

Financial Performance – 9 Months 2025

➤ Snapshots

ROMCARBON SA reported a consolidated **net loss of RON 1,521,048**, representing **an year-over-year improvement of RON 6,189,222**. We would like to highlight that **in Q2 2025 and Q3 2025, the consolidated result is a cumulated profit of RON 3,413,409, representing a significant improvement of RON 8,933,124 compared to the similar period of 2024**. This outcome demonstrates that the strategic restructuring is effectively steering the Group in a positive direction.

➤ Individual Financial Results

In the first 9 Months of 2025, **ROMCARBON SA** reported a **net loss of RON 1,632,648, compared to a net loss of RON 4,125,424 in 9 Months 2024**. A significant portion of this loss - **RON 1,028,957** - was attributable to foreign exchange losses, driven by the sharp depreciation of the RON against the EUR. By contrast, the FOREX loss in 9 Months 2024 was a modest RON 72,349.

The loss from operations (excluding financial activity) totaled RON 754,886, with quarterly breakdowns as follows: Q1 2025: a loss of RON 3,013,456, **Q2 2025: a profit of RON 457,417** and **Q3 2025: a profit of RON 1,801,153**.

This reflects an improvement in 2025 of RON 3,067,846 as compared to the similar period of 2024, confirming the signs of recovery.

Management initiated a comprehensive strategic turnaround plan in Q4 2024 to address market headwinds. Starting from Q2 2025, the positive impact of these measures was already evident, and it was further confirmed by the results achieved in the third quarter.

Performance by Business Divisions

- **Recycled Polymers & Compounds:** Although still operating at a loss, this division posted a **substantial year-over-year improvement of RON 3,665,037**.
- **Polyethylene Processing sector:** Recorded a **profit of RON 602,604**, down RON 2,469,464 from 9 Months 2024, primarily due to a decline in order volumes.
- **Polystyrene Processing sector:** Despite a temporary production halt in Q1 for equipment upgrades, **profitability increased by RON 1,398,581, reaching RON 5,824,257 in 2025**.
- **Polypropylene Processing sector:** Recorded a **profit increase of RON 1,302,133, reaching RON 3,413,265 in 2025**, reflecting enhanced operational efficiency.

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

Indicators	9 Months 2023	9 Months 2024	9 Months 2025		2025 vs. 2024	
Revenues (Net sales)	162,394,285	172,363,764	149,355,294	▼	(23,008,470)	-13%
Other Income	3,222,537	3,202,925	2,689,028	▼	(513,897)	-16%
EBITDA	12,237,620	3,630,180	5,747,366	▲	2,117,186	58%
EBITDA Operational	5,593,044	2,135,866	4,916,999	▲	2,781,133	130%
Profit(loss) from operations	3,857,564	(3,822,732)	(754,886)	▼	3,067,846	-80%
Net profit (loss) (1)	5,281,559	(4,125,424)	(1,632,648)	▼	2,492,776	-60%
Gain on the sales of fixed assets sale (2)	3,992,451	3,000	22,508	▲	19,508	650%
Net profit (loss) (1-2)	1,289,108	(4,128,424)	(1,655,156)	▼	2,473,268	-60%
Non-Current assets	116,582,826	124,067,761	124,763,438	▲	695,677	1%
Current assets	118,467,211	112,399,496	107,795,204	▼	(4,604,292)	-4%
Total Equity	152,298,412	144,049,497	140,735,967	▼	(3,313,530)	-2%
Total Liabilities	82,751,624	92,417,760	91,822,675	▼	(595,085)	-1%
Debt ratio	35%	39%	39%	▲	0	1%
Current liquidity	196%	150%	139%	▼	(0)	-7%

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

➤ Consolidated Financial Results

ROMCARBON SA reported a consolidated net loss of RON 1,521,048, representing a year-over-year improvement of RON 6,189,222, with quarterly breakdowns as follows: Q1 2025: a loss of RON 4,934,457 (- RON 2,743,902 as compared to Q3 2024), **Q2 2025: a profit of RON 1,186,922** (+ RON 4,140,166 as compared to Q2 2024) and **Q3 2025: a profit of RON 2,226,487** (+ RON 4,792,958 as compared to Q3 2024). The consolidated result was driven by the improved performance of both Romcarbon and its subsidiaries:

- **Livingjumbo Industry SA:** recorded a **net profit of RON 1,309,505** in 2025. This figure includes a one-time gain of RON 2,585,381 resulting from the disposal of equipment, following production streamlining efforts. Other than that, the core business shows **an improvement of RON 2,686,783 compared to the similar period of 2024.**
- **RC Energo Install SRL:** Recorded a net profit of **RON 554,676, up RON 239,141 year-over-year.**
- **Info Tech Solutions SRL:** Recorded a **profit of RON 109,617**, below the result registered in the similar period of 2024 by RON 129,635.

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

Indicators	9 Months 2023	9 Months 2024	9 Months 2025	2025 vs. 2024	
Revenue (Sales)	229,981,206	231,533,320	199,570,431	▼	(31,962,889) -14%
Other income	3,074,258	3,107,604	3,688,455	▲	580,851 19%
EBITDA	9,620,648	3,938,584	7,501,727	▲	3,563,143 90%
EBITDA Operational	5,992,767	2,538,299	7,134,450	▲	4,596,151 181%
Profit(loss) from operations	1,893,831	(5,755,828)	2,371,073	▼	8,126,901 -141%
Net profit (loss) ¹	(906,031)	(7,710,270)	(1,521,048)	▼	6,189,222 -80%
Non-Current assets	135,236,590	136,424,883	133,640,660	▼	(2,784,223) -2%
Current assets	148,022,999	132,429,798	117,586,981	▼	(14,842,817) -11%
Total Equity	155,789,239	141,715,234	137,727,762	▼	(3,987,472) -3%
Total Liabilities	127,470,354	127,139,447	113,499,879	▼	(13,639,568) -11%
Debt ratio	45%	47%	45%	▼	(0) -4%
Current liquidity	149%	125%	121%	▼	(0) -3%

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

Company	Result 9 Months 2024 (in lei)	Result 9 Months 2025 (in lei)	2025 vs. 2024
Romcarbon SA	(4,125,424)	(1,632,648)	2,492,776
Living Jumbo Industry SA	(3,962,659)	1,309,505	5,272,164
RC Energo Install SRL	315,536	554,676	239,141
Infotech Solutions SRL	239,252	109,617	(129,635)
Recyplat Ltd Cipru	(18,099)	-	18,099
Eco Pack Management SA	(1,722)	(23,956)	(22,234)
Consolidation adjustments	(157,155)	(1,838,242)	(1,681,087)
Total	(7,710,270)	(1,521,048)	6,189,223

➤ Future prospects

Since late 2024, the management team has taken decisive actions to navigate a challenging business environment. These efforts include operational restructuring, workforce reorganization, and strategic investments in technology.

In Q1 2025, the company absorbed most of the one-time restructuring costs and completed a major transformation of its operations. Starting in Q2 and continuing through Q3, we began to see significant and sustained improvements. These positive results validate the effectiveness of our initiatives and signal continued progress in the upcoming period.

Accordingly, the management team remains committed to pursuing similar efforts to further reshape the company's structure and activities.

Initial outcomes from our new investments are highly promising, reinforcing our confidence in the chosen direction:

- **Polystyrene Processing sector:** A new extruder installed in March boosts capacity and reduces raw material usage. Profit increased by RON 1,398,581 compared to the same period in 2024, surpassing the initial estimate of a RON 1 million uplift.

- **LJI-PET Sector:** Introduction of an in-line adhesive applicator is expected to reduce costs by ~30%, enable production of recyclable mono-material PET trays. Client feedback on the new mono PET trays has been overwhelmingly positive. We are currently in advanced discussions with several clients who are using PP trays and have expressed strong interest in transitioning to our mono PET solution.
- In early July, we successfully completed the installation of a new internal water network, replacing the heavily deteriorated old system. This upgrade is expected to reduce water consumption by approximately 60%, resulting in annual savings of around RON 350,000.

Overall, the company is on a positive track, and the management team expects to see further improvements throughout the remainder of 2025 and into 2026.

About the Group

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

The main companies of the Group with production activities are Romcarbon SA and Livingjumbo Industry SA, owning 88% and 8% of the total fixed assets.

The revenue distribution by field of activity in 2025 was as follows:

- plastics processing (polyethylene, polystyrene, polypropylene, PET): 79% (75% in 9 Months 2024);
- regenerated polymers and compounds: 11% (12% in 9 Months 2024);
- other productive activities (production of filters for motor vehicles and industrial filters, production of respiratory protection masks, PVC traffic base): 2% (2% in 9 Months 2024);
- other activities: 8% (11% in 9 Months 2024).

We also inform that the main financial information comprised in the report are available, for download, in excel format, on the company's website - www.romcarbon.com, **Investors, Reports and information, Financial Information/Presentations**.

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