- an asset sale program was implemented which is focused on calibrating / adapting the size of each relevant holding to the parameters of the optimal holding packages from the perspective of historical liquidity values, so that the efforts to consolidate the aggregate treasury also contribute to improving portfolio liquidity;
- the Company carried out in 2023 liquidity crisis simulations, meant to detect possible vulnerabilities regarding the liquidity risk and which can proactively highlight a possible need to implement action plans meant to avoid or manage periods of high liquidity risk. Through these actions, a wide range of scenarios for analysing liquidity crisis situations was analysed. The scenarios used included both market risk and liquidity-specific conditions recorded by the main holdings in crisis periods.

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.6 Liquidity risk (continued)

The table below presents the financial liabilities as at 31 March 2024 according to their remaining contractual maturities. The amounts included in the table are undiscounted future cash flows. Undiscounted future cash flows are different to the amounts from the statement of financial position because the amount from the later represents discounted cash flows.

The table below presents an analysis of non-derivative financial assets at undiscounted value and according to their contractual maturities. These financial assets are included in the maturity analysis according to the future expected sale day.

When the amount to be paid is not fix, the presented amount is determined based on the existing conditions at the reporting period. The payments in foreign currency are translated using the exchange rate at the end of the reporting period.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.6 Liquidity risk (continued)

31 March 2024	< 1 month	1 month - 3 months	3 months – 1 year	1 year - 5 years	Over 5 years	Without fixed maturity	Total
Financial assets							
Cash and cash equivalents	16,776,224	-	-	-	-	-	16,776,224
Financial assets at fair value through other comprehensive income	-	-	-	-	-	1,028,106,488	1,028,106,488
Financial assets at fair value through profit or loss	-	-	-	-	-	803,448,375	803,448,375
Government securities measured at fair value through profit or loss	-	-	-	-	-	69,742,934	69,742,934
Financial assets (at amortised cost)	-	-	2,262,065	-	-	-	2,262,065
Total financial assets	16,776,224	-	2,262,065	-	-	1,901,297,797	1,920,336,086
Financial liabilities							
Financial liabilities (at amortised cost)	2,093,718	10,227,271	-	-	-	-	12,320,989
Lease liabilities	25,239	50,478	151,441	450,528	321,677	-	999,363
Total financial liabilities	2,118,957	10,277,749	151,441	450,528	321,677	-	13,320,352
Net liquidity impact	14,657,267	(10,277,749)	2,110,624	(450,528)	(321,677)	1,901,297,797	1,907,015,734

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.6 Liquidity risk (continued)

31 March 2023	< 1 month	1 month - 3 months	3 months – 1 year	1 year - 5 years	Over 5 years	Without fixed maturity	Total
Financial assets							
Cash and cash equivalents	17,222,710	-	-	-	-	-	17,222,710
Financial assets at fair value through other comprehensive income	-	-	-	-	-	650,938,525	650,938,525
Financial assets at fair value through profit or loss	-	-	-	-	-	710,305,222	710,305,222
Government securities measured at fair value through profit or loss	-	-	-	-	-	46,969,677	46,969,677
Financial assets (at amortised cost)	-	-	376,237	-	-	-	376,237
Total financial assets	17,222,710	-	376,237	-	-	1,408,213,424	1,425,812,371
Financial liabilities							
Financial liabilities (at amortised cost)	1,687,301	24,878,205	-	-	-	-	26,565,506
Lease liabilities	23,116	46,232	208,046	2,896,612	602,481	-	3,776,487
Total financial liabilities	1,710,417	24,924,437	208,046	2,896,612	602,481	-	30,341,993
Net liquidity impact	15,512,293	(24,924,437)	168,191	(2,896,612)	(602,481)	1,408,213,424	1,395,470,378

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.7 Business environment

Globally, a number of overall developments centred around measures to manage the general inflationary context continued throughout the first three months of 2024. The overall context has kept the restrictive monetary policies of most central banks at the forefront. All these developments remain dependent on the fragile balance between the trends of tempering inflationary pressures and the structural imbalances still unresolved.

While most Governments maintained the support measures addressed to both the population and the economic environment, the main Central Banks tightened the monetary policies practiced, through the whole range of instruments at their disposal.

The Company's investment activity has been adapted to the national and international context which is characterized by a high degree of unpredictability.

The Company's management cannot reliably estimate the impact on the financial statements of some relevant factors such as future declines in financial market liquidity and financial asset quotations, due to the increased volatility of the capital and foreign exchange markets. However, Transilvania Investments does not estimate difficulties in fulfilling its commitments to shareholders and obligations to third parties as the current and estimated cash flows for the future are sufficient to cover the debts to third parties and the commitments regarding the implementation of the shareholder remuneration policy.

30.8 Operational risk

Operational risk is defined as the risk of loss caused either by using inadequate or inaccurate processes, systems and human resources that have not performed their function properly, or by external events and actions, and includes the legal risk. Transilvania Investments implemented a risk management system which relies on three lines of defence:

- the first line is provided by the Company's departments, which have the first responsibility and importance for the effective management and control of the risks in the daily activities performed;
- the second line is represented by the Risk Management Department, which identifies, analyses and monitors the risks at the level of the entire company. The second line of defence also include the compliance function which ensures the compliance of the Company's activity with the legal regulations in force and verifies the accomplishment of the controls from the first line and the third line of defence;
- the third line of defence is represented by the Internal Audit, which periodically examines the fulfilment of the risk management function and controls the activities and all the systems that generated the respective operational risks.

30. FINANCIAL RISK MANAGEMENT (CONTINUED)

30.8 Operational risk (continued)

The operational risks at the level of the organizational structures are assessed quarterly, in order to monitor, manage and maintain a high level of awareness. During Q1 2024, there were no events of actual occurrence of operational risk at the level of the functional departments of the Company or situations that would prevent the Company from continuing its activity.

30.9 Capital adequacy

As regards the financial risks to which it is exposed, Transilvania Investments applied in the first nine months of 2023 also a capital-based approach, according to EU Regulation no. 575/2013 *on prudential requirements for credit institutions and investment firms*. The impact of the financial risks takes into account the size of the financial resources that are affected by the respective financial risks (calculated by dividing the level of the capital adequacy ratio by the minimum level required by law, i.e. 8%). Transilvania Investments seeks that the solvency ratio, determined as a ratio between capital requirements afferent to financial risks and own funds (financial resources) is at least two times higher than the required minimum level (resulting in a minimum capital adequacy rate of 16%). At 31 March 2024, Transilvania Investments recorded a high level of capital adequacy ratio of 52.27%.

Transilvania Investments' own funds as at 31 March 2024, calculated in accordance with the methodology laid down in EU Regulation no. 575/2013, are worth RON 1,093,477,991. The Company's own funds are Level 1 own funds, namely share capital, reserves, retained earnings, other comprehensive income, less the deductions provided for by the same regulation. Being a reporting prepared based on unaudited interim financial statements, and prior to a formal decision confirming the Company's final profit or loss for the financial year 2024, the calculation of own funds at the reference date 31.03.2024 does not include the amount of RON 20,389,443.68 (representing current result and retained earnings afferent to the year 2024).

31. CAPITAL MANAGEMENT

The Company's objectives regarding the capital management are to safeguard the Company's ability to continue as a going concern in order to generate added value for shareholders and benefits for other users of information regarding the Company's activity and to maintain an optimal capital structure so as to reduce the cost of capital to the optimal level. In order to maintain or adjust the capital structure, the Company may opt to adjust the sum of dividends to be paid to shareholders, to change the added value created for shareholders, to issue new shares or to sell assets in order to reduce debt. The equity managed by the Company as at 31 March 2024 amounted to RON 1,850,510,510 (31 March 2023: RON 1,382,537,724).

Consistent with other companies in the industry, Transilvania Investments monitors the capital based on the net asset value per unit. This value is calculated as a ratio between the net asset value and the number of the outstanding issued shares.

TRANSILVANIA INVESTMENTS ALLIANCE S.A.
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS AT 31 MARCH 2024
(All amounts are expressed in RON, unless otherwise stated)

32. COMMITMENTS AND CONTINGENCIES

32.1. Litigations

In Q1 2024, the Company continued to be involved in legal actions specific to the activity performed. The Company's management believes that these litigations will not have a material adverse effect on the economic and financial position of the Company presented in these financial statements.

During the first three months of 2024, the existing litigations concerned the defence of the corporate rights of the Company and other patrimony rights of the later.

32.2 Contingent liabilities

At 31 March 2024 and 31 March 2023, the Company had no contingent liabilities.

32.3 Transfer pricing

The Romanian tax legislation has been providing rules on transfer pricing between related parties ever since 2000. The current legislative framework defines the "market value" principle in relation to transactions between related parties, as well as the methods of determining transfer prices. Thus, it is likely that the tax authorities conduct verifications of the transfer pricing to make sure that the tax result and/or customs value of imported goods is not distorted by the effect of the prices practiced in the relations with related parties. The Company cannot measure the result of such verifications.

33. SUBSEQUENT EVENTS

In accordance with the Resolution of the General Meeting of Shareholders of 22 April 2024, the Company allocated the net profit achieved in the financial year 2023 as follows:

Destination	Amount (RON)
Dividends	32,436,657
Other reserves – own financing sources from profit	204,605,050
TOTAL profit - achieved and allocated	237,041,707

The Company registered no other subsequent events requiring adjustments or presentation in the financial statements.



**Transilvania
Investments**