



# LION CAPITAL

## QUARTERLY REPORT

— AS OF SEPTEMBER 30, 2024 —

prepared in accordance with the provisions of Law no. 24/2017, Law no. 74/2015,  
Law no. 243/2019, ASF Regulation no. 10/2015, ASF Regulation no. 7/2020,  
ASF Regulation no. 5/2018, and ASF Norm no. 39/2015  
*this report is provided as a free translation from Romanian, which is  
the official and binding document*

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# 1. GENERAL INFORMATION

|                                   |  |
|-----------------------------------|--|
| CORPORATE NAME                    | <b>Lion Capital S.A.</b> (hereinafter referred to as “Lion Capital”, “the Fund” or “the Company”)  |
| COMPANY TYPE                      | <ul style="list-style-type: none"> <li>▪ joint stock company, Romanian legal entity</li> <li>▪ established as a self-managed investment company, authorized by the Financial Supervisory Authority as Alternative Investment Fund Manager (AIFM) - Authorization no. 78 / 09.03.2018, and as closed-ended alternative investment fund, diversified, addressed to retail investors (AIFRI) - Authorization no. 130 / 01.07.2021</li> </ul>  |
| SHARE CAPITAL                     | <ul style="list-style-type: none"> <li>▪ RON 50,751,005.60 – subscribed and paid-up capital</li> <li>▪ 507,510,056 shares issued; entirely outstanding as of 30.09.2024</li> <li>▪ RON 0.10 per share nominal value</li> </ul>   |
| REGISTRATIONS                     | <ul style="list-style-type: none"> <li>▪ Number in Trade Register J02/1898/1992</li> <li>▪ Tax Identification Code RO 2761040</li> <li>▪ Number in ASF AFIAA Register PJR07.1AFIAA / 020007 / 09.03.2018</li> <li>▪ Number in ASF FIAIR Register PJR09FIAIR / 020004 / 01.07.2021</li> <li>▪ Legal Entity Identifier (LEI) 254900GAQ2XT8DPA7274</li> </ul>   |
| MAIN ACTIVITY                     | <p>Main activity is, as per the classification of economic activities in the national economy (NACE): financial intermediation, except for insurance and pension funds (NACE code 64), and the main object of activity: Other financial intermediation n.c.a. (NACE code 6499):</p> <ul style="list-style-type: none"> <li>a) portfolio management</li> <li>b) risk management</li> <li>c) other activities carried out within the collective management of an investment fund, allowed by the legislation in force</li> </ul> |
| TRADING MARKET                    | The company is listed since November 1, 1999, on the regulated market of Bucharest Stock Exchange (BVB) – Premium category<br>Symbol <b>LION</b> (until May 15, 2023: SIF1)  |
| FINANCIAL AUDITOR                 | <b>Deloitte Audit S.R.L.</b>   |
| DEPOSITARY BANK                   | <b>Banca Comercială Română (BCR)</b>   |
| SHARES AND SHAREHOLDERS' REGISTRY | <b>Depozitarul Central S.A. București</b>  |
| REGISTERED OFFICE                 | <b>Arad</b> , 35A Calea Victoriei 310158, Romania<br>TEL +40257 304 438 FAX +40257 250 165<br>EMAIL office@lion-capital.ro WEB www.lion-capital.ro   |
| BRANCH OFFICE                     | <b>Lion Capital Arad-Bucharest Branch-Rahmaninov</b><br>46-48 S. V. Rahmaninov Str., 3rd floor, sector 2, 020199, Bucharest  |

**CONTACT Investor Relations:** email [investitori@lion-capital.ro](mailto:investitori@lion-capital.ro) tel +40257 304 446

## 2. MAIN FINANCIAL AND OPERATIONAL INFORMATION

### FINANCIAL POSITION [RONm]

|                        | 30.09. 2023 | 31.12.2023 | 30.09.2024 |
|------------------------|-------------|------------|------------|
| Total assets, of which | 3,986.70    | 4,305.79   | 4,891.97   |
| Total financial assets | 3,904.96    | 4,286.62   | 4,839.66   |
| Equity (own capital)   | 3,789.54    | 4,100.37   | 4,624.70   |
| Total liabilities      | 197.16      | 205.41     | 267.27     |

### FINANCIAL PERFORMANCE [RONm]

|                           | 30.09. 2023 | 31.12.2023 | 30.09.2024 |
|---------------------------|-------------|------------|------------|
| Income                    | 118.53      | 166.28     | 219.68     |
| Gain/(Loss) on investment | 152.90      | 296.85     | (15.65)    |
| Expenses                  | 16.24       | 27.53      | 20.94      |
| Gross Profit/(Loss)       | 255.18      | 435.58     | 183.09     |
| Net Profit/(Loss)         | 242.93      | 417.26     | 168.71     |

### SHARES AND NET ASSET PERFORMANCE

|                                    | 30.09. 2023 | 31.12.2023  | 30.09.2024  |
|------------------------------------|-------------|-------------|-------------|
| Share price (end of period, RON)   | 2.5400      | 2.5900      | 2.8300      |
| NAV/S* (RON)                       | 7.5234      | 8.0847      | 9.1030      |
| Accounting net asset / share (RON) | 7.4815      | 8.0794      | 9.1125      |
| Nominal value of share (RON)       | 0.1         | 0.1         | 0.1         |
| Number of shares in issue          | 507,510,056 | 507,510,056 | 507,510,056 |
| Number of outstanding shares       | 506,520,056 | 506,520,056 | 507,510,056 |

\* calculated acc. to ASF regulations

### OPERATIONAL DATA

|                               | 30.09. 2023 | 31.12.2023 | 30.09.2024 |
|-------------------------------|-------------|------------|------------|
| Number of permanent employees | 31          | 32         | 30         |
| Branch offices                | 1           | 1          | 1          |

### SHAREHOLDING STRUCTURE as of September 30, 2024

|                             | no. of<br>shareholders | holdings    |
|-----------------------------|------------------------|-------------|
| Romanian individuals        | 5,733,432              | 39.20%      |
| Non-resident individuals    | 2,153                  | 1.30%       |
| Romanian legal entities     | 107                    | 45.47%      |
| Non-resident legal entities | 15                     | 14.03%      |
| <b>TOTAL</b>                | <b>5,735,707</b>       | <b>100%</b> |

### 3. PORTFOLIO AS OF SEPTEMBER 30, 2024

#### **Investment Objective and Policy**

The investment strategy of Lion Capital on a long-term basis aims to maximize portfolio performance to increase the value of assets under management and of investment income.

The financial objective is maximizing portfolio returns through dividend income and capital gains.

Lion Capital's investment objective is the efficient management of a diversified portfolio of quality assets, capable of providing a steady income stream, preserving, and growing medium to long-term capital, with the goal of enhancing shareholder value and achieving high returns on invested capital.

Strategic asset allocations and occasional rebalancing are based on evaluations of existing holdings and investment opportunities within the context of the current market and economic conditions.

The investments made by Lion Capital SA, as an AIFM addressed to retail investors, are made exclusively in assets and within the limits regulated by Law no. 243/2019 *regarding the regulation of alternative investment funds and the amendment and supplementation of certain normative acts*.

During the year 2024, Lion Capital had under management a diversified portfolio consisting of two main categories of financial instruments: stocks and fund units. The fund implemented a customized exit strategy for each investment, defined based on the specific nature of the investment, long-term strategy, objectives, and exit transaction conditions.

The individual approach for each participation aims to achieve an aggregate return, composed of both dividend income and capital gains.

Considering the shift in inflation perception from transitory to persistent, the focus is on maintaining exposure to companies and financial instruments that can benefit from this economic environment.

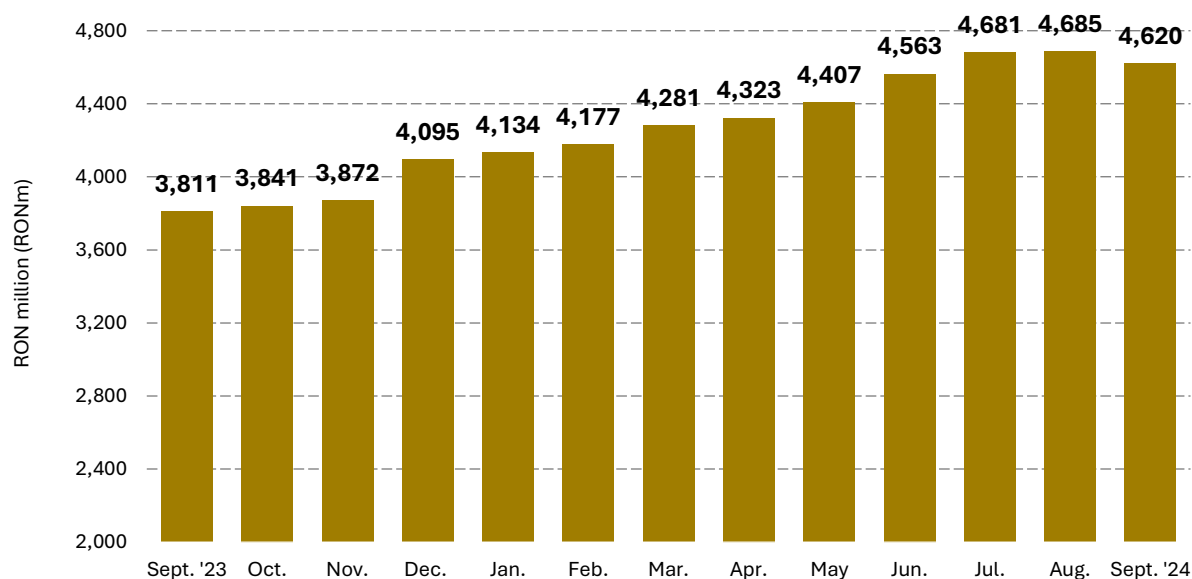
The main actions in portfolio management have adhered to the objectives approved by shareholders, focusing on:

- restructuring the portfolio by liquidating minority exposures that do not align with the fund's investment strategy
- strengthening the strategic interests portfolio.
- maintaining a diversified portfolio of assets under management
- implementation of SFDR (Sustainable Finance Disclosure Regulation).
- proactive risk management.

## The Progress of Net Asset Value

Lion Capital's net asset value (NAV) reached **RON 4,619.85m** as of the end of 3Q 2024, up 12.82% vs. RON 4,095.06m, the value recorded as of 2023-year end. Net asset value per share (NAV/S) was of **RON 9.1030** as of September 30, 2024, an increase of 12.60% vs. RON 8.0847, the value recorded as of December 31, 2023. The number of outstanding shares changed compared to 2023-year end (details in Chapter 4. *The shares issued by Lion Capital*).

NET ASSET VALUE (MONTHLY VALUES) SEPTEMBER 2023 - SEPTEMBER 2024



The calculation of NAV and NAV/S is performed monthly by Lion Capital, the values are certified by the depositary bank Banca Comercială Română (BCR).

NAV statements for each month were submitted to Bucharest Stock Exchange and the Financial Supervisory Authority – Financial Instruments and Investments Sector, and are permanently available to investors, as they are published on Lion Capital's website ([www.lion-capital.ro](http://www.lion-capital.ro)) within the regulated deadlines.

## Methodology for Calculating the Net Asset Value

During the reporting period, NAV calculation was performed in accordance with the provisions of *Law no. 243/2019 on alternative investment funds and for the amendment and completion of certain normative acts* and of the *ASF Regulation no. 7/2020 on the authorization and operation of alternative investment funds* with subsequent amendments and completions. The reporting formats of *statement of assets and liabilities*, respectively *the detailed statement of investments*, related to the reporting period comply with the content established in annexes no. 10 and 11 of the ASF Regulation no. 7/2020, with subsequent amendments and completions.

According to ASF Regulation no. 7/2020, the net asset value of an AIFRI established as an investment company is determined as the difference between the total value of the assets and the sum of the accrued expenses and deferred income. Both current and non-current debts and accrued provisions are included in the calculation of the total amount of debts. In accordance with these regulations, starting with July 1, 2021, following the authorization of Lion Capital as AIFRI, the company calculated the net asset value by adding the deferred income tax (non-current debt) to the total debts.

The statement of Lion Capital's assets and liabilities as of September 30, 2024, prepared as per the provisions of annex 10 to Regulation no. 7/2020 is presented as annex to this report.

Throughout the reporting period, the measurement of assets for the calculation of net asset value was carried out in accordance with the regulations issued by the Financial Supervisory Authority, the provisions of ASF Regulation no. 10/2015 and of ASF Regulation no. 9/2014 (art. 113-122), with subsequent amendments and completions.

As per these regulations:

- Financial instruments admitted to trading or traded in the last 30 trading days on a regulated market or in systems other than regulated markets, including in an alternative trading system in Romania, from a Member State or a non-member, are measured:

- a) At the closing price of the market segment considered as the main market or the reference price provided in trading systems other than regulated markets including alternative systems by the operator of that trading system for the day for which the calculation is made;
- b) By way of exception from the provisions of letter a) above, in the case of joint stock companies admitted to trading on a regulated market or a multilateral trading system with a liquidity considered by Lion Capital, based on a judgment of prudential value in relation to the active market defined by International Financial Reporting Standard 13 - Fair value measurement (IFRS 13), as irrelevant for the application of the marking to market valuation method, the shares of those companies will be measured in the assets of Lion Capital in accordance with the evaluation standards in force, according to the law, based on an evaluation report.
- c) In 2024, Lion Capital maintained this valuation method for the following portfolio companies: SIF Imobiliare PLC (symbol SIFI), SIF Hoteluri SA (symbol CAOR), and IAMU SA (symbol IAMU). The analysis carried out by the company revealed that for the issuers SIF Imobiliare, SIF Hoteluri and IAMU, the active market criteria are not respected, as during 2023 transactions representing less than 1% of the issuer's share capital were recorded, the total number of transactions being less than 50 (during the last 12 months), their frequency being insufficient to meet the criterion of providing reliable price information on an ongoing basis.

- Securities not admitted to trading on a regulated market or not traded in the last 30 trading days are valued at the book (accounting) value per share resulting from the last annual financial statements, respectively the value of equity included in the monthly reports to BNR (National Bank of Romania) for credit institutions.

- In the case of joint stock companies not admitted to trading in a regulated market or alternative system, in which Lion Capital holds more than 33% of the share capital, those shares are measured in Lion Capital net asset exclusively in accordance with the international standards evaluation based on an evaluation report, updated at least annually. These companies are presented in a separate annex under the *Detailed Portfolio Statement*.

- Fixed income financial instruments are measured using the method based on the daily recognition of interest and amortization of the discount / premium for the period passed from the date of the investment.

- The shares of companies in insolvency, judicial liquidation or reorganization proceedings are valued at zero until the procedure is completed.

- The values of non-portfolio items considered in the calculation of net assets are in accordance with International Financial Reporting Standards ("IFRS").

The valuation methods applied by the Company to evaluate the financial assets in the portfolio are presented on Company's website, [www.lion-capital.ro](http://www.lion-capital.ro), in the operating documents as AIFRI, namely Simplified Prospectus, Rules of the Fund in the section *Corporate Governance* › AIFRI, and in the section *Portfolio Management* › Net Asset › *Methods for the Measurement of Lion Capital's Assets*.

## Portfolio Structure

The asset allocation strategy aims to maximize portfolio performance within regulated prudential conditions, where efficient and responsible portfolio management drives sustainable performance.

The limits and investment restrictions applicable to Lion Capital's operations throughout 2024 complied with the ASF regulations provisions established by Law no. 243/2019 regarding the regulation of alternative investment funds, considering that according to the provisions of this law, Lion Capital is classified as a closed end, diversified Alternative Investment Fund addressed to Retail Investors (AIFRI).

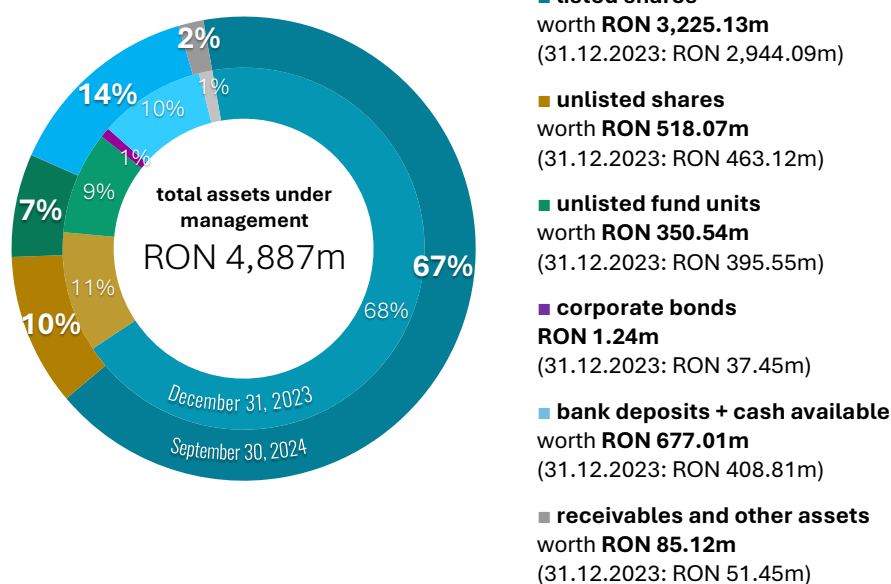
Lion Capital's detailed statement of investments as of September 30, 2024, prepared in accordance with Annex 11 of Regulation no. 7/2020, is attached to this report.

The total value of assets under Lion Capital's management as of September 30, 2024, amounted to **RON 4,887.12m**, which is 13.64% higher than the value as of December 31, 2023, when it reached RON 4,300.47m.

The value of the stock portfolio (held in listed and unlisted companies) represented **77.21%** of Lion Capital's total assets under management as of September 30, 2024, amounting to **RON 3,773.20m**. At the end of 3Q 2024, Lion Capital held *majority stakes* - over 50% of the issuer's share capital - in 11 companies, with a joint value of **RON 1,235.41m**, representing 32.74% of the stock portfolio.

### ASSETS UNDER MANAGEMENT as of September 30, 2024

breakdown on classes (weight on total assets)

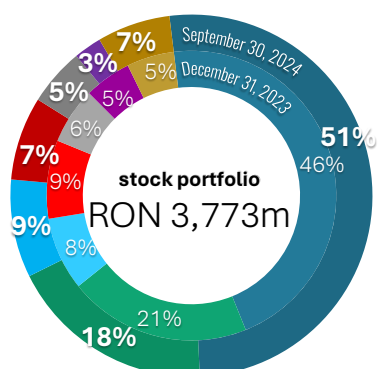


Note: values calculated as of **September 30, 2024 (the outer ring)**, and **December 31, 2023 (the inner ring)**, as per ASF Regulations no. 9/2014, no. 10/2015, and no. 7/2020



## STOCK PORTFOLIO

breakdown by sector



## ■ financial - banking

stakes in **11** companies, worth **RON 1,932.04m**  
(31.12.2023: 11 companies, worth RON 1,561.27m)

## ■ commerce - real estate

stakes in **8** companies, worth **RON 694.52m**  
(31.12.2023: 8 companies, worth RON 694.25m)

## ■ energy - utilities

stakes in **3** companies, worth **RON 330.54m**  
(31.12.2023: 3 companies worth RON 278.83m)

## ■ pharmaceuticals

stake in **1** company, worth **RON 281.71m**  
(31.12.2023: 1 company worth RON 298.37m)

## ■ cardboard and paper

stakes in **4** companies, worth **RON 194.09m**  
(31.12.2023: 4 companies worth RON 215.18m)

## ■ hospitality (hotels and restaurants)

stakes in **2** companies, worth **RON 93.61m**  
(31.12.2023: 3 companies, worth RON 178.79m)

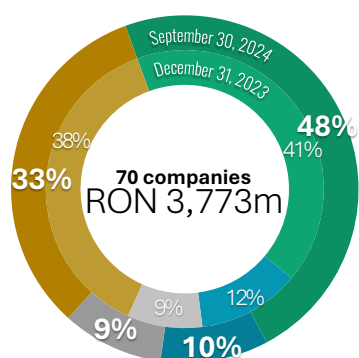
## ■ other industries and activities

stakes in **41** companies, worth **RON 246.69m**  
(31.12.2023: 43 companies, worth RON 180.53m)

*Note: percentages in the chart represent the stake of the category in the stock portfolio; values calculated as of **September 30, 2024 (the outer ring)**, and **December 31, 2023 (the inner ring)**, as per ASF Regulations no. 9/2014, no.*

## STOCK PORTFOLIO

breakdown by stake held



## ■ up to 5%

stakes in **23** companies  
worth **RON 1,801.04m** (31.12.2023: 23 companies, RON 1,418.06m)

## ■ 5-33%

stakes in **32** companies  
worth **RON 379.99m** (31.12.2023: 36 companies, RON 405.48m)

## ■ 33-50%

stakes in **4** companies  
worth **RON 356.75m** (31.12.2023: 3 companies, RON 298.37m)

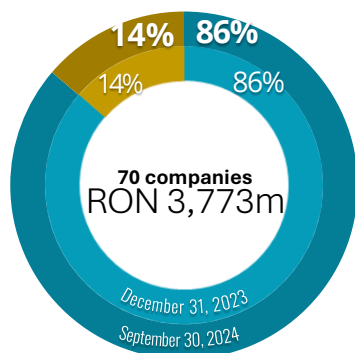
## ■ above 50%

majority stakes in **11** companies  
worth **RON 1,235.41m** (31.12.2023: 11 companies, RON 1,285.31m)

*Note: percentages in the chart represent the stake of the category in the stock portfolio; values calculated as of **September 30, 2024 (the outer ring)**, and **December 31, 2023 (the inner ring)**, as per ASF Regulations no. 9/2014, no. 10/2015, and no. 7/2020*

**STOCK PORTFOLIO**

breakdown on liquidity



■ listed companies

**RON 3,225.13m** (31.12.2023: RON 2,944.09m) value of shareholdings in **25** companies (31.12.2023: 25)

■ unlisted companies

**RON 518.07m** (31.12.2023: RON 463.12m) value of shareholdings in **45** companies (31.12.2023: 48)

Note: percentages in the chart represent the stake of the category in the stock portfolio; values calculated as of **September 30, 2024 (the outer ring)**, and **December 31, 2023 (the inner ring)**, as per ASF Regulations no. 9/2014, no. 10/2015, and no. 7/2020

The first three areas of economic activity with significant weights in the total asset structure are the banking sector, investment management, and the real estate sector, which together account for 69.60% of total assets, up from 62.67% of total assets in December 2023. Exposure to the banking sector remains significant, with issuers in this sector and the financial instruments issued (equity instruments, deposits, and current accounts) accounting for 44.63% of TA as of September 2024. The increase is due to both the appreciation of the quotes of banking issuers and the collection of dividends related to these investments.

To reduce concentration risk exposure, the Fund maintains its investment diversification strategy by increasing allocations to underweight or zero-weight sectors.

**TOP 10 COMPANIES IN LION CAPITAL PORTFOLIO as of September 30, 2024**

| Company (market symbol)               | Sector                  | Stake held | Value* [RON]         | % of NAV      |
|---------------------------------------|-------------------------|------------|----------------------|---------------|
| 1. Banca Transilvania (TLV)           | financial - banking     | 4.78%      | 1,212,745,728        | 26.25%        |
| 2. SIF Imobiliare Plc (SIFI)          | real estate             | 99.99%     | 422,566,588          | 9.15%         |
| 3. BRD Groupe Société Générale (BRD)  | financial - banking     | 1.95%      | 285,925,437          | 6.19%         |
| 4. Biofarm (BIO)                      | pharmaceuticals         | 36.75%     | 281,711,145          | 6.10%         |
| 5. SIF1 IMGB                          | real estate             | 99.99%     | 266,163,824          | 5.76%         |
| 6. OMV Petrom (SNP)                   | energy - utilities      | 0.57%      | 258,854,199          | 5.60%         |
| 7. Longshield Investment Group (SIF4) | financial (AIF)         | 17.93%     | 245,457,938          | 5.31%         |
| 8. Vrancart (VNC)                     | cardboard and paper     | 76.33%     | 194,085,878          | 4.20%         |
| 9. SAI MUNTENIA INVEST                | financial (AIFM)        | 99.98%     | 95,332,366           | 2.06%         |
| 10. IAMU (IAMU)                       | machinery and equipment | 96.53%     | 91,507,795           | 1.98%         |
| <b>TOTAL</b>                          |                         |            | <b>3,354,350.898</b> | <b>72,61%</b> |

\* calculated as per ASF regulations no. 9/2014, no. 10/2015, and no. 2/2018

## 4. THE SHARES ISSUED BY LION CAPITAL

### CHARACTERISTICS OF SHARES ISSUED BY LION CAPITAL

|  |  |
|--|--|
| Total number of shares issued (September 30, 2024) | <b>507,510,056</b>   |
| Outstanding shares (September 30, 2024)            | <b>507,510,056</b>   |
| Nominal Value                                      | <b>RON 0.1000 / share</b>  |
| Type of Shares                                     | <b>common, ordinary, registered, dematerialized, indivisible</b>   |
| CFI code   | <b>ESVUFR</b>  |
| Trading Venue (MIC)                                | <b>Regulated spot market of Bucharest Stock Exchange (BVB or BSE), Premium category, listed since November 1, 1999</b> |
| Market Symbol on Bucharest Stock Exchange          | <b>XBSE</b>  |
| ISIN Code  | <b>LION (before May 15, symbol SIF1)</b>   |
| International Identifier                           | <b>ROSIFAACNOR2</b>  |
| Indices including LION shares                      | <b>FIGI ID: BBG000BMN2P1</b>   |
| Trading Venue (MIC)                                | <b>BVB Indices: BET-FI • BET-XT • BET-XT-TR • BET-BK • BET-XT-TRN</b>  |

Shares issued by the Company grant all shareholders equal rights.

Since its establishment, the Company has not issued bonds or other debt instruments.

The shares issued by the Company are freely traded on the regulated market of the Bucharest Stock Exchange (BVB / BSE), according to the rules established by the market operator, any person could acquire shares issued by the Company.

Romanian legislation provides certain restrictions on the acquisition of shares issued by the Company, as follows:

- The company is authorized as an alternative investment funds manager (AIFM), being affected by the provisions of Regulation no. 3/2016 on the applicable criteria and the procedure for the prudential assessment of acquisitions and increase of shareholdings held in entities regulated by the Financial Supervisory Authority, applicable to potential acquirers and significant shareholders within the alternative investment funds managers.
- According to the Regulation, the acquisition of qualified participations in the company is subject to the approval of the Financial Supervisory Authority, except for the cases stipulated in Emergency Ordinance 71/2024. These provisions state that the legal requirements regarding shareholder assessment do not apply to shareholders of Alternative Investment Fund Managers (AIFMs) who hold or intend to hold qualifying participations therein, and who are: Entities authorised/registered, regulated, and supervised by the ASF, National Bank of Romania (BNR), or similar competent authorities from other EU member states; or Natural persons approved by the ASF, BNR, or similar competent authorities from other EU member states for management structure positions or key functions.
- For the purposes of the regulations, qualified participation means a direct or indirect holding of voting rights or capital of the Company, which represents at least 10% of them or which allows the exercise of a significant influence over the management of the Company.
- Also, for the purposes of the Regulation, a potential acquirer is considered to have a significant influence when his holdings, although below the 10% threshold, allow it to exercise significant influence over the management of the Company, such as having a representative in the board of directors. Holdings of less than 10% are subject to approval requirements, from case to case, depending on the ownership structure of the regulated entity and specific involvement of the acquirer in its management.
- The Company's shares are listed on the regulated market on the Bucharest Stock Exchange and are applicable the provisions of Law no. 24/2017 on issuers of financial instruments and market operations in the matter of the obligation to carry out a mandatory public takeover bid, in case of reaching the threshold of 33% of the voting rights.

## **LION stock on Bucharest Stock Exchange**

The liquidity of LION shares declined in the first nine months of 2024 compared to the same period in 2023 but was much higher compared to the previous quarter of 2024. In 2024, a total of 6,131,291 shares were traded, representing 1.21% of the total issued securities, with a total value of traded shares amounting to RON 16,717,567. On the DEAL market, trades were carried out with 30,490,893 shares, totalling RON 80.40m.

Out of the 188 trading days, 75 days showed positive variations (highest +6.45% on March 14), and 78 days showed negative variations (lowest -4.68% on March 25).

The highest closing price at which the LION share was traded in 2024 was of RON 2.9900 per share, in the session on March 22, while the lowest closing price was of RON 2.5000 per share, in the session on February 5, with a trading range between the highest and lowest of 20%. The weighted average price for the period was of RON 2.7266 per share.

LION shares gained +8.43% YtD during this period, while the BET-BK index rose by +15.24% and the BET-FI index by 4.45%

As of September 30, 2024, the market capitalization of LION shares issued was of RON 1,436.253m, calculated at the closing price.

## **Bucharest Stock Exchange (BVB) indices including LION stock**

BET-FI (BUCHAREST EXCHANGE TRADING – INVESTMENT FUNDS) is the first sectoral index of the BVB and reflects the overall trend of prices of financial investment funds (formerly SIFs and Fondul Proprietatea) traded on the regulated market of the BVB. The variation of the BET-FI index until September 30, 2024: +4.45%. Weight of LION in BET-FI: 19.28% (September 2024).

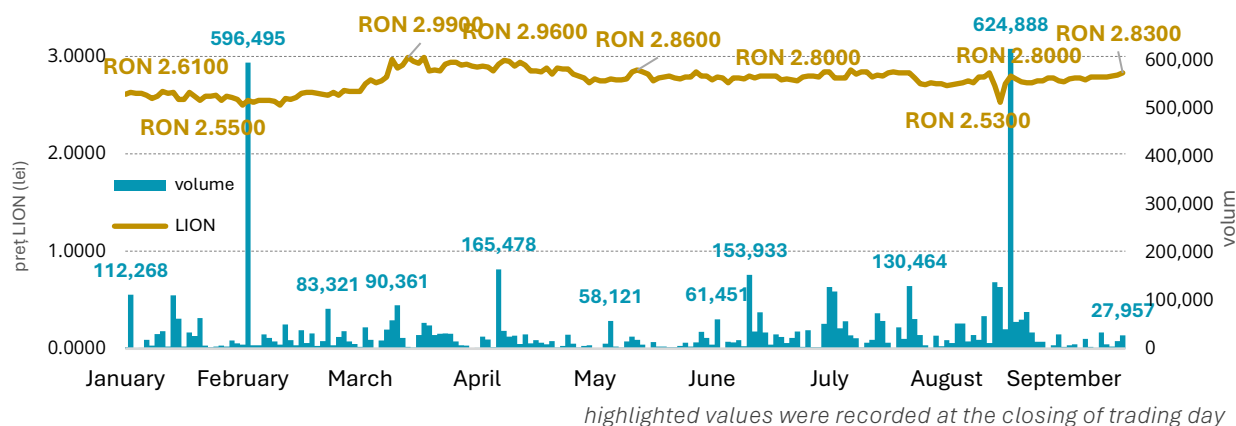
BET-BK (BUCHAREST EXCHANGE TRADING BENCHMARK INDEX) is a price index weighted by the free-float capitalization of the most liquid companies listed on the regulated market of the BVB, which can be used as a benchmark by fund managers, as well as other institutional investors, with the calculation methodology reflecting legal requirements and investment limits of the funds. The variation of the BET-BK index until September 30, 2024: +15.24%. Weight of LION in BET-BK: 1.43% (September 2024).

BET-XT (BUCHAREST EXCHANGE TRADING EXTENDED INDEX) is a blue-chip index and reflects the evolution of prices of the most liquid 25 companies traded on the regulated market segment, including SIFs, with the maximum weight of a symbol in the index being 15%. The variation of the BET-XT index until September 30, 2024: +15.55%. Weight of LION in BET-XT: 1.91% (September 2024).

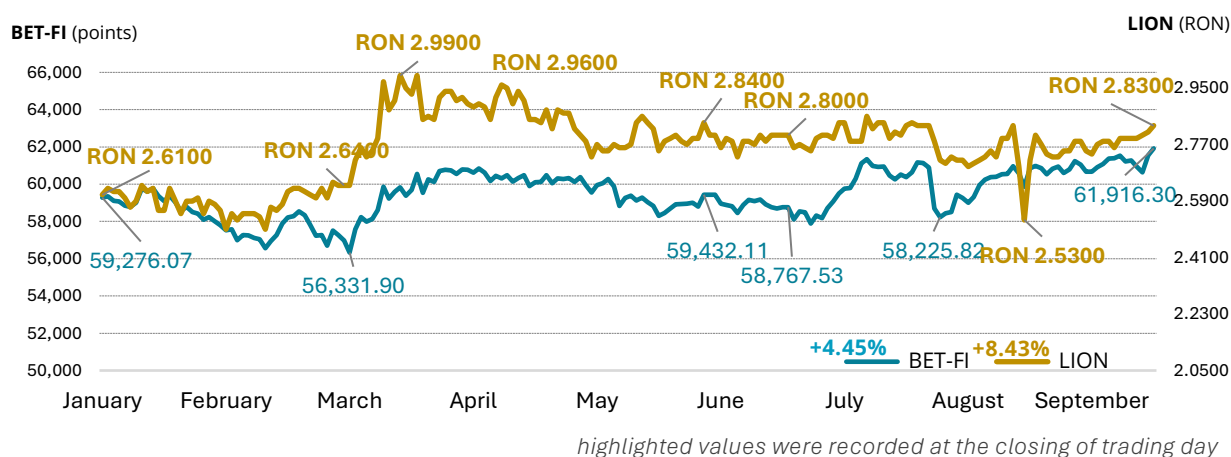
BET-XT-TR (BUCHAREST EXCHANGE TRADING EXTENDED TOTAL RETURN) is the total return version of the BET-XT index, reflecting both the evolution of prices of the component companies and the dividends offered by them. The variation of the BET-XT-TR index until September 30, 2024: +22.61%. Weight of LION in BET-XT-TR: 1.91% (September 2024).

BET-XT-TRN (BUCHAREST EXCHANGE TRADING EXTENDED NET TOTAL RETURN) was launched on October 11, 2021, and is the net total return version of the BET-XT index. The BET-XT-TRN index reflects both the evolution of prices of the component companies and the reinvestment of net dividends offered by them. The variation of the BET-XT-TRN index until September 30, 2024: +22%. Weight of LION in BET-XT-TRN: 1.91% (September 2024).

## LION PRICE AND VOLUME IN 2024



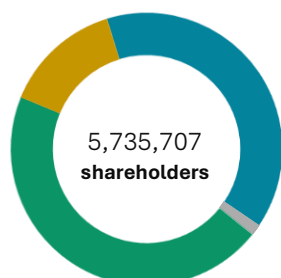
## LION vs. BET-FI IN 2024



As of September 30, 2024, Lion Capital has 5,735,707 shareholders, according to data reported by Depozitarul Central S.A. Bucharest, the company that keeps the shareholders' register. The 990,000 treasury shares held as of 2023-year end were transferred to the beneficiaries of the share-based payment plan (Stock Option Plan) on March 14, 2024. Details on the completion of the Stock Option Plan were published in the current report of March 15, 2024.

### SHAREHOLDERS STRUCTURE

as per holdings as of September 30, 2024



■ 39.20%  
Romanian individuals  
(5,733,432 shareholders)

■ 45.47%  
Romanian legal entities  
(107 shareholders)

■ 1.30%  
non-resident individuals  
(2,153 shareholders)

■ 14.03%  
non-resident legal entities  
(15 shareholders)

The Ordinary General Meeting of Shareholders held on April 29, 2024, approved the allocation of the net profit for the financial year 2023, amounting to RON 417,255,132, to Other reserves, as own funding sources, without distributing dividends.

## 5. MANAGEMENT OF SIGNIFICANT RISKS

### Risk Management

Risk management requires assessing available input data and to evaluate them and their compliance with the risk limits and the overall risk profile embraced. The outcome of monitoring is reflected in periodic reports issued by the Risk Management Office and submitted to inform the senior management (Board of Directors and executive directors).

The person responsible for risk management analyses investment proposals prepared by the Investment Analysts to ensure that the risks associated with each investment position and their overall impact on the portfolio align with the investment objectives and risk profile approved by the Board of Directors.

In 2024, the Board of Directors paid an increased attention to monitoring the evolution of the risks to which the Fund is exposed, by promoting prudent behaviour and applying preventive measures aimed at mitigating or managing specific risks.

### Main Risks for the Fund

The risks identified and assessed through the general risk profile arise from daily activities as well as from achieving strategic objectives, potentially resulting in capital losses or lower investment performance relative to the risks assumed, with significant impact on the financial and/or reputational position of the Company.

The potential financial risks associated with the Fund's investment activities are grouped and generically defined as “investment risk”, which includes: (i) market risk; (ii) liquidity risk; (iii) credit and counterparty risk.

In analysing investment risk and its potential materialization, all significant holdings of the Company have been structured according to relevant portfolios of financial instruments into 3 classes of instruments: (i) equity instruments: listed shares, unlisted shares; (ii) debt instruments: bonds (governmental, municipal, corporate), bank deposits (placements), units of funds issued by investment funds, (iii) derivative instruments for risk reduction/coverage/management – a category not represented in the portfolio in 2024.

For the risks associated with each class of mentioned instruments, the rules of identification, assessment, and monitoring described in the approved specific risk procedures are applied.

#### a) Market Risk

The Fund is exposed to the risk that the fair value of financial instruments held may fluctuate due to changes in market prices caused by either issuer-specific factors or factors affecting all instruments traded in the market. The risk of the PROXI-85 portfolio, a reference for price risk at the level of the traded equity portfolio, is analysed compared to the total risk of the BET-BK index as a future forecast of volatilities.

The market value of PROXI-85 increased by 19.5% from the beginning of the year to RON 2888.02m. The portfolio's risk decreased in the third quarter, as of 30.09.2024, VaR for the PROXI-85 portfolio was 8.37%. Tracking-error, indicating active management and representing the risk for the part of the PROXI-85 portfolio different from the BET-BK benchmark index, was of 5.08%, while Expected shortfall (Conditional VaR), indicating the potential loss of the portfolio in extreme cases exceeding the 99% confidence level, was of 10.28%, down from the half-year data.

The Fund is exposed to the risk that changes in market interest rates (EURIBOR 3M) may be reflected in the fair value or future cash flows for the portfolio of assets and debt instruments. The loan granted to SIF SPV TWO in EUR (financial asset) represents 0.7% of total assets and falls within a remaining maturity range of up to 5 years.

No derivative financial instruments were used for protection against interest rate fluctuations.

The value of the Fund's exposure to currency risk (instruments and financial assets denominated in euro: shares, loan granted to the subsidiary, as well as monetary instruments: deposits and current accounts) represents a weight of 10.03% of total assets as of September 2024, the exposure limit to currency risk, set through the risk profile for a medium to high level of currency risk appetite, being complied with.

No transactions with derivative instruments on exchange rates were carried out during the financial period presented.

The Fund's diversification policy applies to the portfolio structure, business model structure, and exposure structure to financial risks.

The top three areas of economic activity with significant weights in the total asset structure are the banking sector, investment management, and the real estate sector, accounting for 69.60% of total assets, up from 62.67% of total assets in December 2023. Exposure to the banking sector remains significant, with issuers from the banking sector and financial instruments issued (equity instruments, deposits, and current accounts) accounting for 44.63% in TA as of September 2024. The increase is due to both the appreciation of banking issuers' quotes and the collection of dividends.

To reduce concentration risk exposure, the Fund maintains its investment diversification strategy by increasing allocations to underweight or zero-weight sectors.

## **b) Liquidity Risk**

The Fund maintains an adequate level of liquidity to meet its support obligations, based on an assessment of the relative liquidity of assets in the market, taking careful consideration of the time needed for liquidation and the price or value at which the respective assets can be liquidated, as well as their sensitivity to market risks or other market factors. In the liquidity risk management process, the liquidity of the portfolio of financial instruments is analysed separately from the liquidity risk associated with payment obligations.

The liquidity profile of the equity portfolio is largely influenced by the liquidity of the market in which they are traded; only 11 companies in the portfolio, listed on the BVB, meeting the liquidity criterion regarding daily transactions.

The liquidity risk associated with the Fund's payment obligations is low, as current liabilities can be immediately covered by the balance of current accounts and short-term deposits. The total net LCR ratio as of September 30, 2024, is evaluated at 16.73, indicating a higher value of assets compared to current liabilities.

To limit/avoid liquidity risk, the company will permanently adopt a prudent cash outflow policy.

## **c) Credit Risk**

The Fund is exposed to credit and counterparty risk due to investments made in debt instruments issued by trading companies, current accounts and bank deposits, and other receivables. Credit risk is mitigated by placing the Fund's cash resources in at least 3 banks, with placements made at the top banks in the system, having ratings similar or close to the country rating (BBB+ and BB+ as confirmed by rating agencies in 2024).

Credit risk management is achieved through vigilant and constant monitoring of credit exposures to ensure that the Fund does not incur losses due to credit concentration in a particular sector or area of activity.

The assessment of credit risk indicators for counterparties based on exposure to unrated or non-rated issuers, representing 0.70% of total assets, and based on exposure to sectors of activity, representing 13.85% of total assets, reveals an expected loss of 0.204% of the exposure value.

No transactions were conducted with derivative financial instruments (exchange-traded or OTC), so the Fund is not subject to counterparty risk.

#### **d) Operational Risk**

The company's objective is to manage operational risk in a manner that leads to limiting financial losses, avoiding damage to its reputation, achieving its investment objective, and generating benefits for investors.

Risk limits for operational risk subcategories (legal, professional, process/model, and associated with outsourced activities) are established as a result of Key Risk Indicator (KRI) evaluation, with a medium appetite for operational risk.

For the year 2024, based on the value of assets managed on the last working day of the previous year, Lion Capital has been classified by ASF (Financial Supervisory Authority) in the medium risk category for risks generated by IT systems. In March 2024, an internal assessment of operational risks generated by IT systems was conducted in accordance with ASF Regulation no. 4/2018 for the year 2023.

No operational risk events were reported or recorded in the third quarter of 2024.

Operational expenses associated with operational risks represented 0.001% of NAV (Net Asset Value), with an approved operational risk tolerance of 1% of NAV within the overall risk profile for a medium risk appetite.

#### **Money laundering and terrorist financing (ML/TF) risk**

The Company ensures that appropriate measures are taken to identify and assess risks related to money laundering and terrorist financing, considering risk factors such as those associated with clients, countries or geographic areas, products, services, transactions, or distribution channels, proportionate to the nature and scale of its activities. The ML/TF risk assessment associated with clients is conducted both at the initiation of a business relationship and subsequently, if any risk factors change during the course of the relationship.

Following the ML/TF risk assessment for the current reporting period, all business partners were found to have a low inherent risk (scoring between 0–5 points). Simplified customer due diligence and standard business relationship monitoring measures were applied. The total residual risk, after applying internal controls to the inherent risk, indicates that Lion Capital's exposure to ML/TF risk is low and falls within the risk appetite and limits approved by the Board of Directors.

#### **e) Other Risks for the Company**

Internal assessment of other types of risks not included in the main categories (market, credit, liquidity, operational) involves a qualitative assessment based on the impact they could have on the Fund's revenues, expenses, and asset value. Lion Capital takes necessary measures for the sustainability and development of the company in the existing conditions of the financial market, by monitoring cash flows and ensuring the adequacy of investment policies.

Risk avoidance and mitigation of their effects are ensured by the Company through an investment policy that complies with the prudential rules imposed by applicable laws and regulations.

During the reporting period, there were no breaches of risk limits at the overall risk profile level.

Through risk management, both through pre-investment due diligence and ex-post-monitoring, the Company ensures that portfolio management remains within appropriate risk parameters.

### **Internal Mechanisms Ensuring Exposure Limits Monitoring**

Lion Capital has implemented an Internal Regulatory Framework defining the processes for monitoring, verification, and reporting compliance with investment limits as per Article 35 par. (2) of AIF Law no. 243/2019, approved by the Board of Directors.



## Periodic Monitoring and Reporting

Verification and reporting of compliance with investment limits are conducted monthly, along with the calculation and reporting of the Fund's assets and liabilities situation to senior management and operational departments. Upon request from the BCR custodian, the report is also forwarded to them for double-checking.

## Pre-Investment Due Diligence

The person responsible for risk management analyses investment proposals prepared by the Investment Officers to ensure that the risks associated with each investment position and their overall impact on the portfolio align with the approved investment objectives and risk profile by the Board of Directors.

The risk opinion, which includes an analysis of investment proposals and verifies compliance with both the holding limits specified in Article 35 art. (2) of Law no. 243/2019 and the investment risk limits defined by the overall risk profile, together with the Investment Memorandum, are the documents based on which investments are approved according to decision-making and signature competencies within the company.

The exposure exceeding 10% on instruments issued by the same issuer is on Banca Transilvania, (largest weight in TA of 24.82%), and together with SIF Imobiliare PLC (8.65% weight in TA). These shareholdings jointly represent an exposure of 33.46% of TA, without exceeding the upper limit of 80%.

The Fund has an exposure of 25.30% of total assets to instruments issued by the Lion Group (subsidiaries), within the legal limit of 40% of total assets.

As of September 30, 2024, the Fund has a total exposure of 0.652 of total assets on the BVB (Bucharest Stock Exchange) group consisting of the market operator Bucharest Stock Exchange, the Romanian Securities Depository (Depozitarul Central SA), and the central counterparty CCP.RO. Lion Capital holds a total of 451,700 shares issued by BVB, meaning a stake of 5.1016% of the issuer's share capital, a total of 9,878,329 shares issued by Depozitarul Central, standing for a stake of 3.9057% of the issuer's share capital, and a total of 142,500 shares issued by the central counterparty CCP.RO, standing for stake of 1.5897% of the issuer's share capital.

Participation units issued by UCITS (Undertakings for Collective Investment in Transferable Securities) and AIFs (Alternative Investment Funds) represent a proportion of 7.17% of the Fund's total assets. Limits vary depending on the type of AIF between 10-50% of TA (Total Assets), which have not been exceeded.

Untraded securities and money market instruments represent 10.60% of total assets, while the legal limit is 40% of TA.

**Throughout the reporting period, Lion Capital's portfolio of assets has complied with the current legal provisions regarding permitted investments and holding limits specified by Law no. 243/2019, Law no. 24/2017, and ASF Regulation no. 3/2016.**

## Leverage

Through the Simplified Prospectus and the Rules of the Fund, Lion Capital has stipulated that it does not use substantially (continuously and consistently) the leverage effect, defined as any method by which the AIFM increases the exposure of an AIF it manages either by loan of cash or securities, or by positions of derivative financial instruments or by any other means, in the process of portfolio management, respectively the methods used to increase the portfolio exposure will comply with the average risk profile chosen.

In 2024, the Company has not used financing operations through financial instruments and has not invested in Total Return Swap instruments as defined by Regulation (EU) no. 2365/2015. The Fund

cannot make short sales, defined according to the provisions of Regulation (EU) no. 236/2012 aspects of credit risk swaps, other than for the purpose of hedging (risks).

As of 30 September 2024, the leverage ratio calculated using the gross method was 96.46%. Deposits with maturities under 3 months, earning interest above a 3-month government bond, were excluded from total exposure in accordance with Article 7(a) of EU Regulation 231/2013. Using the commitment method, the leverage ratio stood at 100%.

## Sustainability Risk

Lion Capital does not consider the potential negative effects of investment decisions on sustainability factors, as described in EU Regulation 2088/2019, for the following reasons: (i) the requirements for financial market participants set out by SFDR and supplemented by the Taxonomy Regulation cover only environmental aspects and not social and labour aspects or governance issues; (ii) data and information regarding sustainable classified issuers or financial products are limited and inconsistent; (iii) the complexity of the requirements outlined in the published regulations and in the draft technical standards requires additional time to adapt sustainability risk analysis and reporting processes.

The Fund continuously analyses and evaluates portfolio issuers based on ESG criteria, depending on their available ESG scores and non-financial reports.

The ESG (Environmental, Social, and Governance) risk assessment model for the portfolio has been expanded to cover exposures exceeding RON 10m, representing a total of 19 equity issuers with a combined weight of approximately 80% of total assets under management. Among these, 4 issuers have received ESG scores from Sustainalytics, while 9 issuers have published reports on sustainability.

The ESG risk score of the equity portfolio indicates a low risk. The quarterly risk reports presented to the Board of Directors and directors include the ESG risk matrix.

The qualitative assessment of organizational-level sustainability risk was based on the analysis of the impact of asset management activities on the environment and the measures taken by the Company to manage social, diversity, and sustainable governance issues. Thus, the risk is assessed as low.

## 6. SIGNIFICANT EVENTS DURING 3Q 2024

### The Public Tender Offer for Lion Capital Share Buyback

On 5 September 2024, Lion Capital announced that, in order to execute the resolutions of the Extraordinary General Meeting of Shareholders (EGMS) no. 4 dated April 27, 2023 and no. 3 dated April 29, 2024, it had submitted to the Financial Supervisory Authority (ASF) the Public Offer Document to buy back 2,490,000 of its own shares, along with the relevant documentation. SSIF SWISS CAPITAL S.A. was appointed as the intermediary for the Lion Capital share buyback Public Offer.

The Offer Document was approved by ASF Decision no. 957 on September 19, 2024, and the offer is set to run from September 25 to 8 October 8, 2024, at a price of 2.90 RON/share.

### Notice of Ordinary and Extraordinary General Meeting of Shareholders for October 31 (November 1) 2024

On 20 September 2024, the Company's Board of Directors, in accordance with Art. 117 of Law no. 31/1990, called the **Ordinary General Meeting of Shareholders (OGMS)** and the **Extraordinary General Meeting of Shareholders (EGMS)** for October 31 (November 1) 2024, at the company's headquarters in Arad, with the reference date of October 15, 2024.

The primary agenda item for the OGMS is the election of the company's Board members for a four-year term, from April 26, 2025, until April 26, 2029.

The main agenda items for the EGMS include the relocation of the company's registered office from Arad to Bucharest, the closure of the Bucharest branch, the establishment of a new Lion Capital branch in Arad, and the consequent amendment of the Company's Articles of Association.

As of September 27, 2024, the informational materials on the agenda items, draft resolutions, and voting forms have been made available to shareholders on the website at [www.lion-capital.ro](http://www.lion-capital.ro), as well as at Lion Capital's registered office in Arad and its branch office in Bucharest.

### Changes in Lion Capital S.A. Leadership

Lion Capital S.A. informed investors that on September 23, 2024, Mr Radu-Răzvan Străuț submitted his resignation from all positions held within Lion Capital S.A., effective September 30, 2024. As of this date, his mandates as a Board member, Vice Chairman, and Deputy CEO will terminate by operation of law. The company's leadership will continue under the remaining three directors.

At the meeting on September 25, 2024, the Board of Directors acknowledged Mr Radu-Răzvan Străuț's resignation from his positions as Board member and Deputy CEO, and approved the appointment of Mr Rachid El Lakis as interim Board member and Vice Chairman of the Board. Mr El Lakis's mandate will become effective only after obtaining authorization from the Financial Supervisory Authority (ASF).

## 7. FINANCIAL POSITION AND RESULTS AS OF SEPTEMBER 30, 2024

Lion Capital has prepared the financial statements as of September 30, 2024, in accordance with Norm no. 39/2015 for the approval of accounting regulations in accordance with the International Financial Reporting Standards applicable to entities authorised, regulated, and supervised by the Financial Supervisory Authority, operating in the Financial Instruments and Investments Sector.

The accounting report prepared as of September 30, 2024, has not been audited by the financial auditor, as it is not a legal or statutory requirement.

The following present the main elements of the financial position and results of the Company as of September 30, 2024:

Condensed interim separate statement of financial position - extract

### Separate statement of financial position - extract

| <i>denominated in RON</i>  | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|--|---------------------------|--------------------------|
| Cash and cash equivalents  | 677,013,660               | 408,814,516              |
| Financial assets at fair value through profit and loss (FVTPL)             | 1,746,686,128             | 1,900,476,975            |
| Financial assets at fair value through other comprehensive income (FVTOCI) | 2,415,958,270             | 1,977,331,822            |
| Investment property and tangible assets (property, plant, and equipment)   | 15,648,691                | 17,887,148               |
| Other assets   | 35,422,898                | 1,275,701                |
| <b>Total assets</b>  | <b>4,891,972,142</b>      | <b>4,305,786,163</b>     |
| Liabilities  | 267,270,205               | 205,414,379              |
| Equity   | 4,624,701,936             | 4,100,371,784            |
| <b>Total liabilities</b>   | <b>4,891,972,142</b>      | <b>4,305,786,163</b>     |

**Total assets** as of September 30, 2024, amounted to RON 4,891.9m, representing a 13% increase compared to year-end 2023.

The main balance sheet items evolved from the beginning of the period as follows:

- **Cash and cash equivalents** increased compared to year-end 2023, driven by operations conducted during the first 9 months of 2024.
- **Financial assets at fair value through profit and loss (FVTPL)**, amounting to RON 1,746.7m, decreased by RON 153.8m compared to December 31, 2023, due to unfavourable fair value adjustments of fund units and listed companies - subsidiaries and associates (with active market) as of September 30, 2024.
- **Financial assets at fair value through other comprehensive income (FVTOCI)**, amounting to RON 2,415.9m, exceeded the level recorded as of December 31, 2023, due to favourable fair value adjustments of the financial assets portfolio (listed shares) as of September 30, 2024.
- **Other assets** increased compared to the beginning of the period, mainly due to the receivable related to the disposal of a portfolio company.
- **Liabilities** recorded a slight increase, primarily due to the deferred tax liability generated by financial assets at fair value through other comprehensive income.
- **Equity** increased by 12.8% vs. December 31, 2023, mainly driven by favourable fair value adjustments of the securities portfolio, recognized both in investment gains/losses and other comprehensive income as of September 30, 2024.

## Condensed statement of profit and loss and other comprehensive income - extract

| <b>Separate statement of profit and loss and other comprehensive income - extract</b> |                           |                           |
|---|---------------------------|---------------------------|
| <i>denominated in RON</i>   | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
| <b>Income</b>   |                           |                           |
| Dividend income   | 194,431,011               | 108,793,770               |
| Interest income   | 24,784,250                | 9,650,192                 |
| Other operating income  | 23,688                    | 82,965                    |
| Other financial income  | 445,500                   | -                         |
| <b>Gain/(Loss) on investment</b>  |                           |                           |
| Gain/(Loss) from foreign exchange differences   | (47,773)                  | 1,094,446                 |
| Gain / (Loss) on financial assets at fair value through profit and loss               | (15,607,103)              | 151,807,034               |
| <b>Expenses</b>   |                           |                           |
| Commissions expenses  | (4,162,110)               | (3,640,546)               |
| Other operating expenses  | (16,782,270)              | (12,602,625)              |
| <b>Profit / (Loss) before tax</b>   | <b>183,085,192</b>        | <b>255,185,236</b>        |
| Income tax  | (14,370,707)              | (12,254,238)              |
| <b>Net Profit / (Loss)</b>  | <b>168,714,485</b>        | <b>242,930,998</b>        |
| <b>Other comprehensive income</b>   | <b>353,803,906</b>        | <b>306,868,236</b>        |
| <b>Total comprehensive income for the period</b>                                      | <b>522,518,391</b>        | <b>549,799,234</b>        |

The evolution of significant **income** components is as follows:

- **Dividend income** as of September 30, 2024, recorded a significant increase compared to the previous year, as portfolio holdings from 2023 performed favourably, reflected in the level of dividends distributed in 2024.
- **Interest income** substantially exceeded the income recorded in the comparative period, driven by both higher interest rates and the recognition of accrued interest income from a loan granted to a subsidiary

**Gain/(Loss) on investment** showed the following development:

- The **net foreign exchange result** as of September 30, 2024, was unfavourable, primarily related to foreign currency holdings.
- **Gain/(Loss) on financial assets at fair value through profit or loss (FVTPL)** was unfavourable, amounting to RON 15.6m, compared to a gain of RON 151.8m as of September 30, 2023. The net loss resulted from the fair value measurement as of September 30, 2024, of listed shares (subsidiaries and associates) and fund units.

**Expenses** incurred as of September 30, 2024, slightly exceeded those of the corresponding period of 2023, with increases in both commission and operating expenses.

The **net profit** recorded as of September 30, 2024, amounting to RON 168.7m, was primarily driven by dividend income.

**Total comprehensive income** as of September 30, 2024, was positive, amounting to RON 522.5m, reflecting the recognition in other comprehensive income of the fair value appreciation, compared to year-end 2023, of the financial assets portfolio classified as FVTOCI (Financial assets at fair value through other comprehensive income – primarily holdings in the hospitality sector and extractive industry).

## Financial Ratios as of September 30, 2024

| Ratio   | Calculation method                         | Result as of 30/09/2024 |
|---|--|-------------------------|
| <b>1. Current liquidity ratio</b> <sup>1)</sup>       | Current assets/Current liabilities         | 31.99                   |
| <b>2. Debt to equity ratio</b> <sup>2)</sup>          | Debt / Equity x 100                        | not the case            |
|   | Debt / Capital employed x 100              | not the case            |
| <b>3. Accounts receivables turnover</b> <sup>3)</sup> | Average clients' accounts / Turnover x 270 | 24                      |
| <b>4. Non-current assets turnover</b> <sup>4)</sup>   | Turnover / Non-current assets              | 0.0488                  |

<sup>1)</sup> **Current liquidity ratio** provides the guarantee of covering current liabilities from current assets. The value at the end of the first nine months of 2024 was of 31.99. This is due to the high level of current assets as of September 30, 2024, as there were significant amounts of liquidity in bank accounts and deposits.

<sup>2)</sup> **Debt to equity ratio**, a measure of credit risk management effectiveness, indicates potential financing and liquidity risks that could affect the Company's ability to meet its contractual obligations. As of September 30, 2024, the Company had no outstanding debt, resulting in a zero debt to equity ratio.

<sup>3)</sup> **The accounts-receivable turnover** indicates the effectiveness of the company in collecting its receivables, respectively the number of days until the debtors pay their debt to the company.

For the turnover, the company's income and gains as of September 30, 2024, were used.

Turnover ratio calculated as of September 30, 2024, was of 24 days.

<sup>4)</sup> **Non-current assets turnover** measures the efficiency of non-current assets management by analysing the turnover (value of income and gains) generated per unit of non-current assets. The ratio was computed using the fair value of financial investments. The ratio stood at 0.0488 as of September 30, 2024

## 8. SUBSEQUENT EVENTS

The subsequent events disclosed in the directors' report were not deemed to have an impact on the condensed interim financial statements, being included here to provide an up-to-date and comprehensive view of the Company following the closure of the financial reporting period.

### Results of Lion Capital Share Buyback Tender Offer

On October 11, 2024, Lion Capital published on BVB and company websites the notification regarding the results of its share buyback tender offer, conducted between September 25 - October 8, 2024, at RON 2.90/share, approved by ASF Decision no. 957/September 19, 2024.

The tender offer attracted 5,635,848 shares (1.1105% of share capital). 2,490,000 shares were purchased for a total consideration of RON 7,221,000. Settlement was completed through the Romanian Securities Depository (Depozitarul Central) on October 11, 2024. Following the offer completion, Lion Capital holds 2,490,000 treasury shares (0.4906% of share capital).

### The OGM and EGM of October 31, 2024

The Ordinary General Meeting of Shareholders held on October 31, 2024, starting 10:00 hours, primarily addressed the election of Board members for a four-year term (April 26, 2025 - April 26, 2029). Bogdan-Alexandru Drăgoi, Rachid Lakis, Marcel Pfister, and Sorin Marica were elected as directors, subject to ASF authorization/approval as per applicable regulations.

The Extraordinary General Meeting, held on October 31, 2024, starting 12:00 hours, approved the relocation of the company's headquarters from Arad to Bucharest, along with subsequent proposals to dissolve and deregister the Bucharest Branch from the Trade Register (currently operating at the proposed headquarters address). The current headquarters will become Arad Branch, with corresponding updates to the Articles of Association.

### Employment Contract Termination for Compliance Officer

Lion Capital S.A. informed investors that Mr Ioan-Eugen Cristea's employment contract as Compliance Officer terminated by law on October 18, 2024, under Article 56(1)(c) of the Labour Code, following fulfilment of standard retirement age and minimum contribution period requirements.

The role of Compliance Officer continues to be performed by Mr Ilie Gavra.

## 9. ANNEXES

**ANNEX 1** Condensed interim separate financial statements as of September 30, 2024, prepared in accordance with the Financial Supervisory Authority Norm no. 39/2015 for the approval of accounting regulations in accordance with the International Financial Reporting Standards applicable to entities authorised, regulated, and supervised by the Financial Supervisory Authority, operating in the Financial Instruments and Investments Sector - unaudited

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**ANNEX 2** Net asset statement as of September 30, 2024, prepared in accordance with Annex 10 of Regulation no. 7/2020

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**ANNEX 3** Detailed statement of investments as of September 30, 2024, prepared accordance with Annex 11 of Regulation no. 7/2020

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The quarterly report prepared as of September 30, 2024, was approved by the Board of Directors of Lion Capital in the meeting held on November 15, 2024.

**Bogdan-Alexandru DRĂGOI**  
Chairman and CEO



## **Lion Capital S.A.**

### **Condensed Interim Separate Financial Statements as of September 30, 2024**

prepared in accordance with the International Financial Reporting Standards adopted by the European Union and the Financial Supervisory Authority (ASF) Norm no. 39 / December 28, 2015, for the approval of accounting regulations compliant with the International Financial Reporting Standards applicable to entities authorised, regulated, and supervised by ASF, operating in the Financial Instruments and Investments Sector

**unaudited**

*FREE TRANSLATION*

*from Romanian, which is the official and binding version*

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## **Condensed Interim Separate Financial Statements**

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Condensed Interim Separate Statement of Profit and Loss and Other Comprehensive Income as of September 30, 2024

| <i>Denominated in RON</i>   | <i>Note</i> | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|---|-------------|---------------------------|---------------------------|
| <b>Income</b>   |             |                           |                           |
| Dividend income   | 5           | 194,431,011               | 108,793,770               |
| Interest income (assets at amortized cost, assets at FVTOCI)            | 6           | 21,357,811                | 2,590,594                 |
| Interest income (assets at FVTPL)                                       | 6           | 3,426,438                 | 7,059,598                 |
| Other operating income  |             | 23,688                    | 82,965                    |
| Other financial income  |             | 445,500                   | -                         |
| <b>Gain/(Loss) on investment</b>  |             |                           |                           |
| Gain/(Loss) on foreign exchange differences                             |             | (47,773)                  | 1,094,446                 |
| Gain/(Loss) on financial assets at FVTPL                                | 7           | (15,607,103)              | 151,807,034               |
| <b>Expenses</b>   |             |                           |                           |
| Commissions expenses  | 8           | (4,162,110)               | (3,640,546)               |
| Other operating expenses  | 9           | (16,782,270)              | (12,602,625)              |
| <b>Profit/(Loss) before tax</b>   |             | <u>183,085,192</u>        | <u>255,185,236</u>        |
| Income tax  | 10          | (14,370,707)              | (12,254,238)              |
| <b>Net profit/(Loss) for the period</b>                                 |             | <u><b>168,714,485</b></u> | <u><b>242,930,998</b></u> |
| <b>Other comprehensive income</b>                                       |             |                           |                           |
| <b>Items that are or could be transferred to profit and loss</b>        |             |                           |                           |
| Amounts that could be transferred to profit and loss (debt instruments) |             | -                         | -                         |
| <b>Items that are or could be transferred to retained earnings</b>      |             |                           |                           |
| Change of fair value related to financial assets measured through OCI   |             | 415,930,636               | 357,252,918               |
| Effect of income tax  |             | (62,126,730)              | (50,384,682)              |
| <b>Other comprehensive income</b>                                       |             | <u><b>353,803,906</b></u> | <u><b>306,868,236</b></u> |
| <b>Total comprehensive income for the period</b>                        |             | <u><b>522,518,391</b></u> | <u><b>549,799,234</b></u> |
| <b>Earnings per share</b>   |             |                           |                           |
| Basic   |             | 0.3326                    | 0.4794                    |
| Diluted   |             | 0.3326                    | 0.4794                    |

The condensed interim financial statements were approved by the Board of Directors on November 15, 2024, and were signed on its behalf by:

Bogdan-Alexandru Drăgoi  
Chairman and CEO

Bogdan-Victor Dușu  
CFO

Condensed Interim Separate Statement of Financial Position as of September 30, 2024

| <i>Denominated in RON</i>   | <i>Note</i> | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|---|-------------|---------------------------|--------------------------|
| <b>Assets</b>   |             |                           |                          |
| Cash and cash equivalents   | 11          | 677,013,660               | 408,814,516              |
| Other financial assets  | 14          | 35,149,097                | 730,106                  |
| Other assets  |             | 232,354                   | 317,634                  |
| Financial assets at fair value through profit and loss (FVTPL)                      | 12          | 1,746,686,128             | 1,900,476,975            |
| Financial assets at fair value through other comprehensive income (FVTOCI) (shares) | 13          | 2,415,958,270             | 1,977,331,822            |
| Financial assets measured at amortized cost   |             | 1,242,494                 |                          |
| Assets representing rights to use the underlying assets under leasing contract      |             | 41,447                    | 227,961                  |
| Investment property   |             | 11,910,414                | 14,363,411               |
| Tangible assets (items of property, plant, and equipment)                           |             | 3,738,277                 | 3,523,737                |
| <b>Total assets</b>   |             | <b>4,891,972,142</b>      | <b>4,305,786,163</b>     |
| <b>Liabilities</b>  |             |                           |                          |
| Payable dividends   |             | 9,828,878                 | 9,886,856                |
| Other financial liabilities   | 15          | 10,296,794                | 12,402,436               |
| Other deferred liabilities and revenues   |             | 2,134,423                 | 13,593                   |
| Liabilities on leasing contract   |             | 41,280                    | 258,500                  |
| Liability on deferred income tax  | 16          | 244,968,830               | 182,852,994              |
| <b>Total liabilities</b>  |             | <b>267,270,205</b>        | <b>205,414,379</b>       |
| <b>Equity (own capital)</b>   |             |                           |                          |
| Share capital   | 17          | 50,751,006                | 50,751,006               |
| Treasury shares   | 17          | -                         | (2,494,800)              |
| Losses from the share buyback   |             | (714)                     | (31,973)                 |
| Benefits granted in equity instruments  |             | 1,478,400                 | 2,159,850                |
| Other reserves  | 17          | 2,116,822,167             | 1,699,567,034            |
| Reserves from the revaluation of tangible assets                                    |             | 1,176,569                 | 1,176,569                |
| Legal reserves  | 17          | 10,150,201                | 10,150,201               |
| Reserves from revaluation of financial assets designated at FVTOCI                  | 13, 17      | 1,449,420,394             | 1,095,404,908            |
| Retained earnings   | 17          | 994,903,913               | 1,243,688,988            |
| <b>Total equity (own capital)</b>   |             | <b>4,624,701,936</b>      | <b>4,100,371,784</b>     |
| <b>Total liabilities and equity</b>   |             | <b>4,891,972,142</b>      | <b>4,305,786,163</b>     |

The condensed interim financial statements were approved by the Board of Directors on November 15, 2024, and were signed on its behalf by:

Bogdan-Alexandru Drăgoi  
Chairman and CEO

Bogdan-Victor Dușu  
CFO

Condensed Interim Separate Statement of Changes in Equity as of September 30, 2024

*Denominated in RON*

|   | Share<br>capital  | Treasury<br>shares | Losses on<br>share<br>buyback | Legal<br>reserves | Reserves from<br>the revaluation of<br>financial assets at fair<br>value through other<br>comprehensive<br>income | Reserves from<br>revaluation of<br>tangible assets | Benefits<br>granted in<br>equity<br>instruments | Other<br>reserves    | Retained<br>earnings | Total                |
|---|-------------------|--------------------|-------------------------------|-------------------|---|--|---|----------------------|----------------------|----------------------|
| <b>Balance on January 1, 2024</b>   | <b>50,751,006</b> | <b>(2,494,800)</b> | <b>(31,973)</b>               | <b>10,150,201</b> | <b>1,095,404,908</b>  | <b>1,176,569</b>                                   | <b>2,159,850</b>                                | <b>1,699,567,034</b> | <b>1,243,688,988</b> | <b>4,100,371,784</b> |
| Profit/(Loss) for the period  | -                 | -                  | -                             | -                 | -   | -  | -   | -                    | 168,714,485          | 168,714,485          |
| Reserve from revaluation of<br>financial assets transferred to profit<br>and loss   | -                 | -                  | -                             | -                 | -   | -  | -   | -                    | -                    | -                    |
| Reserve from revaluation of<br>financial assets transferred to<br>retained earnings | -                 | -                  | -                             | -                 | 251,880   | -  | -   | -                    | (251,880)            | -                    |
| Retained earnings from the<br>correction of accounting errors                       | -                 | -                  | -                             | -                 | -   | -  | -   | -                    | (32,880)             | (32,880)             |
| Change in reserve   | -                 | -                  | -                             | -                 | 415,930,636   | -  | -   | -                    | -                    | 415,930,636          |
| Revaluation of tangible assets  | -                 | -                  | -                             | -                 | -   | -  | -   | -                    | -                    | -                    |
| Related deferred tax  | -                 | -                  | -                             | -                 | (62,167,030)  | -  | -   | -                    | 40,300               | (62,126,730)         |
| <b>Total comprehensive income for<br/>the period</b>                                | <b>-</b>          | <b>-</b>           | <b>-</b>                      | <b>-</b>          | <b>354,015,486</b>  | <b>-</b>   | <b>-</b>  | <b>-</b>             | <b>168,470,057</b>   | <b>522,485,544</b>   |
| Other reserves – own sources  | -                 | -                  | -                             | -                 | -   | -  | -   | 417,255,132          | (417,255,132)        | -                    |
| Change of granted benefits  | -                 | 2,494,800          | 31,973                        | -                 | -   | -  | (681,450)                                       | -                    | -                    | 1,845,323            |
| Share buyback   | -                 | -                  | (714)                         | -                 | -   | -  | -   | -                    | -                    | (714)                |
| <b>Total transactions with<br/>shareholders recognized directly<br/>in equity</b>   | <b>-</b>          | <b>2,494,800</b>   | <b>31,258</b>                 | <b>-</b>          | <b>-</b>  | <b>-</b>   | <b>(681,450)</b>                                | <b>417,255,132</b>   | <b>(417,255,132)</b> | <b>1,844,608</b>     |
| <b>Balance on September 30, 2024</b>  | <b>50,751,006</b> | <b>-</b>           | <b>(714)</b>                  | <b>10,150,201</b> | <b>1,449,420,394</b>  | <b>1,176,569</b>                                   | <b>1,478,400</b>                                | <b>2,116,822,167</b> | <b>994,903,913</b>   | <b>4,624,701,936</b> |

The condensed interim financial statements were approved by the Board of Directors on November 15, 2024, and were signed on its behalf by:

Bogdan-Alexandru Drăgoi  
Chairman and CEO

Bogdan-Victor Dușu  
CFO

Condensed Interim Separate Statement of Changes in Equity as of September 30, 2024

*Denominated in RON*

|   | Share capital     | Treasury shares    | Losses on share buyback | Legal reserves    | Reserves from the revaluation of financial assets at fair value through other comprehensive income | Reserves from revaluation of tangible assets | Benefits granted in equity instruments | Other reserves       | Retained earnings    | Total                |
|---|-------------------|--------------------|-------------------------|-------------------|--|--|--|----------------------|----------------------|----------------------|
| <b>Balance on January 1, 2023</b>   | <b>50,751,006</b> | -                  | -                       | <b>10,150,201</b> | <b>741,827,359</b>   | <b>1,176,569</b>                             | <b>2,000,537</b>                       | <b>1,604,099,887</b> | <b>832,847,626</b>   | <b>3,242,853,185</b> |
| Profit/(Loss) for the period  | -                 | -                  | -                       | -                 | -  | -  | -                                      | -                    | 242,930,998          | 242,930,998          |
| Reserve from revaluation of financial assets transferred to profit and loss   | -                 | -                  | -                       | -                 | -  | -  | -                                      | -                    | -                    | -                    |
| Reserve from revaluation of financial assets transferred to retained earnings | -                 | -                  | -                       | -                 | (82,273,976)   | -  | -                                      | -                    | 82,273,976           | -                    |
| Change in reserve   | -                 | -                  | -                       | -                 | 357,252,918  | -  | -                                      | -                    | -                    | 357,252,918          |
| Revaluation of tangible assets  | -                 | -                  | -                       | -                 | -  | -  | -                                      | -                    | -                    | -                    |
| Related deferred tax  | -                 | -                  | -                       | -                 | (36,637,583)   | -  | -                                      | -                    | (13,747,099)         | (50,384,682)         |
| <b>Total comprehensive income for the period</b>                              | <b>-</b>          | <b>-</b>           | <b>-</b>                | <b>-</b>          | <b>238,341,359</b>   | <b>-</b>                                     | <b>-</b>                               | <b>-</b>             | <b>311,457,875</b>   | <b>549,799,234</b>   |
| Other reserves – own sources  | -                 | -                  | -                       | -                 | -  | -  | -                                      | 95,467,148           | (95,467,148)         | -                    |
| Change of granted benefits  | -                 | 2,217,600          | 28,420                  | -                 | -  | -  | (585,662)                              | -                    | -                    | 1,660,358            |
| Share buyback   | -                 | (4,712,400)        | (60,393)                | -                 | -  | -  | -                                      | -                    | -                    | (4,772,793)          |
| <b>Total transactions with shareholders recognized directly in equity</b>     | <b>-</b>          | <b>(2,494,800)</b> | <b>(31,973)</b>         | <b>-</b>          | <b>-</b>   | <b>-</b>                                     | <b>(585,662)</b>                       | <b>95,467,148</b>    | <b>(95,467,148)</b>  | <b>(3,112,435)</b>   |
| <b>Balance on September 30, 2023</b>  | <b>50,751,006</b> | <b>(2,494,800)</b> | <b>(31,973)</b>         | <b>10,150,201</b> | <b>980,168,718</b>   | <b>1,176,569</b>                             | <b>1,414,875</b>                       | <b>1,699,567,034</b> | <b>1,048,838,353</b> | <b>3,789,539,984</b> |

The condensed interim financial statements were approved by the Board of Directors on November 15, 2024, and were signed on its behalf by:

Bogdan-Alexandru Drăgoi  
Chairman and CEO

Bogdan-Victor Dușu  
CFO

Condensed Interim Separate Cash Flow Statement as of September 30, 2024

| <i>Denominated in RON</i>   | <i>Note</i> | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|---|-------------|---------------------------|---------------------------|
| <b>Operating activities</b>   |             |                           |                           |
| Net profit/(Loss) for the period  |             | <b>168,714,485</b>        | <b>242,930,998</b>        |
| <i>Adjustments for:</i>   |             |                           |                           |
| Depreciation of tangible and intangible assets  |             | 389,250                   | 396,176                   |
| (Gain)/Loss from disposal of tangible assets  |             | 7,659                     | -                         |
| (Gain)/Loss from financial assets at fair value through profit and loss                                       | 7           | 15,607,103                | (151,807,034)             |
| Dividend income   | 5           | (194,431,011)             | (108,793,770)             |
| Interest income   | 6           | (24,784,250)              | (9,650,192)               |
| Expenses on interest on leasing contract  |             | 6,038                     | 18,162                    |
| Expenses/(Income) on foreign exchange differences financial, assets and financial liabilities, other expenses |             | 47,774                    | (157,326)                 |
| Benefits granted in equity instruments  |             | 1,813,350                 | 1,570,342                 |
| Income tax  | 10          | 14,370,706                | 12,254,238                |
| <b>Changes in operating assets and liabilities</b>  |             |                           |                           |
| Change in other assets (claims, etc.)   |             | 140.240                   | 247.652                   |
| Change in other financial liabilities   |             | 2.710.397                 | (2.876.531)               |
| Income tax paid   |             | (8.540.699)               | (3.060.457)               |
| <b>Net cash used in operating activities</b>  |             | <b>(23.948.958)</b>       | <b>(18.927.742)</b>       |
| <b>Investment activities</b>  |             |                           |                           |
| Payments for acquisition of financial assets measured at FVTOCI (shares, bonds)                               | 13          | (22,795,912)              | (23,595,886)              |
| Proceeds from sales of financial assets measured at FVTOCI (shares, bonds)                                    | 13          | 220,100                   | 142,005,765               |
| (Placements)/Proceeds from deposits over 3 months   |             | -                         | -                         |
| Proceeds from sale/repurchase of assets at FVTPL (shares, fund units, bonds, loan)                            |             | 195,699,399               | 128,740,454               |
| Payments for purchase of assets at FVTPL (shares, fund units, bonds)  |             | (86,149,712)              | (56,689,483)              |
| Proceeds from sale of tangible assets and investment property   |             | 1,988,940                 | -                         |
| Payments for purchases of tangible assets   |             | (424,120)                 | (30,668)                  |
| Dividends collected   |             | 185,679,001               | 79,405,274                |
| Interest collected  |             | 20,812,039                | 9,618,185                 |
| <b>Net cash from investment activities</b>  |             | <b>295,029,733</b>        | <b>279,453,641</b>        |
| <b>Financing activities</b>   |             |                           |                           |
| Payments related to leasing   |             | (223,654)                 | (221,550)                 |
| Dividends paid  |             | (57,978)                  | (128,177)                 |
| Share buyback   |             | (2,600,000)               | (4,772,793)               |
| <b>Net cash used in financing activities</b>  |             | <b>(2,881,632)</b>        | <b>(5,122,520)</b>        |
| <b>Net increase / (Decrease) in cash and cash equivalents</b>   |             | <b>268,199,144</b>        | <b>255,403,379</b>        |
| <b>Cash and cash equivalents on January 1</b>   |             | <b>408,814,516</b>        | <b>26,615,152</b>         |
| <b>Cash and cash equivalents at the end of the period</b>   |             | <b>677,013,660</b>        | <b>282,018,531</b>        |

The condensed interim financial statements were approved by the Board of Directors on November 15, 2024, and were signed on its behalf by:

Bogdan-Alexandru Drăgoi  
Chairman and CEO

Bogdan-Victor Dușu  
CFO

## 1. Reporting entity

Lion Capital (“the Company”) was established based on Law no. 133/1996 by the reorganization and transformation of Fondul Proprietății Private (Private Ownership Fund) Banat-Crișana and it is a joint stock company operating under Law 31/1990. The company is established as a self-managed investment company, authorized by the Financial Supervisory Authority as an Alternative Investment Fund Manager (AIFM) - Authorization no. 78 / 09.03.2018, classified in accordance with the provisions of Law no. 243/2019 as a closed, diversified alternative investment fund, addressed to retail investors (AIFRI) (Ro: FIAIR). The Financial Supervisory Authority issued the Authorization no. 130/01.07.2021 authorizing the Company as Alternative Investment Fund addressed to Retail Investors (AIFRI).

The company changed its corporate name from Societatea de Investiții Financiare Banat-Crișana S.A. to **Lion Capital S.A.** starting with March 24, 2023.

The Company also prepares consolidated annual and half-year financial statements, as final parent-company for the entities in the Group.

Lion Capital is headquartered in Arad, 35A Calea Victoriei, Arad County, postal code 310158, tel.: +40257 304 438, fax: +40257 250 165. The registration number in the Trade Register Office is: J02/1898/1992, and the tax identification number is: RO 2761040.

The main activity of the company:

- portfolio management;
- risk management;
- other activities auxiliary and associated to the collective investment activity, in accordance with the regulations in force.

The Company's shares are listed on the Bucharest Stock Exchange since November 1st, 1999, and are traded on the regulated market, Premium category, under the stock symbol LION, starting with May 15, 2023, before that being SIF1.

The depositary bank of the Company, starting November 28, 2019, is Banca Comercială Română (BCR), until that date being BRD - Groupe Société Générale.

The company providing shareholders' registry services is Depozitarul Central SA Bucharest.

## 2. Basis of preparation

### (a) Statement of compliance

These condensed interim financial statements as of September 30, 2024, were prepared up in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union and the Norm no. 39/2015 for the approval of accounting regulations in accordance with the International Financial Reporting Standards issued by the Financial Supervisory Authority (ASF), applicable to entities authorized, regulated and supervised by ASF in the Financial Instruments and Investments Sector (the Norm) and with the requirements of IAS 34 “Interim financial reporting” and must be read together with the separate financial statements for the year 2023.

In accordance with Regulation no. 1606/2002 of the European Parliament and of the Council of the European Union of July 19, 2002, as well as with Law no. 24/2017 on issuers of financial instruments and market operations from 2017, the Company has to prepare and submit to the Financial Supervisory Authority (ASF) annual consolidated financial statements, in accordance with IFRS, within 4 months from the end of the financial year financial. The company prepared and made public the consolidated financial statements for the financial year 2023.

Under the requirements of Law no. 24/2017 and ASF Regulation no. 5/2018 regarding issuers of financial instruments and market operations, the Company has to prepare and publish interim consolidated financial statements for the first half of 2024 within three months following the end of this period. The Company prepared and published its financial statements as of June 30, 2024, on August 31 (separate) and September 29 (consolidated).

### Segment Reporting

The business segments are reported in a manner compatible with internal reporting, analysed by the Company's main decision-maker (the Board of Directors), which is responsible for allocating resources and evaluating the performance of the operating segments. Reportable segments whose income, result or assets are ten or more percent of all segments are reported separately. The Company manages all activities as a single reportable business segment.

### (b) Presentation of the financial statements

The Company has adopted a presentation based on liquidity in the condensed interim separate statement of financial position and a presentation of income and expenses according to their nature in the interim condensed separate statement of comprehensive income, considering that these methods of presentation provide information that is reliable and more relevant than the information presented on other methods allowed by IAS 1 “Presentation of financial statements”.

### (c) Basis of measurement

The condensed interim separate financial statements are prepared on a fair value basis convention, for the financial assets and liabilities, at fair value through profit and loss or by other comprehensive income.



Other financial assets and liabilities, as well as non-financial assets and liabilities, are stated at amortized cost, revaluated amount, or historical cost.

**(d) Functional and presentation currency**

The Company's management considers that the functional currency, as defined by IAS 21 "The effects of changes in Foreign Exchange Rates", is the Romanian Leu (RON or lei). The condensed interim financial statements are presented in RON, rounded to the nearest unit, which is the presentation currency chosen by the Company's management.

**(e) Use of estimates and judgements**

The preparation of the condensed interim financial statements pursuant to IFRS requires that management makes estimates, judgements, and assumptions that affect the application of accounting policies as well as the reported value of assets, liabilities, income, and expenses.

Such estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable under the given circumstances. The result of these estimates forms the basis of judgments used in assessing the carrying value of assets and liabilities for which no other evaluation sources are available. Actual results may differ from the estimated values.

The estimates and underlying assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if the revision affects only that period or if the period of the revision and future periods are affected the revision affects both current and future periods. Judgments made by the management in applying IFRS having a significant impact on the separate financial statements and the estimates that involve a significant risk of a material adjustment in the next year are presented in the *Notes to the condensed interim financial statements*.

**(f) Changes in the accounting policies – information on accounting policies having material impact**

The Company has adopted the document "Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)" as of January 1, 2023. The management has reviewed the accounting policies in this context, and the Amendments have not resulted in changes to the accounting policies themselves.

The Amendments require the disclosure of accounting policies with a "material impact" rather than "significant" accounting policies. Additionally, the Amendments provide guidance on applying the concept of "materiality" in the presentation of accounting policies.

The adopted accounting policies are applied consistently across all periods presented in these separate financial statements.

### 3. Accounting policies with material impact - extract

The accounting policies used in these condensed interim separate financial statements are the consistent with those of the separate financial statements prepared as of December 31, 2023.

**Assets and financial liabilities**

**Financial assets, as per IFRS 9, include the following:**

- investments in equity instruments (e.g. shares)

As of September 30, 2024, and December 31, 2023, the shares are measured at fair value through the profit and loss account or at fair value through other comprehensive income.

- investments in debt instruments (e.g. securities, bonds, loans)

As of September 30, 2024 and December 31, 2023, investments in debt instruments held are valued at fair value through profit and loss.

- trade receivables and other receivables;
- cash and cash equivalents;
- interests in subsidiaries, associates, and joint ventures
- financial liabilities.

*For more details see the chapters below.*

**(i) Classification**

Financial assets held are presented by the Company as per IFRS 9 "Financial Instruments" as financial assets and financial liabilities.

The Company presents the **financial assets** at amortized cost, at fair value through other comprehensive income, or at fair value through profit and loss on the basis of:

- (a) the entity's business model for the management of financial assets, and
- (b) the characteristics of the contractual cash flows of the financial asset.

**Business model**

- Represents the way an entity manages its financial assets to generate cash flows: *collecting*, *sale of assets*, or *both*;
- Determining it is factually realized considering: *the manner of assessment and reporting of its performance*, the existing *risks* and their *management*, respectively the way of *compensating the management* (based on the fair value or the cash flows associated with these investments);

*Business model for the shares held for which the option FVTOCI was selected at the date of transition or the date of initial recognition.*

- Effective management of a diversified portfolio of quality assets, able to ensure a constant flow of income, preservation, and medium-long term growth of capital, to increase value for shareholders and obtain the highest returns on invested capital.

The differentiated approach adopted by the Company for each of its holdings aims at the fruition of an aggregate yield, generated from dividend income and capital gain.

*Model of assets held for collecting*

- Managed to generate cash flows by collecting the principal and interest over the lifetime of the instrument;
- It is not necessary to hold them until maturity;
- There are categories of sales transactions that are compatible with this model: those due to credit risk increase, limited or insignificant value sales, or sales close to the maturity of the instruments;
- Interest income, gains or losses from depreciation or foreign exchange differences are recognized in profit and loss;
- The accounting of these assets (assuming that the SPPI criterion is also met and the fair value through profit and loss option has not been selected) is carried at amortized cost (using the effective interest method).

*Model of assets held for collecting and sale*

- Managed both to generate cash flows from collecting and by selling (all) the assets;
- Sales are of high frequency and value compared to the previous model, without specifying a certain threshold for fitting into this model;
- The purpose of these sales may be: managing current liquidity needs, maintaining a certain structure of returns or decisions to optimize the entity's balance sheet (relating the duration of financial assets with that of financial liabilities).
- The accounting of these assets (assuming that the SPPI criterion is also met and the fair value through profit and loss option has not been selected) is made at fair value through other comprehensive income (using the effective interest rate method, interest, gains or losses from impairment) and foreign exchange differences - in profit and loss / change in the fair value of these instruments - in other comprehensive income, amounts recognized in other comprehensive income are recycled through profit and loss on the derecognition of the asset).

*Other business model*

- Assets under management for the purpose of achieving cash flow from sales;
- Collecting cash flows associated with these investments is incidental, not the purpose of holding them;
- Assets whose performance is managed and reported on the basis of their fair value;
- Their accounting is at fair value through profit and loss account.

#### **SPPI test**

It comprises criteria measuring to what extent the structure of the cash flows of a debt instrument classifies within the model of the base credit agreement (the interest reflects the value of money in time, credit risk associated with the principal, coverage of other risks and costs associated with lending and a profit margin).

There are some ratios indicating the case in which the debt instruments held should be measured at fair value through profit and loss:

- certain non-standard interest rate;
- presence of the leverage effect;
- certain hybrid instruments (including an incorporated derivative).

There are also ratios that, although they would require a registration at fair value, could comply, under certain circumstances, with the SPPI criterion and so the respective assets should be further accounted for at amortized cost:

- the existence of an anticipated reimbursement option or extension of the asset term;
- assets without recourse that should guarantee the debt reimbursement
- contractually bound instruments.

#### **Financial assets measured at fair value through profit and loss (FVTPL)**

A financial asset must be measured at fair value through profit and loss, except if it is measured at amortized cost or at fair value through other comprehensive income.

#### **Financial assets measured at fair value through other comprehensive income (FVTOCI)**

A financial asset, such as debt instruments, must be measured at fair value through other comprehensive income if both conditions presented below are met:

- a) the financial asset is held within a business model whose goal is achieved by collecting the contractual cash flows and the sale of financial assets and
- b) the contractual terms of the financial asset give rise, on certain dates, to cash flows that are exclusively payments of the principal and of the interest corresponding to the principal owed.

The company can make an irrevocable choice upon the initial recognition in case of certain investments in *equity instruments* that otherwise would have been measured at fair value through profit or loss to present the subsequent

changes of fair value in other comprehensive income (according to pt. 5.7.5 and 5.7.6 of IFRS 9 – Financial Instruments).

#### **Financial instruments measured at amortized cost**

A financial asset must be measured at amortized cost if both conditions below are met:

- (a) the financial asset is held within a business model whose goal is to hold financial assets to collect the contractual cash flows and
- (b) the contractual terms of the financial asset give rise, on certain dates, to cash flows that are exclusively payments of the principal and of the interest corresponding to the owed principal.

#### **Financial liabilities**

Financial liabilities are measured at fair value through profit and loss (FVTPL) if they:

- meet the requirements of the definition of being “held for trading”;
- are designated within the FVTPL category at the initial recognition (if the specific requirements are met).

The other financial debts are measured at amortized cost.

#### **(ii) Recognition**

The assets and liabilities are recognized on the date when the Company becomes a contractual party to the conditions of the respective instrument. When the Company recognizes a financial asset for the first time, it must classify it according to pt. 4.1.1 - 4.1.5 (at amortized cost, at fair value through profit or loss or at fair value through other comprehensive income) of IFRS 9 and to assess it according to pt. 5.1.1-5.1.3. (a financial asset or financial liability is measured at fair value adding or subtracting the transaction costs, directly attributable to the acquisition or issue of the asset or liability).

Upon initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in fair value in other comprehensive income. This option is applied on an instrument-by-instrument basis, as applicable.

At the transition date to IFRS 9, shares that were classified as available-for-sale under IAS 39 were measured in accordance with IFRS 9 at fair value through other comprehensive income, depending on the specific circumstances. These securities are primarily held for the long term and have been designated to be measured at fair value through other comprehensive income.

All financial assets that are not classified as being measured at amortised cost or at fair value through other comprehensive income, as described above, will be measured at fair value through profit and loss. Additionally, upon initial recognition, the Company may irrevocably designate a financial asset, which would otherwise meet the requirements, to be measured at amortised cost or at fair value through other comprehensive income, to be measured at fair value through profit and loss, if this eliminates or significantly reduces an accounting mismatch that would otherwise arise.

#### **(iii) Measurement**

After the initial recognition, the entity must measure (evaluate) the financial assets according to pt. 4.1.1 – 4.1.5 of IFRS 9 at:

- a) Amortized cost;
- b) Fair value through other comprehensive income; or
- c) Fair value through profit and loss.

After the initial recognition, the entity must measure the financial liabilities according to pt. 4.2.1-4.2.2 of IFRS 9. Thus, the Company will classify all financial liabilities at amortized cost, except for:

- a) the financial liabilities measured at fair value through profit and loss;
- b) the financial liabilities that appear when the transfer of a financial asset does not qualify for derecognition;
- c) financial collateral contracts valued at the highest value of the loss provision (Section 5.5 of IFRS 9) and the amount initially recognized less accumulated income (recognized under IFRS 15);
- d) commitments to provide a loan at an interest rate below the market value measured at the highest value of the loss provision (Section 5.5 of IFRS 9) and the amount initially recognized less accumulated income (recognized under IFRS 15)
- e) contingent consideration recognized by an acquirer in a business combination to which IFRS 3 applies.

#### **Measurement at amortized cost**

The amortized cost of a financial asset or of a financial liability is the value at which the financial asset or the financial liability is measured after the initial derecognition minus the reimbursement of principal, plus or minus the accumulated amortization using the effective interest method for each difference between the initial value and the value at due date, and minus any reduction for estimated credit losses.

The effective interest rate represents the rate that precisely updates the future proceeds in cash during the forecasted life of the financial instrument up to the level of the gross carrying amount of the financial asset or of the financial liability. For the calculation of the effective interest rate, the entity must estimate the cash flows considering all contractual conditions of the financial instrument but must not consider the future losses from the changes in credit risk. The calculation includes all commissions paid or cashed by the contracting parties that make integral part of the effective interest rate, transaction costs and all the other premiums and discounts.

**Fair value measurement**

Fair value represents the price that would be received upon the sale of an asset or paid to settle a debt within a transaction occurred under normal conditions between the participants in the main market, on the measurement date, or in the absence of the main market, on the most advantageous market to which the Company has access at that date.

The company measures the fair value of a financial instrument using the prices quoted on an active market for that instrument. A financial instrument has an active market if for that instrument quoted prices are readily available and regularly. The company measures the instruments quoted on the active markets using the closing price.

A financial instrument is considered as being quoted on an active market when the quoted prices are readily and regularly available from an exchange, dealer, broker, association within the industry, a service for establishing the prices or a regulatory agency, and these prices reflect the transactions occurring actually and regularly, performed under objective market conditions.

Within the category of shares quoted on an active market, all those shares admitted to trading on the Stock Exchange or on the alternative market having frequent transactions are included. The market price used to determine the fair value is the closing price of the market on the last trading day before the measurement date.

The fund units are measured according to the Unitary Net Asset Value, calculated by the fund administrator using the closing quotations for the quoted financial instruments.

Government securities (bonds) are measured based on the market quotation available on Bloomberg for the respective item, multiplied by the unit nominal value.

In the absence of a price quotation on an active market, the Company uses valuation techniques. The fair value of the financial assets not traded on an active market is determined by authorized valuers.

The valuation techniques include techniques based on the use of observable inputs, such as the quoted price of the identical element held by another party as asset, on a market that is not active, and for the assets for which the observable prices are not available, measurements techniques based on the analysis of the updated cash flows, and other measurement methods used regularly by the market participants. These include the method of comparisons with similar instruments for which there is an observable market price or the percentage method of the net assets of these companies adjusted with a discount for minority ownership and a discount for lack of liquidity, using at maximum the market information, being based at minimum on the specific company information. The Company uses evaluation techniques that maximize the use of observable data and minimize the use of non-observable data.

The valuation techniques are used consistently.

The Company employs the following hierarchy of methods to measure fair value:

- Level 1: Quoted market price on an active market for an identical instrument.
- Level 2: Valuation techniques based on observable inputs: quoted market prices in active markets for similar instruments; valuation techniques where all significant inputs are directly or indirectly observable from market statistics.
- Level 3: Valuation techniques largely based on unobservable elements.

The fair value of financial assets and liabilities that are traded in active markets are based on quoted market prices or on prices quoted by intermediaries (brokers).

The fair value of the financial instruments for which there is no active market (Level 3) and those that are not traded is determined by external appraisers using techniques based on the present net value, the discounted cash flow method, the method of comparisons with similar instruments for which there is an observable market price. Valuation techniques are used consistently, there are no changes in their application.

An analysis of the financial instruments and investment property recognized at fair value according to the valuation method is presented in the following table:

| <b>September 30, 2024</b>                |                      |                    |                      |                      |
|--|----------------------|--------------------|----------------------|----------------------|
| <i>denominated in RON</i>                |                      |                    |                      |                      |
|  | <b>Level 1</b>       | <b>Level 2</b>     | <b>Level 3</b>       | <b>Total</b>         |
| Financial assets at FVTPL - shares       | 475.797.022          | -                  | 886.298.615          | 1.362.095.638        |
| Financial assets at FVTPL - fund units   | -                    | 350.541.175        | -                    | 350.541.175          |
| Financial assets at FVTPL – loan granted | -                    | -                  | 34.049.317           | 34.049.317           |
| Financial assets at FVTPL – bonds        | -                    | -                  | -                    | -                    |
| Financial assets at FVTOCI – shares      | 2.238.664.964        | -                  | 177.293.309          | 2.415.958.273        |
| Investment property                      | -                    | -                  | 11.910.414           | 11.910.414           |
| Land and buildings                       | -                    | -                  | 3.116.912            | 3.116.912            |
|  | <b>2.714.461.986</b> | <b>350.541.175</b> | <b>1.112.668.568</b> | <b>4.177.671.728</b> |

| <b>December 31, 2023</b>                 |                      |                    |                      |                      |
|--|----------------------|--------------------|----------------------|----------------------|
| <i>denominated in RON</i>                |                      |                    |                      |                      |
|  | <b>Level 1</b>       | <b>Level 2</b>     | <b>Level 3</b>       | <b>Total</b>         |
| Financial assets at FVTPL – shares       | 513,162,523          | -                  | 921,293,570          | 1,434,456,093        |
| Financial assets at FVTPL – fund units   | -                    | 395,546,142        | -                    | 395,546,142          |
| Financial assets at FVTPL – loan granted | -                    | -                  | 32,288,814           | 32,288,814           |
| Financial assets at FVTPL – bonds        | -                    | -                  | 38,313,018           | 38,313,018           |
| Financial assets at FVTOCI – shares      | 1,806,026,893        | -                  | 171,304,930          | 1,977,331,822        |
| Investment property                      | -                    | -                  | 14,363,411           | 14,363,411           |
| Land and buildings                       | -                    | -                  | 3,213,758            | 3,213,758            |
| <b>TOTAL</b>                             | <b>2,522,961,125</b> | <b>395,546,142</b> | <b>1,180,650,410</b> | <b>3,895,385,967</b> |

No transfers between the levels of fair value were made during the first nine months of 2024.

**(iv) Identification and measurement of value impairment**

The Company must recognize an adjustment for the forecasted credit losses corresponding to a financial asset that is measured according to pt. 4.1.2 or 4.1.2A of IFRS 9 (debt instruments measured at amortized cost or at the fair value through other comprehensive income), a receivable resulting from a leasing agreement, a credit commitment, and a financial guarantee agreement.

The Company applies the impairment provisions for the recognition of the provision for losses corresponding to the assets measured at fair value through other comprehensive income (debt instruments that meet the criteria of pt. 4.1.2A of IFRS 9 – assets held to collect the cash flows and to sale, whose cash flows represent exclusively principal reimbursement or interest payments). The provision so determined is recognized considering other comprehensive income and does not reduce the carrying amount (book value) of the financial asset from the statement of the financial position.

On each reporting date, the Company assesses the credit loss allowance for a financial instrument to ensure it reflects:

- The credit losses forecasted for a 12-month period, if the credit risk has not increased significantly as of the initial recognition;
- The credit losses forecasted during the entire life if the credit risk has increased significantly as of the initial recognition.

The Company recognizes in profit and loss, as gain or loss from impairment, the value of the forecasted, recognized, or reversed losses, required to adjust the provision for losses on the reporting date up to the level required by the provisions of IFRS 9.

The Company measures the expected credit losses of a financial instrument so that it represents:

- An impartial value, resulted from the weighting of more possible results depending on the probabilities related thereto;
- The time value of money;
- Reasonable information available at no cost or disproportionate effort at reporting date.

The Company may assume that the credit risk for a financial instrument has not increased significantly as of the initial recognition if the financial instrument is considered to have a low credit risk on the reporting date. A financial instrument is considered to have a low credit risk if:

- The debtor has a high capacity to meet the obligations associated with short-term contractual cash flow;
- Unfavourable changes in the business and the business environment may, but not necessarily, reduce the debtor's ability to meet its obligations.

In the assessment of low credit risk for issuers, no real collateral is considered. At the same time, financial instruments are not considered to be of low risk only because they have a lower risk than the other instruments issued by the debtor or in comparison with the credit risk prevailing in the geographical region or the jurisdiction in which it operates.

In the credit risk assessment, the company uses both external credit risk ratings and internal evaluations that are consistent with generally accepted definitions of credit risk.

The gain or loss on the disposal of a financial asset or financial liability measured at fair value through profit and loss is recognised in the current profit or current loss.

Upon derecognition of equity instruments designated as financial assets measured at fair value through other comprehensive income, any gains or losses, representing favourable or unfavourable valuation differences recorded in revaluation reserves, are recognised in other comprehensive income (retained earnings representing net realised surplus - IFRS 9).

Upon derecognition of financial assets, the retained earnings from the date of transition to IFRS 9 are transferred to retained earnings representing realised surplus.

A gain or loss on a financial asset measured at amortised cost is recognised in the current profit or current loss when the asset is derecognised.

**(v) Derecognition**

The Company derecognizes a financial asset when the rights to receive cash flows from that financial asset expires, or when the Company transferred the rights to receive the contractual cash flows corresponding to that financial asset in a transaction in which it significantly transferred all risks and benefits of the ownership right.

Any interest in the transferred financial assets retained by the Company or created for the Company is recognized separately as an asset or liability.

The Company derecognizes a financial liability when the contractual obligations ended or when the contractual obligations are cancelled or expire.

Derecognition of financial assets and liabilities is accounted for using the weighted average cost method. This method entails calculating the value of each item based on a weighted average of the value of similar items in stock at the beginning of the period and the value of similar items purchased during the period.

#### **(vi) Gains and losses**

Gains or losses resulting from a change in the fair value of a financial asset or of a financial liability that is not part of a hedging relationship are recognized as follows:

- a) The gains or losses generated by financial assets or financial liabilities classified as being measured at fair value through profit and loss are recognized in profit and loss;
- b) The gains or losses generated by a financial asset at fair value through other comprehensive income are recognized in other comprehensive income.

Gains on shares measured at fair value through other comprehensive income are recognized as follows:

- Changes in fair value (including exchange rate) in other comprehensive income
- Dividend income is recognized in profit and loss

Gains on debt instruments (bonds):

- Changes in fair value (including exchange rate) in other comprehensive income
- Interest income is recognized in profit and loss

When the asset is derecognized, the accumulated losses or gains previously recognized in other comprehensive income:

- are reclassified from equity in profit and loss, in the case of debt instruments;
- are transferred to retained earnings, in case of equity instruments (shares).

When the financial assets accounted for at amortized cost are impaired or derecognized, as well as through their amortization process, the Company recognizes a gain or a loss in the profit and loss account (income statement).

As regards the recognized financial assets using the settlement date accounting, no change of the fair value of the asset to be received during the period between the trading date and the settlement date is recognized for the assets carried at cost or at amortized cost (except for impairment losses). But for the assets accounted for at fair value, the change in fair value must be recognized in profit and loss or in equity, as the case may be.

#### **Other financial assets and liabilities**

Other financial assets and liabilities are measured at amortized cost using the effective interest method.

### **4. Management of significant risks**

The risk management activity can be found in the Company organizational structure, and it addresses both general and specific risks.

The most significant financial risks to which the Company is exposed to are the credit risk, the liquidity risk, and the market risk. The market risk includes the foreign currency risk, the interest rate risk, and the price risk of the equity instruments. This note provides information on the Company's exposure to each of the above-mentioned risks, the Company's objectives and policies, and the risk assessment and risk management processes.

The company uses various policies and procedures for managing and measuring the types of risk to which it is exposed. These policies and procedures are presented in the subchapter dedicated to each type of risk.

#### **4.1 Financial risks**

##### **(a) Market risk**

Market risk is the present or future risk of recording losses balance and off-balance sheet related due to adverse movements in market price (such as stock prices, interest rates, foreign exchange rates). Company's management sets the limits on the value of risk that may be accepted, which are regularly monitored. However, the use of this approach does not prevent losses outside these limits in the event of more significant market movements.

Position risk is associated with financial instruments portfolio held by the Company with intention to benefit from positive price movements of those financial assets or potential dividends/coupons issued by entities. The Company is exposed to general position risk as well as to the specific one, due to short term investments made in bonds, shares, and fund units.

The management has pursued and permanently aims to reduce to a minimum the possible adverse effects related to this financial risk, through an active procedure of diversifying prudently the investment portfolio and by using one or more technics of diminishing of the risk through trading activity or market prices evolution related to financial instruments held by the Company.

##### *Concentration risk*

Concentration risk concerns all assets held by the Company, regardless of the period of holding them, and mitigating this risk is intended the avoidance of a too large exposure on the same debtor/entity at Company level.

The management's policy of diversifying exposures is applied to the portfolio structure, business structure, as well as the structure of financial risks exposure. Thus, this diversifying policy implies avoiding excessive exposures on a single debtor, issuer, country, or geographical area; diversifying business structure pursues the avoidance at Company's level the excessive exposure against a specific type of business/sector; diversifying the structure of financial risks intends to avoid excessive exposure against a certain financial risk.

The market risk of equity instruments is mainly the result of shares measured at fair value through other comprehensive income and through profit and loss. Entities in which the Company holds shares operate in various industries.

The objective of market risk management is to control and manage market risk exposures in acceptable parameters to the extent that profitability is optimized.

The Company's strategy for managing market risk is driven by its investment objective, and the market risk is managed in accordance with its policies and procedures.

The Company is exposed to the following categories of market risk:

*(i) Equity price risk*

Price risk is the risk of losses in both balance sheet and off-balance sheet positions due to changes in asset prices.

The Company is exposed to the risk of fair value of financial instruments fluctuation due to changes in market prices, whether caused by factors specific to the activity of its issuer or factors impacting all instruments traded in the market.

The Board of Directors monitors the market risk management, and the internal procedures require that when price risks are not consistent with the Company's investment policy and principles, the portfolio must be rebalanced.

A positive change of 10% in the price of financial assets at fair value through profit and loss (shares of subsidiaries, associates, fund units and corporate bonds) would lead to an increase in profit after tax by RON 137,927,216 (December 31, 2023: RON 175,932,492), a negative change of 10% having an equal net impact in the opposite direction.

A positive change of 10% in the prices of financial assets measured at fair value through other comprehensive income, investments in shares and corporate bonds, would lead to an increase in equity, net of tax, of RON 58,066,819 (December 31, 2023: RON 159,234,850), a negative change of 10% having an equal net impact in the opposite direction.

The company holds stakes in companies operating in various sectors. As of September 30, 2024, the Company mainly holds shares in companies in the banking-financial and insurance field, having a weight of 51.1% on the total portfolio, close to the level as of December 31, 2023.

| in RON   | September 30, 2024   | %           | December 31, 2023    | %           |
|--|----------------------|-------------|----------------------|-------------|
| Financial intermediation and insurance               | 1,931,700,782        | 51.1%       | 1,559,710,690        | 45.7%       |
| Manufacturing industry                               | 861,993,214          | 22.8%       | 890,185,701          | 26.1%       |
| Hospitality (hotels and restaurants)                 | 93,610,049           | 2.5%        | 78,795,162           | 5.2%        |
| Wholesale and retail trade, repair of motor vehicles | 237,393              | 0.0%        | 230,430              | 0.0%        |
| Production and supply of energy, gas, water          | 28,125,000           | 0.7%        | 28,800,000           | 0.8%        |
| Extractive industry                                  | 258,854,199          | 6.9%        | 203,994,153          | 6.0%        |
| Financial services applicable to real estate         | 488,545,930          | 12.9%       | 491,588,829          | 14.4%       |
| Constructions  | 4,516,113            | 0.1%        | 4,377,211            | 0.1%        |
| Transportation and storage                           | 43,557,556           | 1.2%        | 46,044,950           | 1.3%        |
| Rental of real-estate                                | 66,875,881           | 1.8%        | 8,021,176            | 0.2%        |
| Agriculture, forestry, and fishing                   | 37,793               | 0.0%        | 39,615               | 0.0%        |
| <b>TOTAL</b>   | <b>3,778,053,910</b> | <b>100%</b> | <b>3,411,787,916</b> | <b>100%</b> |

The total value growth of the portfolio under management compared to the end of the previous year is due to the progress of capital markets during first nine months of the year and the purchases made during the period.

As of September 30, 2024, and December 31, 2023, the Company holds fund units amounting to RON 350,541,175 (December 31, 2023: RON 395,546,142) in following investment funds: ACTIVE PLUS (alternative investment fund with private equity), OPTIMINVEST (alternative investment fund with private equity), STAR VALUE (open-ended alternative investment fund), CERTINVEST SHARES (open-ended alternative investment fund), and Romania Strategy Fund (closed-ended alternative investment fund). The Company is exposed to price risk in terms of placements made with different risk degrees by these Investment Funds.

*(ii) Interest rate risk*

Interest rate risk is the risk that revenues or expenses, or the value of assets or liabilities of the Company fluctuate due to changes in market interest rates.

As regards the interest-bearing financial instruments: the interest rate risk consists of the risk of fluctuation recorded in the value of a financial instrument due to changes in interest rates and risk differences between the maturity of interest-bearing financial assets and interest-bearing liabilities. However, the interest rate risk may also affect the value of assets bearing fixed interest rates (e.g. bonds) so that an increase in interest rate on the market will determine a decrease in the value of future cash flows generated by them and may lead to their price reduction if it increases the preference of investors to place their funds in bank deposits or other instruments whose interest has

grown, and vice versa - a reduction in interest rate on the market may increase the price of shares and bonds and will lead to an increase in the fair value of future cash flows.

With respect to the fixed interest-bearing assets or tradable assets, the Company is exposed to the risk that fair value of future cash flows related to financial instruments will fluctuate following the changes in market interest rates. However, most financial assets of the Company are in stable currencies whose interest rates are unlikely to vary significantly.

Thus, the Company will be subject to limited exposure to the fair value interest rate risk or to future cash flows due to fluctuations in the prevailing levels of market interest rates.

The Company does not use derivative financial instruments for protection against interest rate fluctuations.

The following table shows the annual interest rates earned by the Company for interest-bearing assets during the first three quarters of 2024:

| Financial assets  | RON interval |      | EUR interval |      |
|---|--------------|------|--------------|------|
|   | Min          | Max  | Min          | Max  |
| Bank deposits   | 3.85         | 5.55 | 2.80         | 3.10 |
| Financial assets at fair value through profit and loss* | 8.75         | 10.2 | 5.63         | 6.54 |

\* In the financial assets at fair value through profit and loss are included bonds, denominated in RON issued by a subsidiary and a loan granted to a Lion Capital subsidiary, denominated in Euro

The following table shows the annual interest rates earned by the Company for interest-bearing assets during the first three quarters of 2023:

| Financial assets  | RON interval |      | EUR interval |      |
|---|--------------|------|--------------|------|
|   | Min          | Max  | Min          | Max  |
| Bank deposits   | 4.86         | 6.75 | -            | -    |
| Financial assets at fair value through profit and loss* | 8.44         | 10.2 | 5.63         | 7.08 |

\* In the financial assets at fair value through profit and loss are included bonds, denominated in RON issued by a subsidiary and a loan granted to a Lion Capital subsidiary, denominated in Euro

The following table presents a summary of Company's exposure to the interest rate risk. The table includes the Company's assets and liabilities at the carrying amounts (book value) classified by the most recent date of the change in the interest rate and the maturity date.

| in RON                                      | September 30, 2024 | December 31, 2023  |
|---|--------------------|--------------------|
| Cash and cash equivalent*                   | 670,650,000        | 406,482,143        |
| Financial assets at FVTPL – corporate bonds | -                  | 37,612,296         |
| Financial assets at FVTOCI – loan granted   | 31,846,670         | 31,840,269         |
| <b>TOTAL</b>                                | <b>702,496,670</b> | <b>475,934,709</b> |

\* Within the cash equivalents short-term investments in bank deposits (maturity under 3 months) are included

The impact on the Company's net profit (through interest income) of a change of  $\pm 1.00\%$  in the interest rate on variable interest rate assets and liabilities denominated in other currencies in conjunction with a change of  $\pm 1.00\%$  in the interest rate related to the assets and liabilities bearing variable interest and expressed in RON is of RON 344,223 (December 31, 2023: RON +/-233,208).

### (iii) Currency risk

Currency risk is the risk of loss or failure to achieve the estimated profit because of unfavourable exchange rate fluctuations. The Company invests in financial instruments and performs transactions which are denominated in currencies other than the functional currency, thus being exposed to risks that the exchange rate of the national currency in relation to another currency might adversely affect the fair value or future cash flows of that share of financial assets and liabilities denominated in other currencies.

In the reporting periods the company conducted transactions in Romanian currency (RON) and in foreign currencies. The Company has not carried out any exchange rate derivative transaction during the financial periods presented.

The Company's assets and liabilities in RON and foreign currencies on September 30, 2024, and December 31, 2023, can be analysed as follows:

#### Financial assets exposed to foreign currency risk (in RON)

| in RON  | September 30, 2024 | December 31, 2023  |
|---|--------------------|--------------------|
| Cash and cash equivalent  | 376,309            | 200,626,294        |
| Financial assets at FVTPL – (including assets held by investment funds) * | 88,076,478         | 55,336,625         |
| Financial assets at amortized cost  | 1,242,494          | -                  |
| <b>Total assets</b>   | <b>89,695,282</b>  | <b>255,962,919</b> |
| Liabilities on leasing contract   | (41,280)           | (258,500)          |
| <b>Total liabilities</b>  | <b>(41,280)</b>    | <b>(258,500)</b>   |
| <b>Net financial assets</b>   | <b>89,654,002</b>  | <b>255,704,419</b> |

\* Financial assets at fair value through profit and loss include the loan granted denominated in euro, the receivable related to the sale of a subsidiary, and the foreign exchange holdings of closed-end investment funds, proportionate to the Company's holding in their net assets.

The following table presents the sensitivity of profit and loss as well as equity to possible changes at the end of the reporting period of the exchange rates in line with the reporting currency, consistently maintaining all other variables:



|                            | September 30, 2024 |               | December 31, 2023 |               |
|----------------------------|--------------------|---------------|-------------------|---------------|
|                            | Impact on P&L      | Impact on OCI | Impact on P&L     | Impact on OCI |
| 5% EUR increase (2023: 5%) | 219,652            | -             | 9,588,916         | -             |
| 5% EUR decrease (2023: 5%) | (219,652)          | -             | (9,588,916)       | -             |
| <b>Total</b>               | <b>-</b>           | <b>-</b>      | <b>-</b>          | <b>-</b>      |

**(b) Credit risk**

Credit risk is the risk that a counterparty of a financial instrument fails to meet their contractual obligations, or a financial engagement in which it has entered into a relationship with the Company, thus resulting in a loss for the Company. The Company is exposed to credit risk as a result of investments in bonds issued by trading companies (corporate bonds), current accounts and bank deposits and other receivables. The management of the Company closely and constantly monitors the exposure to credit risk so that it does not suffer losses as a result of the concentration of credit in a certain sector or field of activity.

As of September 30, 2024, and December 31, 2023, the Company did not have any real collaterals as insurance, nor any other improvements in the credit rating.

As of September 30, 2024, and December 31, 2023, the Company did not record any outstanding financial assets, for which it had not recorded any impairment adjustments.

Below are presented the financial assets with exposure to credit risk:

| September 30, 2024              | Current accounts | Bank deposits      | Loan granted      | Bonds (measured at FVTPL) | Other financial assets | Total              |
|---------------------------------|------------------|--------------------|-------------------|---------------------------|------------------------|--------------------|
| <i>Current and not impaired</i> |                  |                    |                   |                           |                        |                    |
| <i>Rating AAA to A-</i>         |                  |                    |                   |                           |                        |                    |
| BBB+                            | 395,460          | 358,690,000        | -                 | -                         | -                      | 359,085,460        |
| BBB                             | 19,146           | -                  | -                 | -                         | -                      | 19,146             |
| BBB-                            | -                | -                  | -                 | -                         | -                      | -                  |
| BB+                             | 1,975,137        | 311,960,000        | -                 | -                         | -                      | 313,935,137        |
| BB                              | 6,508            | -                  | -                 | -                         | -                      | 6,508              |
| NR                              | -                | -                  | 31,846,670        | 1,242,494                 | 35,149,097             | 68,238,262         |
| <b>TOTAL</b>                    | <b>2,396,251</b> | <b>670,650,000</b> | <b>31,846,670</b> | <b>1,242,494</b>          | <b>35,149,097</b>      | <b>741,284,513</b> |

| December 31, 2023               | Current accounts | Bank deposits      | Bonds (measured at FVOCI) | Bonds (measured at FVTPL) | Other financial assets | Total              |
|---------------------------------|------------------|--------------------|---------------------------|---------------------------|------------------------|--------------------|
| <i>Current and not impaired</i> |                  |                    |                           |                           |                        |                    |
| <i>Rating AAA to A-</i>         |                  |                    |                           |                           |                        |                    |
| BBB+                            | 725,245          | 165,500,000        | -                         | -                         | -                      | 166,225,245        |
| BBB                             | 389,945          | 41,077,842         | -                         | -                         | -                      | 41,467,787         |
| BBB-                            | 20,056           | -                  | -                         | -                         | -                      | 20,056             |
| BB+                             | 24,233           | 199,904,301        | -                         | -                         | -                      | 199,928,534        |
| BB                              | -                | -                  | -                         | -                         | -                      | -                  |
| Baa2                            | -                | -                  | -                         | -                         | -                      | -                  |
| NR                              | -                | -                  | 31,840,269                | 38,185,926                | 730,106                | 70,756,302         |
| <b>TOTAL</b>                    | <b>1,159,478</b> | <b>406,482,143</b> | <b>31,840,269</b>         | <b>38,185,926</b>         | <b>730,106</b>         | <b>478,397,923</b> |

The Company's maximum exposure to credit risk is of RON 741,284,513 as of September 30, 2024 (December 31, 2023: RON 478,397,923) and can be analysed as follows:

|                               | Credit rating |                               |       | September 30, 2024 | December 31, 2023  |
|-------------------------------|---------------|-------------------------------|-------|--------------------|--------------------|
|                               |               |                               |       |                    |                    |
| BRD - Groupe Société Générale | BBB+          | BRD - Groupe Société Générale | Fitch | 2,135              | 2,312              |
| Banca Transilvania            | BB+           | Banca Transilvania            | Fitch | 313,935,137        | 166,225,245        |
| Banca Comercială Română       | BBB+          | Banca Comercială Română       | Fitch | 58,079,322         | 41,425,969         |
| CEC Bank                      | BB            | CEC Bank                      | Fitch | 6,508              | 199,928,534        |
| Exim Bank                     | BBB-          | Exim Bank Romania             | Fitch | 301,004,002        | 39,506             |
| Intesa Sanpaolo Romania*      | BBB           | Intesa Sanpaolo Italia        | Fitch | 19,020             | 19,842             |
| UniCredit Tiriad              | BBB           | UniCredit Tiriad              | Fitch | 126                | 214                |
| <b>TOTAL</b>                  |               |                               |       | <b>673,046,025</b> | <b>407,641,621</b> |

\* For banks for which there is no rating, the parent company's rating was considered

Cash and cash equivalents, as well as bank deposits, are neither overdue nor impaired. Corporate bonds are neither overdue nor impaired.

The Company's exposure to credit and counterparty risk through corporate bonds held as of September 30, 2024, is shown in the following table:

| Issuer       |      | No. units | Nominal Value | Interest Rate | Value as of September 30, 2024 (RON) | Maturity |
|--------------|------|-----------|---------------|---------------|--------------------------------------|----------|
| Romgaz-SNG*  | Euro | 250       | 1.00          | 4.75%         | 1,242,494                            | 2029     |
| <b>Total</b> |      |           |               |               | <b>1,242,494</b>                     |          |

\*Variable interest rate (based on the latest coupon)

The Company's exposure to credit and counterparty risk through corporate bonds held as of December 31, 2023, is shown in the following table:

| Issuer         |     | No. units | Nominal Value | Interest Rate | Value as of September 30, 2024 (RON) | Maturity |
|----------------|-----|-----------|---------------|---------------|--------------------------------------|----------|
| Vrancart S.A.* | RON | 368,748   | 100.00        | 8.44%         | 37,612,296                           | 2024     |
| <b>Total</b>   |     |           |               |               | <b>37,612,296</b>                    |          |

\*Variable interest rate (based on the latest coupon)

### (c) Liquidity risk

Liquidity risk is the risk that the Company faces difficulties in meeting obligations arising from short-term financial liabilities that are settled by payment in cash or other financial means, or the risk that such obligations are settled in an unfavourable manner for the Company.

The company monitors the progress of its liquidity levels to be able to meet its payment obligations at due date, and constantly analyses its assets and liabilities, based on the remaining period to the contractual maturities.

In the current economic context, the Company's management has adopted a prudent policy of monetary investments management, maintaining a weight of available liquidity in total assets allowing at any time the coverage of any outstanding payment obligations and a liquidity reserve to provide the financing of any attractive investment opportunities.

The breakdown of assets and liabilities was analysed based on the remaining period from the balance sheet date to contractual maturity date, both as of September 30, 2024, and December 31, 2023, as follows:

in RON

|   | Book value           | Under 3 months     | 3 to 12 months    | Over 1 year        | No fixed maturity    |
|---|----------------------|--------------------|-------------------|--------------------|----------------------|
| <b>September 30, 2024</b>                   |                      |                    |                   |                    |                      |
| <b>Financial assets</b>                     |                      |                    |                   |                    |                      |
| Cash and cash equivalents                   | 677,013,660          | 677,013,660        | -                 | -                  | -                    |
| Financial assets at FVTPL                   | 1,746,686,128        | -                  | -                 | 34,049,317         | 1,712,636,811        |
| Financial assets at FVTOCI                  | 2,415,958,270        | -                  | -                 | -                  | 2,415,958,270        |
| Financial assets measured at amortized cost | 1,242,494            | -                  | -                 | 1,242,494          | -                    |
| Other financial assets                      | 35,866,574           | 3,976,461          | 15,945,057        | 15,945,057         | -                    |
| <b>Total financial assets</b>               | <b>4,876,767,127</b> | <b>680,990,121</b> | <b>15,945,057</b> | <b>51,236,868</b>  | <b>4,128,595,081</b> |
| <b>Financial liabilities</b>                |                      |                    |                   |                    |                      |
| Dividends payable                           | 9,828,878            | 9,828,878          | -                 | -                  | -                    |
| Other financial liabilities                 | 10,296,794           | 10,296,794         | -                 | -                  | -                    |
| Liabilities on leasing contract             | 41,280               | 41,280             | -                 | -                  | -                    |
| <b>Total financial liabilities</b>          | <b>20,166,953</b>    | <b>20,166,953</b>  | <b>-</b>          | <b>-</b>           | <b>-</b>             |
| <b>Liquidity surplus</b>                    | <b>4,856,600,175</b> | <b>660,823,168</b> | <b>15,945,057</b> | <b>451,236,868</b> | <b>4,128,595,081</b> |

in RON

|                                    | Book value           | Under 3 months     | 3 to 12 months   | Over 1 year       | No fixed maturity    |
|------------------------------------|----------------------|--------------------|------------------|-------------------|----------------------|
| <b>December 31, 2023</b>           |                      |                    |                  |                   |                      |
| <b>Financial assets</b>            |                      |                    |                  |                   |                      |
| Cash and cash equivalent           | 408,814,516          | 408,814,516        | -                | -                 | -                    |
| Financial assets at FVTPL          | 1,900,476,975        | 38,185,926         | -                | 32,288,814        | 1,830,002,235        |
| Financial assets at FVTOCI         | 1,977,331,822        | -                  | -                | -                 | 1,977,331,822        |
| Other financial assets             | 1,447,583            | 1,447,583          | -                | -                 | -                    |
| <b>Total financial assets</b>      | <b>4,288,070,897</b> | <b>448,448,026</b> | <b>-</b>         | <b>32,288,814</b> | <b>3,807,334,057</b> |
| <b>Financial liabilities</b>       |                      |                    |                  |                   |                      |
| Dividends payable                  | 9,886,856            | 9,886,856          | -                | -                 | -                    |
| Other financial liabilities        | 12,402,436           | 12,402,436         | -                | -                 | -                    |
| Liabilities on leasing contract    | 258,500              | 71,367             | 187,133          | -                 | -                    |
| <b>Total financial liabilities</b> | <b>22,547,792</b>    | <b>22,360,659</b>  | <b>187,133</b>   | <b>-</b>          | <b>-</b>             |
| <b>Liquidity surplus</b>           | <b>4,265,523,105</b> | <b>426,087,366</b> | <b>(187,133)</b> | <b>32,288,814</b> | <b>3,807,334,057</b> |

### 4.2 Other risks

By the nature of the business object, the Company is exposed to various types associated to financial instruments and to market on which it invests.

The main types of risks the Company is exposed to are:

- taxation risk;
- economic environment risk;
- operational risk.

The risk management has in view the maximization of Company's profit in relation to the risk level it is exposed to.

The Company uses various management and measurement policies and procedures for the risk types it is exposed to. These policies and procedures are presented in the subchapter dedicated to each type of risk.

#### **(a) Taxation risk**

Starting with 1 January 2007, following Romania's accession to the European Union, the Company had to comply with the EU regulations and, therefore, prepared to implement changes brought by the European legislation. The Company has implemented these changes, but their implementation remains open to tax audit for 5 years.

Interpretation of texts and practical implementation of the procedures of the new applicable tax regulations could vary and there is a risk that in some cases the tax authorities might adopt a position different from that of the Company.

In terms of income tax there is a risk of different interpretation by the tax authorities to accounting treatments that were determined by the transition to IFRS as an accounting basis.

In addition, the Romanian Government has several agencies authorized to conduct audits (controls) of companies operating in Romania. These controls are similar to tax audits in other countries and may extend not only to tax matters but also to other legal and regulatory issues of interest to these agencies. The Company may be subject to tax audits as new tax regulations are issued.

#### **(b) Economic environment risk**

Lion Capital's management cannot predict all the effects of the international economic developments with an impact on the financial sector in Romania but has confidence in that in the first six months of 2024 has adopted the necessary measures for the Company's sustainability and development under the present state of the financial market by monitoring its cash flows and adapting its investment policies.

Risk avoidance and mitigation of their effects are ensured by the company through an investment policy complying with the prudential rules imposed by the applicable laws and regulations in force.

Lion Capital has adopted risk management policies through which risks are actively managed, by implementing specific risk identification, evaluation, measurement, and control procedures meant to provide reasonable assurance with respect to the achievement of the Company's objectives, thus seeking a consistent balance between risk and expected profit.

The risk management aims at: (i) identifying and assessing significant risks with major impact in achieving the target investment and developing activities to counter the risk identified; (ii) adapting the risk management policies to the developments in the financial capital market, monitoring performance and improving risk management procedures; (iii) reviewing investment decisions in line with the development of the capital and money market; (iv) compliance with the legislation in force.

#### **(c) Operational risk**

Operational risk is the risk of direct or indirect loss resulting from deficiencies or weaknesses in procedures, personnel, the Company's internal systems, or from external events that can have an impact on its operations. Operational risks arise from all the Company's activities.

The Company's objective is to manage the operational risk so as to limit financial loss, not damage its reputation and achieve the investment objective of generating benefits for investors.

The primary responsibility for implementation and development of control over the operational risk lies with the Board of Directors. This responsibility is supported by the development of general standards of operational risk management, which includes controls and processes at service providers and service engagements with service providers.

#### **(d) Capital adequacy**

The management's policy with respect to capital adequacy focuses on maintaining a sound capital base to support the ongoing development of the Company and attain the investment objectives.

The Company's equity includes the share capital, various types of reserves and the retained earnings. Equity amounted to RON 4,624,701,936 as of September 30, 2024 (RON 4,100,371,784 as of December 31, 2023).

### **5. Dividend income**

As per IFRS 9, and since the Company has opted to measure shareholdings through other comprehensive income, dividends from these shareholdings are recognized as income unless they are a substantially recovery of the cost of investment.

Dividend income is recorded as gross value. The tax rate for dividends from companies was of 0% and 8% (2023: 0%, 8% and 27.5%). The breakdown of dividend income on the main counterparties is shown in the table below:

| <i>denominated in RON</i> | <b>September 30, 2024</b> | <b>September 30, 2023</b> | <b>Measurement</b> |
|---------------------------|---------------------------|---------------------------|--------------------|
| Banca Transilvania        | 47,767,943                | -                         | FVTOCI             |
| SIF Imobiliare            | 34,874,698                | 12,031,798                | FVTPL              |
| SAI Muntenia Invest       | 32,993,400                | 29,994,000                | FVTOCI             |
| BRD                       | 28,525,828                | -                         | FVTOCI             |
| SNP Petrom                | 25,317,289                | 29,294,199                | FVTOCI             |
| Biofarm                   | 11,224,994                | 10,862,898                | FVTPL              |
| SIF Hoteluri              | 5,937,781                 | -                         | FVTPL              |
| Conpet                    | 3,818,984                 | 3,868,165                 | FVTOCI             |
| Hidroelectrica            | 3,147,750                 | -                         | FVTOCI             |
| Bursa de Valori Bucuresti | 638,541                   | 530,461                   | FVTOCI             |
| Depozitarul Central       | 160,918                   | -                         | FVTOCI             |
| SIFI CJ Logistic          | 22,884                    | 915,365                   | FVTPL              |
| Vrancart                  | -                         | 9,086,125                 | FVTPL              |
| Erste Bank                | -                         | 7,503,480                 | FVTOCI             |
| IAMU                      | -                         | 3,861,240                 | FVTPL              |
| Azuga Turism              | -                         | 763,276                   | FVTPL              |
| Others                    | -                         | 82,763                    | FVTOCI             |
| <b>Total</b>              | <b>194,431,011</b>        | <b>108,793,769</b>        |                    |
| FVTOCI                    | 142,370,653               | 71,273,068                |                    |
| FVTPL                     | 52,060,357                | 37,520,701                |                    |

*FVTPL = financial assets at fair value through profit and loss | FVTOCI = financial assets at fair value through other comprehensive income*

## 6. Interest income

### Interest income (assets at amortized cost, assets at FVTOCI)

| <i>denominated in RON</i>                             | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|---|---------------------------|---------------------------|
| Interest income on bank deposits and current accounts | 21,357,811                | 2,590,594                 |
|   | <b>21,357,811</b>         | <b>2,590,594</b>          |

### Interest income (assets at FVTPL)

| <i>denominated in RON</i>                                    | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|--|---------------------------|---------------------------|
| Interest income on corporate bonds                           | 629,561                   | 2,474,421                 |
| Interest income related to the transfer of financial assets* | 1,043,197                 | 548,948                   |
| Interest income related to a loan agreement                  | 1,753,680                 | 4,036,229                 |
|  | <b>3,426,438</b>          | <b>7,059,598</b>          |

\* As of September 30, 2024, the amount represents the financing component extracted from the total value of the contract for the sale of the stake in Azuga Turism S.A., according to the contractual clauses agreed by the parties

## 7. Profit/(Loss) on measurement of assets through profit and loss

| <i>denominated in RON</i>  | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|--|---------------------------|---------------------------|
| Profit / (Loss) from measurement of fund units                                   | 24,995,034                | 52,863,455                |
| Profit / (Loss) from measurement of bonds  | (737,496)                 | -                         |
| Profit / (Loss) from measurement / sale of shares in subsidiaries and associates | (39,864,640)              | 98,943,579                |
| <b>Total</b>   | <b>(15,607,103)</b>       | <b>151,807,034</b>        |

As of September 30, 2024, and September 30, 2023, the Company measured the investments held in fund units, the shares held in subsidiaries and associates, and the bonds held, through the profit and loss account, resulting a total decrease of RON 15.6m (September 30, 2023: increase amounting to RON 151.8m).

## 8. Fees and commissions expenses

| <i>denominated in RON</i>                   | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|---|---------------------------|---------------------------|
| Financial Supervisory Authority commissions | 3,069,082                 | 2,398,811                 |
| Depository (bank) fees                      | 878,657                   | 742,610                   |
| Commissions due for transactions            | -                         | 241,746                   |
| Registry fees                               | 159,429                   | 209,099                   |
| Other fees and commissions                  | 54,942                    | 48,280                    |
| <b>Total</b>                                | <b>4,162,110</b>          | <b>3,640,546</b>          |

## 9. Other operating expenses

| <i>denominated in RON</i>  | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|--|---------------------------|---------------------------|
| Expenses on other taxes, fees, and assimilated payments  | 187,040                   | 100,194                   |
| Expenses on salaries and other personnel expenses (i)  | 13,221,701                | 9,843,449                 |
| Depreciation expenses  | 217,086                   | 209,663                   |
| Expenses on external services  | 2,963,891                 | 2,244,644                 |
| Expenses on interest and depreciation of assets with the right to use under the leasing contract | 192,551                   | 204,675                   |
| <b>Total</b>   | <b>16,782,270</b>         | <b>12,602,625</b>         |

|  |                           |                           |
|--|---------------------------|---------------------------|
| (i)  |                           |                           |
| <i>denominated in RON</i>                      | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
| Expenses on salaries                           | 10,219,871                | 7,600,170                 |
| Stock Option Plan expenses                     | 2,258,850                 | 1,570,342                 |
| Expenditure on insurance and social protection | 343,307                   | 287,846                   |
| Other personnel expenses                       | 399,673                   | 385,091                   |
| <b>Total</b>                                   | <b>13,221,701</b>         | <b>9,843,449</b>          |

In other operating expenses are included personnel expenses, expenses on taxes and fees, depreciation expenses and other expenses on external services.

In the period ended on September 30, 2024, the average number of employees was of 31 (September 30, 2023: 31), and the actual number of employees recorded at the end of the reporting period was of 30 (September 30, 2023: 31).

The company makes payments to institutions of the Romanian State in the account of the pensions of its employees. All employees are members of the pension plan of the Romanian State. The company does not operate any other pension scheme or post-retirement benefits and, consequently, has no other obligations concerning pensions. Furthermore, the Company is not bound to provide additional benefits to employees after their retirement.

## 10. Income tax

|   |                           |                           |
|---|---------------------------|---------------------------|
| <i>denominated in RON</i>                                   | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
| <b>Current income tax</b>                                   |                           |                           |
| Current income tax (16%)                                    | 5,618,695                 | 7,415,506                 |
| Tax on dividend (0%, 8%, 27.5%)                             | 8,752,011                 | 4,838,732                 |
| <b>Expense on / (income from) deferred tax</b>              |                           |                           |
| Financial assets at FVTOCI                                  | -                         | -                         |
| Financial assets at FVTPL                                   | -                         | -                         |
| Tangible assets / Investment property                       | -                         | -                         |
| <b>Total income tax recognized in result for the period</b> | <b>14,370,707</b>         | <b>12,254,238</b>         |

The effective tax rate used to calculate the deferred tax of the Company was of 16%.

## 11. Cash and cash equivalents

|  |                           |                          |
|--|---------------------------|--------------------------|
| <i>denominated in RON</i>  | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
| Petty cash and other valuables   | 3,588                     | 1,236                    |
| Current accounts in banks  | 2,396,251                 | 1,159,478                |
| Deposits in banks with initial maturity of under 3 months (including interest) | 674,613,821               | 407,653,802              |
| <b>Cash and cash equivalents with maturity under 3 months</b>                  | <b>677,013,660</b>        | <b>408,814,517</b>       |

Current bank accounts and bank deposits are permanently available to the Company and are not restricted.

## 12. Financial assets measured at fair value through profit and loss account

|   |                           |                          |
|---|---------------------------|--------------------------|
| <i>denominated in RON</i>                     | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
| Shares  | 1,362,095,636             | 1,434,456,093            |
| Fund units                                    | 350,541,174               | 395,546,142              |
| Loan granted                                  | 34,049,317                | 32,288,814               |
| Corporate bonds (including attached interest) | -                         | 38,185,926               |
| <b>Total</b>                                  | <b>1,746,686,128</b>      | <b>1,900,476,975</b>     |

As the Company met the classification criteria as an "investment entity", it measures all its subsidiaries at fair value through profit and loss, except for subsidiaries providing investment-related services, that will further be consolidated.

The movement of the financial assets measured at fair value through profit and loss account as of September 30, 2024, is presented in the next table:

|   |                      |                    |                      |                        |                      |
|---|----------------------|--------------------|----------------------|------------------------|----------------------|
| <i>denominated in RON</i>                                     | <b>Shares</b>        | <b>Fund units</b>  | <b>Loans granted</b> | <b>Corporate bonds</b> | <b>Total</b>         |
| <b>January 1, 2024</b>  | <b>1,434,456,092</b> | <b>395,546,142</b> | <b>32,288,814</b>    | <b>38,185,926</b>      | <b>1,900,476,974</b> |
| Acquisitions  | 86,149,712           |                    |                      |                        | 86,149,712           |
| Sales / Restitutions  | (118,645,528)        | (70,000,001)       | -                    | (36,874,800)           | (225,520,329)        |
| Change in interest receivable                                 | -                    | -                  | 1,753,680            | (573,630)              | 1,180,050            |
| Change in fair value (including foreign exchange differences) | (39,864,640)         | 24,995,034         | 6,824                | (737,496)              | (15,600,279)         |
| <b>September 30, 2024</b>                                     | <b>1,362,095,636</b> | <b>350,541,174</b> | <b>34,049,317</b>    | <b>-</b>               | <b>1,746,686,128</b> |

As of September 30, 2024, the amount of RON 118.6m is represented by the sale of the stake held in Azuga Turism and the capital return related to the reduction of the nominal value of shares held in SIF Hoteluri. Also, during the first nine months of the year, the repurchase of shares of the Active Plus fund occurred (Private equity alternative investment fund), amounting to RON 70m, and the collecting of the Vrancart bond value, with maturity in March 2024.

The movement of financial assets measured at fair value through profit and loss account in 2023 is presented in the following table:

| <i>denominated in RON</i>                                     | Shares               | Fund units         | Loans granted      | Corporate bonds   | Total                |
|---|----------------------|--------------------|--------------------|-------------------|----------------------|
| <b>January 1, 2023</b>  | <b>1,205,645,522</b> | <b>362,939,797</b> | <b>116,912,505</b> | <b>38,313,018</b> | <b>1,723,810,844</b> |
| Acquisitions  | 18,842,890           | -                  | -                  | -                 | 18,842,890           |
| Sales   | (49,553,410)         | -                  | (86,065,648)       | -                 | (135,619,058)        |
| Change in interest receivable                                 | -                    | -                  | 1,193,069          | (127,092)         | 1,065,977            |
| Change in fair value (including foreign exchange differences) | 259,521,090          | 32,606,344         | 248,887            | -                 | 317,174,123          |
| <b>December 31, 2023</b>                                      | <b>1,434,456,092</b> | <b>395,546,142</b> | <b>32,288,814</b>  | <b>38,185,926</b> | <b>1,900,476,975</b> |

Acquisitions made during the year 2023 include shares in IAMU S.A.

Sales of shares primarily represent the value of the stake held in Central S.A., which was sold in its entirety. Also, in 2023, SIF SPV TWO SA repaid the amount of RON 86m, as part of the loan granted in 2022.

### 13. Financial assets measured at fair value through other comprehensive income

The movement of financial assets measured at fair value through other comprehensive income during first nine months of 2024 is presented in the table below:

| <i>denominated in RON</i> | Shares *             |
|---------------------------|----------------------|
| <b>January 1, 2024</b>    | <b>1,977,331,822</b> |
| Acquisitions              | 22,795,912           |
| Sales                     | (100,100)            |
| Change in fair value      | 415,930,636          |
| <b>September 30, 2024</b> | <b>2,415,958,270</b> |

\* the option to measure at fair value through other comprehensive income was exercised at initial recognition

Acquisitions of shares amounting to RON 22.8m represent mainly the shares in CH Intercontinental S.A. Bucharest.

The movement of financial assets measured at fair value through other comprehensive income in 2023 is presented in the table below:

| <i>denominated in RON</i>                                     | Shares *             |
|---|----------------------|
| <b>January 1, 2023</b>  | <b>1,624,523,020</b> |
| Acquisitions  | 23,748,220           |
| Sales   | (183,810,181)        |
| Change in fair value (including foreign exchange differences) | 512,870,764          |
| <b>December 31, 2023</b>                                      | <b>1,977,331,822</b> |

\* the option to measure at fair value through other comprehensive income was exercised at initial recognition

Purchases of shares in 2023, in the total amount of RON 23.7m, mainly include the acquisition of shares issued by CH Intercontinental SA Bucharest and SPPEH Hidroelectrica.

The sales of shares, in the amount of RON 183.8m, mainly include the exit from Erste Bank, generating a gain of RON 1.436.069.

### 14. Other financial assets

| <i>denominated in RON</i>                       | September 30, 2024 | December 31, 2023 |
|---|--------------------|-------------------|
| Sundry debtors                                  | 35,811,601         | 1,380,687         |
| Other financial assets                          | 54,974             | 66,896            |
| Provisions for the impairment of sundry debtors | (717,477)          | (717,477)         |
| <b>Total</b>                                    | <b>35,149,097</b>  | <b>730,105</b>    |

The increase in the *Sundry Debtors* position as of September 30, 2024, compared to December 2023, is due to the receivable resulting from the sale of the stake held in Azuga Turism.

### 15. Other financial liabilities

| <i>denominated in RON</i>                          | September 30, 2024 | December 31, 2023 |
|--|--------------------|-------------------|
| Liabilities to employees and related contributions | 3,089,831          | 2,832,448         |
| Taxes and duties                                   | 5,631,740          | 8,508,939         |
| Suppliers and creditors                            | 1,575,223          | 1,061,048         |
| <b>Total</b>                                       | <b>10,296,794</b>  | <b>12,402,436</b> |

### 16. Deferred tax liabilities

Deferred tax assets and liabilities on September 30, 2024, and December 31, 2023, are generated by the elements detailed in the following tables:

**September 30, 2024***denominated in RON*

|   | <b>Assets</b> | <b>Liabilities</b>   | <b>Net</b>             |
|---|---------------|----------------------|------------------------|
| Financial assets at FVOCI               | -             | 1,516,220,545        | (1,516,220,545)        |
| Tangible assets and investment property | -             | 14,834,647           | (14,834,647)           |
| <b>Total</b>                            |               | <b>1,531,055,192</b> | <b>(1,531,055,192)</b> |
| Net temporary differences - 16% rate    |               |                      | (244,968,830)          |
| <b>Deferred tax liabilities</b>         |               |                      | <b>(244,968,830)</b>   |

**December 31, 2023***denominated in RON*

|   | <b>Assets</b> | <b>Liabilities</b>   | <b>Net</b>             |
|---|---------------|----------------------|------------------------|
| Financial assets at FVOCI               | -             | 1,127,996,570        | (1,127,996,570)        |
| Tangible assets and investment property | -             | 14,834,647           | (14,834,647)           |
| <b>Total</b>                            | -             | <b>1,142,831,216</b> | <b>(1,142,831,216)</b> |
| Net temporary differences - 16% rate    | -             | -                    | (182,852,994)          |
| <b>Deferred tax liabilities</b>         | -             | -                    | <b>(182,852,994)</b>   |

The deferred income tax liabilities in balance as of September 30, 2024, in the amount of RON 244,968,830 (2023: RON 182,852,994) include:

- deferred income tax recognised directly through the decrease of equity in the amount of RON 245,083,215 (2023: RON 182,852,996), being generated by the reserves related to financial assets measured at fair value through other comprehensive income (FVTOCI)

- deferred tax mainly related to differences from the inflation of financial assets and impairment adjustments, in the amount of RON 2,373,543 recognised in retained earnings (2023: RON 2,373,544).

**17. Capital and reserves****(a) Share capital**

As of September 30, 2024, the share capital of Lion Capital amounts to RON 50,751,006, divided into 507,510,056 shares with the nominal value of RON 0.1 and it is the result of direct subscriptions to the share capital of the company, by the conversion into shares of the amounts due as dividends under Law no. 55/1995 and pursuant to Law no. 133/1996. As of September 30, 2024, the number of shareholders was of 5,735,707 (December 31, 2023: 5,737,765).

The shares issued by Lion Capital are traded on the Bucharest Stock Exchange since November 1999. The records of shares and shareholders is kept by Depozitarul Central S.A. Bucharest.

All shares are ordinary shares, were subscribed and fully paid as of September 30, 2024, and December 31, 2023. All shares have equal voting rights and a nominal value of RON 0.1/share. The number of shares authorized to be issued is equal to the shares issued.

| <i>denominated in RON</i> | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|---------------------------|---------------------------|--------------------------|
| Share capital             | 50,751,006                | 50,751,006               |
| <b>Total</b>              | <b>50,751,006</b>         | <b>50,751,006</b>        |

**(b) Retained earnings**

| <i>denominated in RON</i>  | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|--|---------------------------|--------------------------|
| Retained earnings from the transition to IAS and IFRS  | 422,323,709               | 422,323,709              |
| Retained earnings from application of IFRS 9 (including gain on transactions)                        | 401,678,316               | 401,889,895              |
| Result for the period  | 168,714,486               | 417,255,132              |
| Other amounts recognized in retained earnings (legal reserves, revaluation of tangible assets, etc.) | 2,187,403                 | 2,220,252                |
| <b>Total</b>   | <b>994,903,913</b>        | <b>1,243,688,988</b>     |

**(c) Other reserves**

| <i>denominated in RON</i>   | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|---|---------------------------|--------------------------|
| Reserves allotted from the net profit                             | 1,863,082,223             | 1,445,827,091            |
| Reserves set-up under Law no. 133/1996*                           | 145,486,088               | 145,486,088              |
| Reserves from lapsed dividends                                    | 88,420,910                | 88,420,910               |
| Reserves from exchange rate differences and investment facilities | 19,832,946                | 19,832,946               |
| <b>Total</b>  | <b>2,116,822,167</b>      | <b>1,699,567,034</b>     |

\* The reserve related to the initial portfolio was set-up under Law no. 133/1996, as the difference between the value of the contributed portfolio and the value of the share capital subscribed to the Company. Thus, these reserves are assimilated to a contribution premium and are not used in the sale of non-current financial assets.

**(d) Legal reserves**

Pursuant to the legal requirements, the Company set-up legal reserves in the amount of 5% of recorded profit according to applicable accounting standards up to 20% of the share capital as per the Articles of Association. The legal reserve as of September 30, 2024, amounts to RON 10,150,201 (December 31, 2023: RON 10,150,201).

Legal reserves cannot be distributed to shareholders.

**(e) Differences from changes in fair value of financial assets measured through other comprehensive income**

This reserve comprises cumulative net changes in the fair values of financial assets measured through other comprehensive income from the date of their classification in this category to the date they have been derecognized or impaired.

Reserves are recorded net of related deferred tax. The amount of deferred tax recognized directly through impairment of equity is shown in Note 17.

The following table shows the reconciliation of net differences in the change in fair value for financial assets measured by other comprehensive income:

| <i>denominated in RON</i>   | <b>September 30, 2024</b> | <b>December 31, 2023</b> |
|---|---------------------------|--------------------------|
| Differences from changes in fair value of financial assets measured through other comprehensive income (shares) | 1,449,420,395             | 1,095,404,908            |
| <b>Total</b>  | <b>1,449,420,394</b>      | <b>1,095,404,908</b>     |

**(f) Dividends**

During the first nine months of 2024, there was no approval of a dividend distribution.

**18. Earnings per share**

The calculation of basic earnings per share was made based on the profit attributable to ordinary shareholders and the weighted average number of ordinary shares:

| <i>denominated in RON</i>                    | <b>September 30, 2024</b> | <b>September 30, 2023</b> |
|--|---------------------------|---------------------------|
| Profit attributable to ordinary shareholders | 168,714,485               | 242,930,998               |
| Weighted average number of ordinary shares*  | 507,242,684               | 506,702,181               |
| <b>Basic earnings per share</b>              | <b>0.3326</b>             | <b>0.4794</b>             |

\* considering repurchased shares

Diluted earnings per share equals basic earnings per share, as the Company did not record potential ordinary shares.

**19. Contingent assets and liabilities****(a) Litigations in court**

As of September 30, 2024, the Company had 50 pending legal disputes in its records. The Company held an active legal status in 39 disputes, a passive legal status in 9 disputes, and intervened in two disputes.

In most of the disputes where the Company holds the plaintiff status, the subject of the litigation revolves around the annulment/declaration of nullity of resolutions passed by general shareholder meetings of portfolio companies or the insolvency proceedings of portfolio companies.

**(b) Other liabilities**

not the case

**20. Related parties**

The parties are considered related if one party has the ability to control the other party or to exercise a significant influence over its financial and operational decision making.

The Company has identified the following related parties in the course of business:

**Management personnel****September 30, 2024**

- As of September 30, 2024, the Board of Directors of Lion Capital S.A. was comprised of 5 members: Bogdan-Alexandru Drăgoi - Chairman, Radu-Răzvan Străuț - Vice-Chairman, Sorin Marica, Marcel Pfister, and Ionel Marian Ciucioi.
- As of September 30, 2024, the members of the executive team of Lion Capital S.A: Bogdan-Alexandru Drăgoi – CEO (General Director), Radu-Răzvan Străuț - Deputy CEO, Florin-Daniel Gavrilă - Director, Laurențiu Riviș – Director.

**December 31, 2023**

- As of December 31, 2023, the Board of Directors of the Company was comprised of 5 members: Bogdan-Alexandru Drăgoi - Chairman, Radu-Răzvan Străuț - Vice-Chairman, Sorin Marica, Marcel Pfister, and Ionel Marian Ciucioi.



- As of December 31, 2023, the members of the executive team of the Company: Bogdan-Alexandru Drăgoi – CEO (General Director), Radu-Răzvan Străuț - Deputy General Director, Teodora Sferdian - Deputy General Director (term ended on October 1, 2023), and Laurențiu Riviș – Director.

During the period of the interim reporting, there were no transactions carried out and no advances and loans were granted to managers and administrators of the Company, except for work related travel advances.

The Company has not received and has not given guarantees in favour of any related party.

#### **Subsidiaries**

As of September 30, 2024, the Company held (directly and indirectly) majority stakes in 13 companies (December 31, 2023: 15). Following the classification of the Company as an investment entity, the subsidiaries providing investment services for the Company (SAI Muntenia Invest and Administrare Imobiliare) remained in the scope of consolidation, and the other subsidiaries were deconsolidated.

#### **Associated entities**

The number of entities in which the Company holds stakes between 20% and 50% of the share capital as of September 30, 2024, is of 15 (December 31, 2023): 14.

#### **Transactions with related parties during the interim reporting period:**

During the first six months of 2024, the Company made the following transactions with affiliated parties:

|  | September 30, 2024 | September 30, 2023 |
|--|--------------------|--------------------|
| <b>Transactions by profit and loss</b>                   |                    |                    |
| <b>Dividend income, of which:</b>                        |                    |                    |
| SIF Imobiliare PLC                                       | 34,874,689         | 12,031,798         |
| Azuga Turism   | -                  | 763,276            |
| SAI Muntenia Invest                                      | 32,993,400         | 29,994,000         |
| Vrancart   | -                  | 9,086,125          |
| Biofarm  | 11,224,994         | 10,862,898         |
| IAMU Blaj  | -                  | 3,861,240          |
| SIFI CJ Logistic   | 22,884             | -                  |
| SIF Hoteluri   | 5,937,781          | -                  |
| <b>Total</b>   | <b>85,053,757</b>  | <b>66,599,336</b>  |
| <b>Interest income, of which</b>                         |                    |                    |
| Vrancart   | 629,561            | 2,474,421          |
| SIF SPV TWO  | 1,753,680          | 4,036,229          |
| <b>Total</b>   | <b>2,383,241</b>   | <b>6,510,650</b>   |
| <b>Other revenues</b>                                    |                    |                    |
| Silvana Cehu Silvaniei - additional liquidation proceeds | -                  | 72,694             |
| <b>Total</b>   | <b>-</b>           | <b>72,694</b>      |
| <b>Other expenses, of which:</b>                         |                    |                    |
| Administrare Imobiliare - rent and operating expenses    | 315,589            | 236,397            |
| <b>Total</b>   | <b>315,589</b>     | <b>236,397</b>     |
| <b>Transactions by statement of financial position</b>   |                    |                    |
|  | September 30, 2024 | December 31, 2023  |
| <b>Other receivables, of which:</b>                      |                    |                    |
| Vrancart - bonds   | -                  | 37,612,296         |
| Vrancart - interest receivable                           | -                  | 573,630            |
| SIF SPV TWO – principal loan                             | 31,846,670         | 31,840,269         |
| SIF SPV TWO – interest related to the loan               | 2,202,647          | 448,545            |
| <b>Total</b>   | <b>34,049,317</b>  | <b>70,474,741</b>  |
| <b>Other liabilities, of which:</b>                      |                    |                    |
| Administrare Imobiliare                                  | -                  | 987                |
| <b>Total</b>   | <b>-</b>           | <b>987</b>         |

## **21. Events after the interim period**

There have been no subsequent events with an impact on these condensed interim separate financial statements.

**STATEMENT OF**  
**Lion Capital S.A. assets and liabilities**  
**AIFRI established by a constitutive act**  
**30.09.2024**

**Annex 10**  
as per Reg. 7/2020

| ITEM   | VALUE (RON)          |
|--|----------------------|
| <b>1 Intangible assets</b>   | <b>27,438</b>        |
| <b>2 Tangible assets</b>   | <b>3,748,958</b>     |
| <b>3 Investment property</b>   | <b>11,910,414</b>    |
| <b>4 Biological assets</b>   | <b>-</b>             |
| <b>5 Assets representing rights to use the underlying assets in a leasing contract</b> | <b>41,447</b>        |
| <b>6 Financial assets</b>  | <b>4,124,983,676</b> |
| <b>6.1 Financial assets measured at amortized cost</b>                                 | <b>-</b>             |
| <b>6.2 Financial assets measured at fair value through profit and loss</b>             | <b>1,712,324,677</b> |
| <b>6.2.1 Shares</b>  | <b>1,361,783,502</b> |
| 6.2.1.1 Admitted to trading on a trading venue   | 1,009,575,395        |
| 6.2.1.2.1 in Romania   | 1,009,575,395        |
| 6.2.1.2.1.1 Traded in the last 30 trading days   | 476,930,331          |
| 6.2.1.2.1.2 Not traded in the last 30 trading days                                     | 532,645,064          |
| 6.2.1.2.2 in a Member State  | -                    |
| 6.2.1.2.3 in a third country   | -                    |
| 6.2.1.2 Not admitted to trading  | 352,208,108          |
| 6.2.1.2.1 in Romania   | 352,208,108          |
| 6.2.1.2.2 in a Member State  | -                    |
| 6.2.1.2.3 in a third country   | -                    |
| <b>6.2.2 Corporate bonds</b>   | <b>-</b>             |
| <b>6.2.2.1 Admitted to trading on a trading venue</b>                                  | <b>-</b>             |
| 6.2.2.1.1 in Romania   | -                    |
| 6.2.2.1.1.1 Traded in the last 30 trading days   | -                    |
| 6.2.2.1.1.2 Not traded in the last 30 trading days                                     | -                    |
| 6.2.2.1.2 in a Member State  | -                    |
| 6.2.2.1.3 in a third country   | -                    |
| <b>6.2.2.2 Not admitted to trading</b>   | <b>-</b>             |
| <b>6.2.3 Securities of AIF / UCITS</b>   | <b>350,541,175</b>   |
| <b>6.2.3.1 Shares</b>  | <b>-</b>             |
| <b>6.2.3.2 Fund units</b>  | <b>350,541,175</b>   |
| 6.2.3.2.1 Admitted to trading on a trading venue                                       | -                    |
| 6.2.3.2.2 Not admitted to trading  | 350,541,175          |
| 6.2.3.2.2.1 in Romania   | 305,326,115          |
| 6.2.3.2.2.2 in a Member State  | -                    |
| 6.2.3.2.2.3 in a third country   | 45,215,060           |
| <b>6.3 Financial assets measured at fair value through other comprehensive income</b>  | <b>2,412,658,998</b> |
| <b>6.3.1 Shares</b>  | <b>2,104,292,565</b> |
| 6.3.1.1 Admitted to trading on a trading venue   | 1,938,426,343        |
| 6.3.1.2.1 in Romania   | 1,938,426,343        |
| 6.3.1.2.1.1 Traded in the last 30 trading days   | 1,938,333,187        |
| 6.3.1.2.1.2 Not traded in the last 30 trading days                                     | 93,156               |
| 6.3.1.2.2 in a Member State  | -                    |
| 6.3.1.2.2.1 Traded in the last 30 trading days   | -                    |
| 6.3.1.2.2.2 Not traded in the last 30 trading days                                     | -                    |
| 6.3.1.2.3 in a third country   | -                    |
| 6.3.1.2.3.1 Traded in the last 30 trading days   | -                    |
| 6.3.1.2.3.2 Not traded in the last 30 trading days                                     | -                    |
| 6.3.1.2 Not admitted to trading  | 165,866,222          |
| 6.3.1.2.1 in Romania   | 165,866,222          |
| 6.3.1.2.2 in a Member State  | -                    |
| 6.3.1.2.3 in a third country   | -                    |
| <b>6.3.2 Corporate bonds</b>   | <b>1,242,494</b>     |
| 6.3.2.1 Admitted to trading on a trading venue   | 1,242,494            |
| 6.3.2.1.1 in Romania   | -                    |
| 6.3.2.1.1.1 Traded in the last 30 trading days   | -                    |
| 6.3.2.1.1.2 Not traded in the last 30 trading days                                     | -                    |
| 6.3.2.1.1.3 Newly issued bonds   | 1,242,494            |
| 6.3.2.1.2 in a Member State  | -                    |
| 6.3.2.1.3 in a third country   | -                    |
| 6.3.2.2 Not admitted to trading  | -                    |
| <b>6.3.3 Securities of AIF / UCITS</b>   | <b>307,123,939</b>   |
| <b>6.3.3.1 Shares</b>  | <b>307,123,939</b>   |
| 6.3.3.1 Admitted to trading on a trading venue   | 307,123,939          |
| 6.3.3.1.1 in Romania   | 307,123,939          |
| 6.3.3.1.1.1 Traded in the last 30 trading days   | 307,123,939          |
| 6.3.3.1.1.2 Not traded in the last 30 trading days                                     | -                    |
| 6.3.3.1.2 in a Member State  | -                    |
| 6.3.3.1.3 in a third country   | -                    |
| 6.3.3.2 Not admitted to trading  | -                    |
| <b>6.3.3.2 Fund units</b>  | <b>-</b>             |
| <b>7 Cash available (cash and cash equivalent)</b>                                     | <b>2,398,743</b>     |
| <b>8 Bank deposits</b>   | <b>674,613,821</b>   |
| <b>9 Other assets:</b>   | <b>69,188,830</b>    |
| 9.1 Dividends or other receivables   | -                    |
| 9.2 Other assets   | 69,188,830           |
| 9.2.1 Loans granted to subsidiaries  | 34,049,318           |
| <b>10 Accrued expenses</b>   | <b>204,916</b>       |
| <b>11 Total assets</b>   | <b>4,887,118,244</b> |
| <b>12 Total liabilities</b>  | <b>265,135,783</b>   |
| 12.1 Financial liabilities measured at amortized cost                                  | 20,166,953           |
| 12.2 Deferred income tax liabilities   | 244,968,830          |
| 12.3 Other liabilities   | -                    |
| <b>13 Provisions for risks and expenses</b>  | <b>-</b>             |
| <b>14 Deferred income</b>  | <b>2,134,423</b>     |
| <b>15 Equity, of which:</b>  | <b>4,624,701,936</b> |
| 15.1 Share capital   | 50,751,006           |
| 15.2 Items treated as equity   | 632,757,735          |
| 15.3 Other components of equity  | 1,450,898,795        |
| 15.4 Premium related to capital  | -                    |
| 15.5 Revaluation reserves  | 1,176,569            |
| 15.6 Reserves  | 4,087,161,971        |
| 15.7 Treasury shares   | -714                 |
| 15.8 Retained earnings   | 760,911,647          |
| 15.9 Retained earnings first-time adoption of IAS 29 (debtor account)                  | -2,527,669,558       |
| 15.10 Result for the period  | 168,714,486          |
| <b>16 Net Asset Value</b>  | <b>4,619,848,038</b> |
| <b>17 Number of outstanding shares**</b>   | <b>507,510,056</b>   |
| <b>18 Net Asset Value per Share</b>  | <b>9.1030</b>        |
| <b>19 Number of companies in the portfolio, of which:</b>                              | <b>70</b>            |
| 19.1 Companies admitted to trading on an EU trading venue                              | 25                   |
| 19.2 Companies admitted to trading on a stock exchange in a third country              | -                    |
| 19.3 Companies not admitted to trading   | 45                   |

This statement is provided as a free translation from Romanian, which is the official and binding version  
Lion Capital S.A.

Depository bank  
Banca Comercială Română

**ANNEX - according to art.38 par. (4) of Law 243/2019**

**Assets in Lion Capital portfolio evaluated using valuation methods in accordance with International Valuation Standards  
as of 30.09.2024**

| No.   | Name of the issuer         | Tax Identification Code | Symbol | No. of shares held | No./date of valuation report | RON / share | Total value | Valuation method                             |
|---|----------------------------|-------------------------|--------|--------------------|------------------------------|-------------|-------------|--|
| <b>Companies not admitted to trading where LC's stake is&gt; 33% of the share capital</b>   |                            |                         |        |                    |                              |             |             |  |
| 1   | NAPOMAR                    | 199176                  |        | 10,256,241         | 1603/09.08.2024              | 1.9976      | 20,487,867  | income approach, discounted cash flow method |
| 2   | SAI MUNTENIA INVEST        | 9415761                 |        | 119,976            | 1606/09.08.2024              | 794.5953    | 95,332,366  | income approach, discounted cash flow method |
| 3   | SIF SPV TWO                | 40094500                |        | 119,988            | 1596/09.08.2024              | 35.5724     | 4,268,261   | asset approach, corrected Net Asset method   |
| 4   | Administrare Imobiliare SA | 20919450                |        | 16,049,741         | 1595/09.08.2024              | 3.8096      | 61,143,093  | asset approach, corrected Net Asset method   |
| 5   | SIF1 IMGB                  | 380430                  |        | 199,993            | 1607/09.08.2024              | 1330.8657   | 266,163,824 | asset approach, corrected Net Asset method   |
| 6   | SIF SPV THREE              | 49696089                |        | 149,850            | 1597/09.08.2024              | 407.9967    | 61,138,305  | asset approach, corrected Net Asset method   |
| 7   | SIF SPV FOUR               | 50270264                |        | 149,850            | 1598/09.08.2024              | 1.0000      | 149,850     | asset approach, corrected Net Asset method   |
| <b>Companies admitted to trading with irrelevant liquidity for the application of the mark to market valuation method (according to Art.114 par. (4) of Reg.9 / 2014)</b> |                            |                         |        |                    |                              |             |             |  |
| 8   | SIF Imobiliare PLC         | HE323682                | SIFI   | 4,499,961          | 1594/09.08.2024              | 93.9045     | 422,566,588 | asset approach, corrected Net Asset method   |
| 9   | SIF Hoteluri               | 56150                   | CAOR   | 31,820,906         | 1605/09.08.2024              | 0.5836      | 18,570,681  | income approach, discounted cash flow method |
| 10  | IAMU                       | 1766830                 | IAMU   | 9,170,588          | 1603/09.08.2024              | 9.9784      | 91,507,795  | income approach, discounted cash flow method |

**Leverage and exposure calculated in accordance with the provisions of Regulation (EU) no. 231/2013**

| Method for calculating AIFRI exposure | Exposure value (RON) | Leverage (%) |
|---------------------------------------|----------------------|--------------|
| Gross method                          | 4,456,109,777        | 96.456%      |
| Commitment method                     | 4,619,848,038        | 100%         |

Lion Capital S.A.

**Certification of Depositary Bank,  
Banca Comercială Română**

| ITEM       |  | Beginning of the reporting period [31.08.2024] |                   |                |                      | End of the reporting period [30.09.2024] |                   |                  |                      | Differences (RON)  |
|------------|--|--|-------------------|----------------|----------------------|--|-------------------|------------------|----------------------|--------------------|
|            |  | % of net asset                                 | % of total assets | Currency       | RON                  | % of net asset                           | % of total assets | Currency         | RON                  |                    |
| <b>I</b>   | <b>Total assets</b>  | <b>105.84</b>                                  | <b>100.00</b>     | <b>378,591</b> | <b>4,958,607,222</b> | <b>105.79</b>                            | <b>100.03</b>     | <b>1,618,804</b> | <b>4,885,499,440</b> | <b>-71,867,570</b> |
| 1          | Securities and money market instruments, of which:   | 64.17  | 60.63             | -              | 3,006,722,992        | 63.81                                    | 60.34             | -                | 2,948,001,738        | -58,721,255        |
| 1.1        | Securities and money market instruments admitted or traded in a trading venue in Romania, of which:  | 64.17  | 60.63             | -              | 3,006,722,992        | 63.81                                    | 60.34             | -                | 2,948,001,738        | -58,721,255        |
| 1.1.1      | shares   | 64.17  | 60.63             | -              | 3,006,722,992        | 63.81                                    | 60.34             | -                | 2,948,001,738        | -58,721,255        |
| 1.1.2      | other securities assimilated to these  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.1.3      | corporate bonds  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.1.4      | other debt securities  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.1.5      | other securities   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.1.6      | money market instruments   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2        | Securities and money market instruments admitted or traded in a trading venue in a member state  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.1      | shares   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.2      | other securities assimilated to these  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.3      | corporate bonds  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.4      | other debt securities  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.5      | other securities   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.2.6      | money market instruments   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 1.3        | Securities and money market instruments admitted on a stock exchange in a third country, that operates on a regular basis and is recognized and open to the public, approved by ASF, of which: | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 2          | Newly issued securities  | -  | -                 | -              | -                    | 0.03                                     | 0.03              | 1,242,494        | -                    | 1,242,494          |
| 3          | Other securities and money market instruments, of which:   | 11.06  | 10.45             | -              | 518,386,568          | 11.21                                    | 10.60             | -                | 518,074,330          | -312,239           |
| 3.1        | shares not admitted to trading   | 11.06  | 10.45             | -              | 518,386,568          | 11.21                                    | 10.60             | -                | 518,074,330          | -312,239           |
| 4          | Bank deposits, of which:   | 13.98  | 13.21             | -              | 655,024,237          | 14.60                                    | 13.81             | -                | 674,613,821          | 19,589,585         |
| 4.1        | bank deposits with credit institutions in Romania;   | 13.98  | 13.21             | -              | 655,024,237          | 14.60                                    | 13.81             | -                | 674,613,821          | 19,589,585         |
| 4.2        | bank deposits with credit institutions in a Member State;  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 4.3        | bank deposits with credit institutions in a third country.   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 5          | Derivatives traded on a regulated market   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 6          | Current accounts and cash  | 0.03   | 0.03              | 378,591        | 1,060,445            | 0.05                                     | 0.05              | 376,309          | 2,022,434            | 959,708            |
| 7          | Money market instruments other than those traded on a regulated market, as referred to in Art. 82(g) of GEO no. 32/2012 - Repo contracts on securities   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 8          | Equity securities of AIF/UCITS (RO: FIA/OPCVM) of which:   | 13.64  | 12.89             | -              | 638,991,682          | 14.24                                    | 13.46             | -                | 657,665,114          | 18,673,432         |
| 8.1        | AIF shares   | -  | -                 | -              | 299,033,781          | -  | -                 | -                | 307,123,939          | 8,090,158          |
| 8.2        | UCITS fund units   | -  | -                 | -              | 339,957,901          | -  | -                 | -                | 350,541,175          | 10,583,274         |
| 9          | Dividends or other rights receivable   | 1.18   | 1.12              | -              | 55,334,378           | -  | -                 | -                | -                    | -55,334,378        |
| 10         | Other assets (amounts in transit, amounts with distributors, with brokers, etc.).  | 1.77   | 1.68              | -              | 83,086,921           | 1.84                                     | 1.74              | -                | 85,122,003           | 2,035,083          |
| 10.1       | Loans granted to subsidiaries  | 0.72   | 0.68              | -              | 33,869,414           | 0.74                                     | 0.70              | -                | 34,049,318           | 179,904            |
| <b>II</b>  | <b>Total liabilities</b>   | <b>5.84</b>                                    | <b>5.52</b>       | <b>-</b>       | <b>273,491,179</b>   | <b>5.79</b>                              | <b>5.47</b>       | <b>-</b>         | <b>267,270,205</b>   | <b>-6,220,974</b>  |
| 1          | Expenses for the payment of fees due to AIFM   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 2          | Expenses for the payment of fees due to depositary bank  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 3          | Expenses for the payment of fees due to intermediaries   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 4          | Expenses on turnover fees and other banking services   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 5          | Interest expenses  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 6          | Issuance expenses  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 7          | Expenses with the payment of commissions/fees due to ASF   | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 8          | Financial audit costs  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 9          | Other approved expenses / liabilities  | 5.84   | 5.52              | -              | 273,491,179          | 5.79                                     | 5.47              | -                | 267,270,205          | -6,220,974         |
| 10         | Redemptions payable  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| 11         | Other liabilities  | -  | -                 | -              | -                    | -  | -                 | -                | -                    | 0                  |
| <b>III</b> | <b>Net Asset Value (I-II)</b>  | <b>100.00</b>                                  | <b>94.48</b>      | <b>378,591</b> | <b>4,685,116,044</b> | <b>100.00</b>                            | <b>94.56</b>      | <b>1,618,804</b> | <b>4,618,229,234</b> | <b>-65,646,596</b> |

Table 2

## Statement of net asset value per share 30.09.2024

RON

| ITEM  | Current period | Corresponding period of the previous year | Differences |
|---|----------------|---|-------------|
| Net Asset Value   | 4,619,848,038  | 3,810,739,404                             | 809,108,634 |
| Number of fund units / shares outstanding, of which held by | 507,510,056    | 506,520,056                               | 990,000     |
| - individuals   | 205,559,375    | 204,841,867                               | 717,508     |
| - legal entities  | 301,950,681    | 301,678,189                               | 272,492     |
| Net asset value per share                                   | 9.1030         | 7.5234                                    | 1.5796      |
| Number of investors, of which:                              | 5,735,707.0000 | 5,738,585.0000                            | -2,878      |
| - individuals   | 5,735,585      | 5,738,459                                 | -2,874      |
| - legal entities  | 122            | 126                                       | -4          |

1. Shares traded in the last 30 trading days (business days)

| 3. Shares not traded in the last 30 trading days (working) or measured by valuation methods |                 |        |                              |                    |               |                |                    |                                    |                              |
|---|-----------------|--------|------------------------------|--------------------|---------------|----------------|--------------------|------------------------------------|------------------------------|
| No.   | Issuer          | Symbol | Date of last trading session | No. of shares held | Nominal value | Value of share | Total value        | Stake of in issuer's share capital | Weight in AIFRI total assets |
|   |                 |        |                              |                    | RON           | RON            | RON                | %                                  | %                            |
| 1   | SIFI IMOBILIARE | SIFI   | 23.02.2024                   | 4,499,961          | 4.47          | 93,9045        | 422,566,588        | 99.9997                            | 8.65                         |
| 2   | IAMU            | IAMU   | 30.09.2024                   | 9,170,588          | 2.50          | 9,9784         | 91,507,795         | 96.5310                            | 0.87                         |
| 3   | SIFI HOTELLURI  | CAJMU  | 20.09.2024                   | 31,820,906         | 0.20          | 0.5836         | 18,570,681         | 98.9997                            | 1.38                         |
| 4   | COMETRA         | SCMR   | 05.07.2024                   | 72,444             | 2.50          | 1.2659         | 92,156             | 2.0685                             | 0.00                         |
| 5   | ICSH            | ICSH   | 26.03.2021                   | 84,500             | 2.50          | -              | 0                  | 1.2891                             |                              |
| 6   | PETROCARD       | PTRC   | 10.05.2024                   | 11,852,163         | 2.50          | -              | 30,1767            |                                    |                              |
| 7   | SIFI UNITEH     | UNIT   | 12.08.2020                   | 158,573            | 2.50          | -              | 36,3399            |                                    |                              |
| 8   | TALC DOLOMITA   | TALD   | 09.10.2015                   | 167,108            | 2.50          | -              | 7,8944             |                                    |                              |
| <b>TOTAL</b>  |                 |        |                              |                    |               |                | <b>637,738,720</b> |                                    | <b>10.90</b>                 |

4. Preference rights / allocation rights  
Not the case

| 5. Bonds admitted to trading issued or guaranteed by authorities of local public administration / corporate bonds |        |             |                              |                   |                     |                |                         |               |                |                      |                    |              |             |                              |                            |
|---|--------|-------------|------------------------------|-------------------|---------------------|----------------|-------------------------|---------------|----------------|----------------------|--------------------|--------------|-------------|------------------------------|----------------------------|
| No.   | Issuer | Bond symbol | Date of last trading session | No. of bonds held | Date of acquisition | Date of coupon | Date of coupon maturity | Initial value | Daily increase | Cummulative interest | Discount / Premium | Market price | Total value | Weight in total issued bonds | Weight in AIF total assets |
|   |        |             |                              |                   |                     |                |                         | RON           | RON            | RON                  | RON                | RON          | RON         | %                            | %                          |

**7. Other securities admitted to trading on a regulated market**  
Not the case

| Issuer       | Type of security | Symbol | Value per unit | No. of traded securities | Total value | Stake of issuer's share capital/total bonds of a issuer | Weight in AIFRI total assets |
|--------------|------------------|--------|----------------|--------------------------|-------------|---|------------------------------|
|              |                  |        | RON            |                          | RON         | %   | %                            |
| <b>TOTAL</b> |                  |        |                |                          |             |   |                              |

II. Securities admitted or traded in a trading venue in a Member State

1. Shares traded in the last 30 trading days (business days)

| Issuer | ISIN code | Date of last trading session | No. of shares held | Nominal value*   | Value of share   | NBR currency rate EUR/RON | Total value | Stake in issuer's share capital | Weight in AIFRI total assets |
|--------|-----------|------------------------------|--------------------|------------------|------------------|---------------------------|-------------|---------------------------------|------------------------------|
|        |           |                              |                    | foreign currency | foreign currency | RON                       | RON         | %                               | %                            |
|        |           |                              |                    |                  |                  |                           |             |                                 |                              |
|        |           |                              |                    |                  |                  |                           |             |                                 |                              |

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

Not the case

3. Bonds admitted to trading issued or guaranteed by central government authorities

Not the case

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

Not the case

5. Amounts under settlement for securities admitted or traded in a trading venue in a Member State

Not the case

### **III. Securities admitted or traded on a stock exchange in a third country**

**1. Shares traded during last 30 trading days (business days)**

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

**3. Othes securities admitted to trading on a regulated market in a third country**

**4. Amounts under settlement for securities admitted or traded on a stock exchange in a third country**

Not the case



#### **IV. Money market instruments admitted or traded in a trading venue in Romania**

**Amounts under settlement for money market instruments admitted or traded in a trading venue in Romania**

Not the case

**V. Money market instruments admitted or traded in a trading venue in another Member State**

**Amounts under settlement for money market instruments admitted or traded in a trading venue in another Member :**

Not the case

**VI. Money market instruments admitted or traded on a stock exchange in a third country**

**Amounts under settlement for money market instruments admitted or traded on a stock exchange in a third country**

Not the case

**VII. Newly issued securities****1. Newly issued shares****2. Newly issued bonds**

| Issuer       | No. of bonds held | Date of acquisition |
|--------------|-------------------|---------------------|
|              |                   |                     |
| SNGN ROMGAZ  | 250               | 30.09.2024          |
| <b>TOTAL</b> |                   |                     |

**3. Preference rights (after registration to central dpository, before admitted to trading)**

Not the case

# VIII. Other securities and money market instruments

## VIII.1 Other securities

### 1. Shares not admitted to trading

| Nr. crt. | Issuer                            | No. of shares held | Nominal value | Value of share | Total value | Stake in issuer's share capital | Weight in AIFRI total assets |
|----------|-----------------------------------|--------------------|---------------|----------------|-------------|---------------------------------|------------------------------|
|          |                                   |                    | RON           | RON            | RON         | %                               | %                            |
| 1        | SIF 1 IMGB                        | 199,993            | 2.50          | 1,330.8657     | 266,163,824 | 100.00                          | 5.45                         |
| 2        | SAI MUNTENIA INVEST               | 119,976            | 10.00         | 794.5953       | 95,332,366  | 99.98                           | 1.95                         |
| 3        | ADMINISTRARE IMOBILIARE           | 16,049,741         | 2.50          | 3.8096         | 61,143,093  | 97.40                           | 1.25                         |
| 4        | SIF SPV THREE                     | 149,850            | 408.00        | 407.9967       | 61,138,306  | 99.90                           | 1.25                         |
| 5        | NAPOMAR                           | 10,256,241         | 1.60          | 1.9976         | 20,487,867  | 99.43                           | 0.42                         |
| 6        | EXIM BANCA ROMANEASCA             | 414,740            | 6.00          | 13.3707        | 5,545,364   | 0.32                            | 0.11                         |
| 7        | SIF SPV TWO                       | 119,988            | 1.00          | 35.5724        | 4,268,261   | 99.99                           | 0.09                         |
| 8        | DEPOZITARUL CENTRAL               | 9,878,329          | 0.10          | 0.1621         | 1,601,277   | 3.91                            | 0.03                         |
| 9        | CCP.RO BUCHAREST                  | 149,931            | 10.00         | 7.8518         | 1,177,228   | 1.59                            | 0.02                         |
| 10       | SPUMOTIM                          | 12,398             | 2.50          | 38.5622        | 478,094     | 3.99                            | 0.01                         |
| 11       | STREIUL                           | 9,344              | 2.50          | 24.5379        | 229,282     | 17.44                           | 0.00                         |
| 12       | FORESTIERA                        | 42,269             | 2.50          | 4.5659         | 192,996     | 25.75                           | 0.00                         |
| 13       | APRO HOREA                        | 8,220              | 2.50          | 19.4007        | 159,474     | 13.54                           | 0.00                         |
| 14       | SIF SPV FOUR                      | 149,850            | 1.00          | 1.0000         | 149,850     | 99.90                           | 0.00                         |
| 15       | AUTODANUBIUS                      | 11,653             | 2.50          | 0.6047         | 7,047       | 14.04                           | 0.00                         |
| 16       | BANCA COMERCIALA ROMANA           | 1                  | 0.10          | 0.8100         | 1           | -                               | 0.00                         |
| 17       | EXFOR                             | 399,654            | 2.50          |                | 0           | 24.23                           | 0.00                         |
| 18       | SANEVIT                           | 535,217            | 0.10          |                | 0           | 8.97                            | 0.00                         |
| 19       | AGROINDUSTRIALA INEU              | 59,755             | 2.50          |                | 0           | 11.50                           | 0.00                         |
| 20       | MINIERA CUART                     | 17,396             | 2.50          |                | 0           | 3.40                            | 0.00                         |
| 21       | SOMES                             | 1,653,350          | 2.10          |                | 0           | 13.12                           | 0.00                         |
| 22       | ARCER                             | 83,213             | 2.50          |                | 0           | 19.70                           | 0.00                         |
| 23       | ELBAC                             | 8,299,560          | 0.10          |                | 0           | 32.45                           | 0.00                         |
| 24       | MOPAL                             | 251,067            | 80.45         |                | 0           | 21.89                           | 0.00                         |
| 25       | CUART                             | 4,516              | 2.50          |                | 0           | 3.40                            | 0.00                         |
| 26       | TEHNOLOGIE MOBILA STIL            | 9,000              | 2.50          |                | 0           | 4.55                            | 0.00                         |
| 27       | AGROPRODUCT RESITA                | 72,720             | 2.50          |                | 0           | 30.00                           | 0.00                         |
| 28       | COMBINATUL DE UTILAJ GREU         | 409,572            | 4.00          |                | 0           | 5.02                            | 0.00                         |
| 29       | AGROINDUSTRIALA NADLAC            | 66,406             | 2.50          |                | 0           | 30.00                           | 0.00                         |
| 30       | TRANSILVANIA AIUD                 | 46,779             | 2.50          |                | 0           | 20.19                           | 0.00                         |
| 31       | COMMIXT                           | 10,543             | 2.50          |                | 0           | 28.97                           | 0.00                         |
| 32       | ROSTRAMO                          | 434,501            | 2.50          |                | 0           | 10.04                           | 0.00                         |
| 33       | SIMATEC                           | 42,886             | 2.50          |                | 0           | 18.82                           | 0.00                         |
| 34       | COMAR                             | 40,601             | 2.50          |                | 0           | 34.94                           | 0.00                         |
| 35       | UZINA ARDEALUL                    | 55,593             | 2.50          |                | 0           | 29.51                           | 0.00                         |
| 36       | BANCA INTERNATIONALA A RELIGIILOR | 186,849            | 1.00          |                | 0           | 0.93                            | 0.00                         |
| 37       | MEBIS                             | 346,637            | 2.50          |                | 0           | 26.78                           | 0.00                         |
| 38       | BRAFOR                            | 5,928,744          | 0.10          |                | 0           | 2.69                            | 0.00                         |
| 39       | CONTOR GROUP                      | 2,900,049          | 0.10          |                | 0           | 1.50                            | 0.00                         |
| 40       | ERGOLEMN                          | 9,637              | 2.50          |                | 0           | 12.96                           | 0.00                         |
| 41       | AVERSA                            | 142,699            | 2.50          |                | 0           | 2.14                            | 0.00                         |
| 42       | PROIECT                           | 2,162              | 8.00          |                | 0           | 10.00                           | 0.00                         |
| 43       | IPEGM                             | 9,913              | 2.50          |                | 0           | 3.40                            | 0.00                         |
| 44       | FORTPRES - CUG                    | 103,523            | 2.50          |                | 0           | 1.36                            | 0.00                         |
| TOTAL    |                                   |                    |               |                | 518,074,330 |                                 | 10.60                        |

### 2. Shares traded under systems other than regulated markets

Not the case

### 3. Shares not admitted to trading valued at zero value (no updated financial statements submitted to the Trade Register)

| Issuer  | No. of shares held | Nominal value | Valuer per unit | Total value | Stake of issuer's share capital/total bonds of a issuer | Weight in AIFRI total assets |
|---------|--------------------|---------------|-----------------|-------------|---|------------------------------|
| MOLIDUL | 90,579             | 2.50          | 0.00            | 0.00        | 21.63   | 0.00                         |
| TOTAL   |                    |               |                 | 0,00        |   | 0,000                        |

### 4. Bonds not admitted to trading

Not the case

### 5. Amounts being settled for shares traded on a other systems than regulated market

Not the case

## VIII.2. Other money market instruments mentioned

### 1. Commercial papers

Not the case

# IX. Current accounts and cash

## 1. Current accounts and cash, in RON

| No.          | Bank name                 | Present value       | Weight in total assets of AIFRI |
|--------------|---------------------------|---------------------|---------------------------------|
| 1            | Banca TRANSILVANIA        | 1,958,685           | 0.04                            |
| 2            | Banca Comerciala Romana   | 31,403              | 0.00                            |
| 3            | Intesa SanPaolo           | 19,020              | 0.00                            |
| 4            | Exim Banca Romaneasca     | 7,585               | 0.00                            |
| 5            | BRD-G.S.G                 | 2,106               | 0.00                            |
| 6            | CEC Bank                  | 1,018               | 0.00                            |
| 7            | Unicredit Bank            | 126                 | 0.00                            |
| 8            | Lion Capital - petty cash | 2,492               | 0.00                            |
| <b>TOTAL</b> |                           | <b>2,022,433.97</b> | <b>0.04</b>                     |

## 2. Current accounts and cash, demominated in EURO

| No.          | Bank name                          | Present value           | NBR exchange rate | Present value in RON | Weight in total assets of AIFRI |
|--------------|------------------------------------|-------------------------|-------------------|----------------------|---------------------------------|
|              |                                    | <b>foreign currency</b> |                   |                      | <b>%</b>                        |
| 1            | Banca Comerciala Romana            | 69,750.60               | 4.9756            | 347,051              | 0.01                            |
| 2            | Banca Transilvania                 | 2,282.54                | 4.9756            | 11,357               | 0.00                            |
| 3            | Exim Banca Romaneasca- cont curent | 1,289.87                | 4.9756            | 6,418                | 0.00                            |
| 4            | CECBank - cont curent              | 1,103.57                | 4.9756            | 5,491                | 0.00                            |
| 5            | BRD G.S.G.                         | 5.86                    | 4.9756            | 29                   | 0.00                            |
| <b>TOTAL</b> |                                    |                         |                   | <b>370,346</b>       | <b>0.01</b>                     |

## 3. Current accounts and cash, denominated in USD

| No.          | Bank name               | Present value           | NBR exchange rate | Present value in RON | Weight in total assets of AIFRI |
|--------------|-------------------------|-------------------------|-------------------|----------------------|---------------------------------|
|              |                         | <b>foreign currency</b> |                   |                      | <b>%</b>                        |
| 1            | Banca TRANSILVANIA      | 885.42                  | 4.4451            | 3,936                | 0.00                            |
| 2            | Banca Comerciala Romana | 195.23                  | 4.4451            | 868                  | 0.00                            |
| <b>TOTAL</b> |                         |                         |                   | <b>4,804</b>         | <b>0.00</b>                     |

## 4. Current accounts and cash, denominated in GBP

| No.          | Bank name          | Present value           | NBR exchange rate | Present value in RON | Weight in total assets of AIFRI |
|--------------|--------------------|-------------------------|-------------------|----------------------|---------------------------------|
|              |                    | <b>foreign currency</b> |                   |                      | <b>%</b>                        |
| 1            | Banca TRANSILVANIA | 194.71                  | 5.9563            | 1,160                | 0.00                            |
| <b>TOTAL</b> |                    |                         |                   | <b>1,160</b>         | <b>0.00</b>                     |

**X. Bank deposits by separate categories: set up at credit institutions in Romania / in another Member State / in a third country**

#### 1. Bank deposits denominated in RON

| 1. Bank deposits denominated in RON |                         |             |               |               |                |                  |             |                                 |
|-------------------------------------|-------------------------|-------------|---------------|---------------|----------------|------------------|-------------|---------------------------------|
| Nr. crt.                            | Denumire bancă          | Set up date | Maturity date | Initial value | Daily increase | Accrued interest | Total value | Weight in total assets of AIFRI |
|                                     |                         |             |               | RON           | RON            | RON              | RON         | %                               |
|                                     | Banca Transilvania      |             |               |               |                |                  |             |                                 |
| 1                                   |                         | 25/07/2024  | 03/10/2024    | 15,000,000    | 2,270.83       | 154,416.67       | 15,154,417  | 0.31                            |
| 2                                   |                         | 25/07/2024  | 03/10/2024    | 50,000,000    | 7,569.44       | 514,722.22       | 50,514,722  | 1.03                            |
| 3                                   |                         | 25/07/2024  | 03/10/2024    | 10,000,000    | 1,513.89       | 102,944.44       | 10,102,944  | 0.21                            |
| 4                                   |                         | 25/07/2024  | 03/10/2024    | 25,000,000    | 3,784.72       | 257,361.11       | 25,257,361  | 0.52                            |
| 5                                   |                         | 26/07/2024  | 03/10/2024    | 7,960,000     | 1,205.06       | 80,738.72        | 8,040,739   | 0.16                            |
| 6                                   |                         | 26/07/2024  | 03/10/2024    | 30,000,000    | 4,541.67       | 304,291.67       | 30,304,292  | 0.62                            |
| 7                                   |                         | 01/08/2024  | 10/10/2024    | 10,000,000    | 1,513.89       | 92,347.22        | 10,092,347  | 0.21                            |
| 8                                   |                         | 01/08/2024  | 10/10/2024    | 15,000,000    | 2,270.83       | 138,520.83       | 15,138,521  | 0.31                            |
| 9                                   |                         | 01/08/2024  | 10/10/2024    | 5,000,000     | 756.94         | 46,173.61        | 5,046,174   | 0.10                            |
| 10                                  |                         | 01/08/2024  | 10/10/2024    | 3,000,000     | 454.17         | 27,704.17        | 3,027,704   | 0.06                            |
| 11                                  |                         | 08/08/2024  | 17/10/2024    | 2,500,000     | 378.47         | 20,437.50        | 2,520,438   | 0.05                            |
| 12                                  |                         | 08/08/2024  | 17/10/2024    | 5,000,000     | 756.94         | 40,875.00        | 5,040,875   | 0.10                            |
| 13                                  |                         | 08/08/2024  | 17/10/2024    | 10,000,000    | 1,513.89       | 81,750.00        | 10,081,750  | 0.21                            |
| 14                                  |                         | 08/08/2024  | 17/10/2024    | 20,000,000    | 3,027.78       | 163,500.00       | 20,163,500  | 0.41                            |
| 15                                  |                         | 29/08/2024  | 07/11/2024    | 25,000,000    | 3,645.83       | 120,312.50       | 25,120,313  | 0.51                            |
| 16                                  |                         | 29/08/2024  | 07/11/2024    | 20,000,000    | 2,916.67       | 96,250.00        | 20,096,250  | 0.41                            |
| 17                                  |                         | 29/08/2024  | 07/11/2024    | 15,000,000    | 2,187.50       | 72,187.50        | 15,072,188  | 0.31                            |
| 18                                  |                         | 03/09/2024  | 14/11/2024    | 3,000,000     | 437.50         | 12,250.00        | 3,012,250   | 0.06                            |
| 19                                  |                         | 03/09/2024  | 14/11/2024    | 1,500,000     | 218.75         | 6,125.00         | 1,506,125   | 0.03                            |
| 20                                  |                         | 03/09/2024  | 14/11/2024    | 2,000,000     | 291.67         | 8,166.67         | 2,008,167   | 0.04                            |
| 21                                  |                         | 12/09/2024  | 21/11/2024    | 4,000,000     | 583.33         | 11,083.33        | 4,011,083   | 0.08                            |
| 22                                  |                         | 12/09/2024  | 21/11/2024    | 10,000,000    | 1,458.33       | 27,708.33        | 10,027,708  | 0.21                            |
| 23                                  |                         | 12/09/2024  | 21/11/2024    | 20,000,000    | 2,916.67       | 55,416.67        | 20,055,417  | 0.41                            |
| 24                                  |                         | 12/09/2024  | 21/11/2024    | 3,000,000     | 437.50         | 8,312.50         | 3,008,313   | 0.06                            |
|                                     | Banca Comercială Română |             |               |               |                |                  |             |                                 |
| 25                                  |                         | 19/09/2024  | 08/10/2024    | 700,000       | 98.39          | 1,180.67         | 701,181     | 0.01                            |
| 26                                  |                         | 19/09/2024  | 08/10/2024    | 5,000,000     | 702.78         | 8,433.33         | 5,008,433   | 0.10                            |
| 27                                  |                         | 19/09/2024  | 28/11/2024    | 5,000,000     | 708.33         | 8,500.00         | 5,008,500   | 0.10                            |
| 28                                  |                         | 19/09/2024  | 28/11/2024    | 2,000,000     | 283.33         | 3,400.00         | 2,003,400   | 0.04                            |
| 29                                  |                         | 19/09/2024  | 28/11/2024    | 10,000,000    | 1,416.67       | 17,000.00        | 10,017,000  | 0.21                            |
| 30                                  |                         | 19/09/2024  | 28/11/2024    | 15,000,000    | 2,125.00       | 25,500.00        | 15,025,500  | 0.31                            |
| 31                                  |                         | 19/09/2024  | 28/11/2024    | 20,000,000    | 2,833.33       | 34,000.00        | 20,034,000  | 0.41                            |
|                                     | EXIM Banca Românească   |             |               |               |                |                  |             |                                 |
| 32                                  |                         | 14/08/2024  | 24/10/2024    | 4,040,000     | 606.00         | 29,088.00        | 4,069,088   | 0.08                            |
| 33                                  |                         | 14/08/2024  | 24/10/2024    | 10,000,000    | 1,500.00       | 72,000.00        | 10,072,000  | 0.21                            |
| 34                                  |                         | 14/08/2024  | 24/10/2024    | 15,000,000    | 2,250.00       | 108,000.00       | 15,108,000  | 0.31                            |
| 35                                  |                         | 14/08/2024  | 24/10/2024    | 20,000,000    | 3,000.00       | 144,000.00       | 20,144,000  | 0                               |

## 2. Bank deposits denominated in foreign currency

| 2. Bank deposits denominated in foreign currency |           |             |               |               |                |                  |                              |             |                                    |
|--|-----------|-------------|---------------|---------------|----------------|------------------|------------------------------|-------------|------------------------------------|
| No.  | Bank name | Set up date | Maturity date | Initial value | Daily increase | Accrued interest | NBR exchange rate<br>EUR/RON | Total value | Weight in total<br>assets of AIFRI |
|  |           |             |               | currency      | currency       | currency         | RON                          | RON         | %                                  |
|  | TOTAL     |             |               |               |                |                  |                              |             |                                    |

## **XI. Derivatives traded on a regulated market**

### **1. Futures contracts**

### **2. Options**

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

Not the case



## **XII. Derivatives traded outside regulated markets**

Not the case

**XIII. Money market instruments, other than those traded on a regulated market, as per art. 35 par (1) le**

Not the case

XIV. Equity securities of UCITS/AIF

1. Equity securities denominated in RON

| No.               | Fund name                               | Date of last trading session | No. of securities held (shares/fund units) | Value of equity security (NAV/unit) | Market price | Total value        | Weight in UCITS/AIF's total equity securities | Weight in total assets of AIFRI |
|-------------------|---|------------------------------|--|-------------------------------------|--------------|--------------------|---|---------------------------------|
|                   |   |                              |  | RON                                 | RON          | RON                | %   | %                               |
| <b>Shares</b>     |   |                              |  |                                     |              |                    |   |                                 |
| 1                 | Longshield Investment Group             | 30-Sep-24                    | 140,663,575                                |                                     | 1.7450       | 245,457,938        | 17.9270                                       | 5.02                            |
| 2                 | Infinity Capital Investments            | 30-Sep-24                    | 25,801,674                                 |                                     | 2.3900       | 61,666,001         | 5.1603  | 1.26                            |
| <b>Fund units</b> |   |                              |  |                                     |              |                    |   |                                 |
| 1                 | Fondul Inchis de Investitii ACTIVE PLUS |                              | 7,652.0476                                 | 15,618.85                           |              | 119,516,184        | 64.2328                                       | 2.45                            |
| 2                 | FIA CERTINVEST ACTIUNI                  |                              | 307.6000                                   | 401,159.09                          |              | 123,396,536        | 59.3654                                       | 2.53                            |
| 3                 | FIAIP OPTIM INVEST                      |                              | 3,494.6900                                 | 14,031.03                           |              | 49,034,100         | 51.6488                                       | 1.00                            |
| 4                 | ROMANIA STRATEGY FUND Klasse B          |                              | 58,000.0000                                | 779.57                              |              | 45,215,060         | 50.8772                                       | 0.93                            |
| 5                 | FIA STAR VALUE                          |                              | 9,382.0000                                 | 1,426.06                            |              | 13,379,295         | 24.8293                                       | 0.27                            |
| <b>TOTAL</b>      |   |                              |  |                                     |              | <b>657,665,114</b> |   | <b>13.46</b>                    |

2. Equity securities denominated in foreign currency

Not the case

3. Amounts under settlement for equity securities denominated in RON

| Fund name | Market price | No. of securities traded | Total value | Weight in UCITS/AIF's total equity securities | Weight in total assets of AIFRI |
|-----------|--------------|--------------------------|-------------|---|---------------------------------|
|           | RON          |                          | RON         | %   | %                               |
|           |              |                          |             |   |                                 |
|           |              |                          |             |   |                                 |

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

Not the case

**XV. Dividend or other receivable rights**

**1. Dividends receivable**

| No. | Issuer | Stock symbol | Ex-dividend date | No. of shares held | Gross dividend | Amount receivable | Weight in total assets of AIFRI |
|-----|--------|--------------|------------------|--------------------|----------------|-------------------|---------------------------------|
|     |        |              |                  |                    | RON            | RON               | %                               |
|     |        |              |                  |                    |                |                   |                                 |
|     | TOTAL  |              |                  |                    |                |                   |                                 |

**2. Shares distributed without consideration in cash**

Not the case

**3. Shares distributed with consideration in cash**

| Issuer | Share symbol | Ex-dividend date | No. of shares held | Share value | Total value* | Weight in total assets of AIFRI |
|--------|--------------|------------------|--------------------|-------------|--------------|---------------------------------|
|        |              |                  |                    |             |              |                                 |
|        |              |                  |                    |             |              |                                 |
|        | TOTAL        |                  |                    |             |              |                                 |

**4. Amounts payable for shares distributed with consideration in cash**

Not the case

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

| Issuer of shares | Share symbol | Ex-dividend date | No. of preemptive rights | Theoretical value of preference rights | Total value | Weight in total assets of AIFRI |
|------------------|--------------|------------------|--------------------------|--|-------------|---------------------------------|
|                  |              |                  |                          |  |             |                                 |
|                  |              |                  |                          | 0                                      | 0           |                                 |
|                  | TOTAL        |                  |                          |  |             |                                 |

**Evolution of the net asset value and net asset value per share in the last three reporting periods**

|                           | 30.09.2024    | 31.08.2024    | 31.07.2024    |
|---------------------------|---------------|---------------|---------------|
| Net asset value           | 4,619,848,038 | 4,685,494,635 | 4,680,563,452 |
| Net asset value per share | 9.1030        | 9.2323        | 9.2226        |

**Explanatory note:**

The valuation methods used for the financial instruments for which valuation methods have been chosen in accordance with the valuation standards in force, according to the law  
For the companies: IAMU, NAPOMAR, SAI MUNTENIA INVEST, CENTRAL, SIF HOTELURI, the income approach, discounted cash flow method was used;  
For the companies: SIF 1 IMGB, ADMINISTRARE IMOBILIARE, SIF IMOBILIARE, SIF SPV TWO, SIF SPV THREE, SIF SPV FOUR the asset approach, the corrected Net Asset method was us

**Leverage and exposure value as per Regulation (EU) no. 231/2013**

| Method for calculating<br>AIFRI exposure | Exposure value<br>(RON) | Leverage<br>(%) |
|--|-------------------------|-----------------|
| Gross method                             | 4,456,109,777           | 96.46%          |
| Commitment method                        | 4,619,848,038           | 100%            |

Lion Capital S.A.

Certification of Depositary Bank,  
Banca Comercială Română

PRESS RELEASE

**Availability of Lion Capital's Quarterly Report as of September 30, 2024**

**November 15, 2024, Arad** • Lion Capital informs the investors that the quarterly report prepared as of September 30, 2024, in accordance with the provisions of Law no. 24/2017, Law no. 74/2015, Law no. 243/2019, ASF Regulation no. 10/2015, ASF Regulation no. 5/2018, ASF Regulation no. 7/2020, and ASF Norm no. 39/2015, is available to the public starting November 15, 2024, at 18:00 hours, at Company's headquarters and on Company's website at [www.lion-capital.ro](http://www.lion-capital.ro)

Note that the financial statements as of September 30, 2024, are not audited.

Further information can be obtained from Investor Relations Office, **tel/fax +40257 304 446**  
**+40257 250 165, e-mail [investitori@lion-capital.ro](mailto:investitori@lion-capital.ro)**

Chairman and CEO

**Bogdan-Alexandru Drăgoi**

Compliance Officer, Ilie Gavra