

SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.

PRELIMINARY FINANCIAL RESULTS

on 31st December 2020

prepared in accordance with Rule no. 39/2015 for the approval of Accounting Regulations compliant with International Standards of Financial Reporting,

applicable to authorized entities, settled and supervised by the Financial

Supervision Authority from the Sector of Financial Instruments and Investments

UNAUDITED

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PRELIMINARY FINANCIAL RESULTS

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SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**Individual statement of profit or loss and of other elements of the comprehensive income
for the financial exercises ended on 31st December 2020**

| <i>In RON</i> | <i>Note</i> | 31st December 2020 | 31st December 2019 |
|--|-------------|--|--|
| Incomes | | | |
| Gross incomes from dividends | 6 | 70,945,772 | 125,311,887 |
| Incomes from interests | 7 | 306,077 | 1,047,964 |
| Other operational incomes | 8 | 164,113 | 17,499,019 |
| Net profit from differences of exchange rate | | (794) | 6,446,082 |
| Profit from financial assets at fair value through the profit or loss account | | 47,147 | 818,856 |
| Expenses | | | |
| Commissions, fees, administration and supervision fees | 9 | (2,824,554) | (3,057,530) |
| Incomes from restatement of provisions | | 292,467 | 5,505,632 |
| Other operational expenses | 10 | (13,876,787) | (19,959,626) |
| Profit before taxation | | 55,053,441 | 133,612,284 |
| Profit tax | 11 | (2,822,421) | (9,480,010) |
| Net profit of the financial year | | 52,231,020 | 124,132,274 |
| Other elements of the comprehensive income | | | |
| Earnings related to the transfer of financial assets assessed at fair value through other elements of the comprehensive income, net of tax, recognized in the result carried forward | | 48,381,669 | 11,499,712 |
| Reserve variation from the reassessment of the tangible assets, net of deferred tax | | - | - |
| Net variation of the fair value of financial assets assessed through other elements of the comprehensive income | | (140,861,412) | 431,863,731 |
| Fair value reserve of the financial assets assessed through other elements of the comprehensive income delivered, transferred into the result carried forward, net of tax | | (47,133,906) | (12,692,593) |
| Total Other Elements of the Global Result | | (139,613,649) | 430,670,850 |
| Total comprehensive income for the period | | (87,382,629) | 554,803,124 |
| Result per share | | | |
| Basic | 25 | 0.1000 | 0.2140 |
| Diluted | | 0.1000 | 0.2140 |

Sorin – Iulian Cioacă
President / General Manager

Mihai Trifu
Vice – president / Deputy General Manager

Sichigea Elena
Economic Manager

SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**Individual statement of financial position**
for the financial exercises ended on 31st December 2020

| <i>In RON</i> | <i>Note</i> | 31st December 2020 | 31st December 2019 |
|---|-------------|--|--|
| Assets | | | |
| Cash and cash equivalents | 12 | 4,279,513 | 13,946,292 |
| Deposits placed in banks | 13 | 26,602,893 | 49,351,648 |
| Financial assets assessed at fair value through other elements of the comprehensive income | 14 | 2,014,682,452 | 2,276,607,625 |
| Financial assets assessed at fair value through the profit or loss account | 14 | 3,598,943 | 3,551,796 |
| Credits and receivables | 15 | 191,867 | 31,795,265 |
| Tangible assets | 16 | 10,880,906 | 11,429,190 |
| Real estate investments | 17 | 675,090 | 631,919 |
| Other assets | 18 | 171,393 | 2,154,521 |
| Total assets | | 2,061,083,057 | 2,389,468,256 |
| Liabilities | | | |
| Payable dividends | 19 | 61,222,189 | 46,244,022 |
| Payable taxes and fees | 20 | 805,811 | 3,553,116 |
| Deferred tax payables | 21 | 116,202,339 | 152,219,983 |
| Other payables | 22 | 10,655,357 | 6,492,351 |
| Total payables | | 188,885,696 | 208,509,472 |
| Equity | | | |
| Registered capital | 23 | 52,214,914 | 58,016,571 |
| Legal reserves | | 11,603,314 | 11,603,314 |
| Differences from fair value changes of financial assets assessed at fair value through other elements of the comprehensive income | | 579,141,262 | 766,950,926 |
| Other reserves | 24 | 632,424,325 | 712,024,674 |
| Reserves from revaluation of tangible assets | | 7,169,734 | 7,498,432 |
| Losses related to buyback of shares | | (59,747,655) | (47,946,784) |
| Own shares | | (2,214,914) | (1,962,259) |
| Retained earnings except for the retained earnings originated in the adoption for the first time of IAS 29 | | 599,375,361 | 550,641,636 |
| Current profit | | 52,231,020 | 124,132,274 |
| Total equity | | 1,872,197,361 | 2,180,958,784 |
| Total payables and equity | | 2,061,083,057 | 2,389,468,256 |

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SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.

Individual statement of own equity changes

for the financial exercises ended on 31st December 2020

| <i>In RON</i> | Registered capital | Own shares | Losses from buyback of shares | Reserves from the reassessment of tangible assets | Legal reserves | Other reserves | Differences from changes in the fair value of financial assets assessed through other elements of the comprehensive income | Other elements of equity | Cumulated profit | TOTAL |
|--|--------------------|--------------------|-------------------------------|---|-------------------|--------------------|--|--------------------------|---------------------|----------------------|
| BALANCE ON JANUARY 1ST 2020 | 58,016,571 | (1,962,259) | (47,946,784) | 7,498,432 | 11,603,314 | 712,024,674 | 770,012,609 | (3,061,683) | 674,773,910 | 2,180,958,784 |
| COMPREHENSIVE INCOME | | | | | | | | | | |
| Profit of the financial exercise | | | | | | | | | 52,231,020 | 52,231,020 |
| Other elements of the comprehensive income | | | | | | | | | | |
| 1. Reserve variation from the reassessment of the tangible assets, net of deferred tax | | | | (328,698) | | | | | 328,698 | - |
| 2. Net variation of the differences from the change in the fair value of financial assets assessed through other elements of the comprehensive income | | | | | | | (140,861,412) | | | (140,861,412) |
| 3. Fair value reserve of the financial assets assessed at the fair value through other elements of the comprehensive income delivered, transferred into the result carried forward, net of tax | | | | | | | (47,133,906) | | 48,381,669 | 1,247,763 |
| TOTAL COMPREHENSIVE INCOME for the period | - | - | - | (328,698) | - | - | (187,995,318) | - | 100,941,387 | (87,382,629) |
| Deferred tax for the retained earnings that are a taxed unachieved reassessment surplus | | | | | | | | | 23,358 | 23,358 |
| Other reserves – own financial sources | | | | | | | | | | - |
| Other reserves – shares buyback | | | | | | 71,917,360 | | | (71,917,360) | - |
| Shares buyback – cancellation of redeemed own shares | | (6,054,312) | (163,318,580) | | | | | | | (169,372,892) |
| Reduction of registered capital – cancellation of redeemed own shares | (5,801,657) | 5,801,657 | | | | | | 185,654 | | 185,654 |
| Coverage of losses from buyback of shares | | | 151,517,709 | | | (151,517,709) | | | | - |
| Shareholders transactions directly recognized in equity | | | | | | | | | | - |
| 1. Prescribed dividends according to the law – transfer to the profit or loss account from other reserves | | | | | | | | | | - |
| 2. Payable dividends for 2019 | | | | | | | | | (52,214,914) | (52,214,914) |
| TOTAL TRANSACTIONS WITH SHAREHOLDERS DIRECTLY RECOGNIZED IN EQUITY | - | - | - | - | - | - | - | - | (52,214,914) | (52,214,914) |
| BALANCE ON DECEMBER 31ST 2020 | 52,214,914 | (2,214,914) | (59,747,655) | 7,169,734 | 11,603,314 | 632,424,325 | 582,017,291 | (2,876,029) | 651,606,381 | 1,872,197,361 |

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Sichigea Elena
Economic Manager

SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.

Individual statement of own equity changes for the financial exercises ended on 31st December 2020

| <i>In RON</i> | Registered capital | Own shares | Losses from buyback of shares | Reserves from the reassessment of tangible assets | Legal reserves | Other reserves | Differences from changes in the fair value of financial assets assessed through other elements of the comprehensive income | Other elements of equity | Cumulated profit | TOTAL |
|--|--|--------------------|-------------------------------|---|-------------------|--------------------|--|--------------------------|---------------------|----------------------|
| BALANCE ON JANUARY 1ST 2019 | 58,016,571 | | | 7,844,289 | 11,603,314 | 699,846,343 | 350,841,468 | (3,061,680) | 635,029,477 | 1,760,119,782 |
| COMPREHENSIVE INCOME | | | | | | | | | | |
| Profit of the financial exercise | - | - | | - | - | - | - | - | 124,132,274 | 124,132,274 |
| Other elements of the comprehensive income | | | | | | | | | | |
| 1. Reserve variation from the reassessment of the tangible assets, net of deferred tax | - | - | | (345,857) | - | - | - | - | 345,857 | 0 |
| 2. Net variation of the differences from the change in the fair value of financial assets assessed through other elements of the comprehensive income | - | - | | - | - | - | 431,863,734 | (3) | - | 431,863,731 |
| 3. Fair value reserve of the financial assets assessed at the fair value through other elements of the comprehensive income delivered, transferred into the result carried forward, net of tax | - | - | | - | - | - | (12,692,593) | - | 11,499,712 | (1,192,881) |
| TOTAL COMPREHENSIVE INCOME for the period | 0 | 0 | | (345,857) | 0 | 0 | 419,171,141 | (3) | 135,977,843 | 554,803,124 |
| Deferred tax for the retained earnings that are a taxed unachieved reassessment surplus | - | - | | - | - | - | - | - | 26,390 | 26,390 |
| Other reserves – own financial sources | - | - | | - | - | - | - | - | - | - |
| Other reserves – shares buyback | - | - | | - | - | 12,178,331 | - | - | (12,178,331) | 0 |
| Shares buyback | - | (1,962,259) | (47,946,784) | - | - | - | - | - | - | (49,909,043) |
| Shareholders transactions directly recognized in equity | - | - | | - | - | - | - | - | - | - |
| 1. Prescribed dividends according to the law – transfer to the profit or loss account from other reserves | - | - | | - | - | - | - | - | - | - |
| 2. Payable dividends for 2018 | - | - | | - | - | - | - | - | (84,081,469) | (84,081,469) |
| TOTAL TRANSACTIONS WITH SHAREHOLDERS DIRECTLY RECOGNIZED IN EQUITY | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (84,081,469) | (84,081,469) |
| BALANCE ON DECEMBER 31ST 2019 | 58,016,571 | (1,962,259) | (47,946,784) | 7,498,432 | 11,603,314 | 712,024,674 | 770,012,609 | (3,061,683) | 674,773,910 | 2,180,958,784 |
| Sorin – Iulian Cioacă President / General Manager | Mihai Trifu Vice - president/Deputy General Manager | | | | | | | | | |
| | Sichigea Elena Economic Manager | | | | | | | | | |

SOCIETATEA DE INVESTIȚII FINANCIARE OLTENIA S.A.**Individual statement of treasury flows****for the financial exercises ended on 31st December 2020***In RON*

| Name of the element | Reporting period | |
|---|-----------------------------------|-----------------------------------|
| | 31 st December 2020 | 31 st December 2019 |
| A | 1 | 2 |
| Treasury flows from operating activities | | |
| Cash collection from customers, other cash collection | 2,828,780 | 7,296,467 |
| Cash collection from sales of financial investments (securities) | 102,095,002 | 82,087,248 |
| Payments for the purchase of shares | (5,842,999) | (371,509,910) |
| Payments to suppliers and employees, other payments | (11,108,454) | (11,447,469) |
| Payments to the state budget, social security budget and local budget | (3,379,755) | (5,639,284) |
| Received interests | 330,603 | 1,005,521 |
| Received dividends | 68,123,351 | 119,451,653 |
| Paid interests | (121,516) | - |
| Paid profit tax | (10,218,469) | (101,833,045) |
| Net cash from operating activities | 142,706,543 | (280,588,819) |
| Cash flows from investment activities | | |
| Payments for the purchase of tangible assets | (14,419) | (26,005) |
| Cash collection from sales of tangible assets | - | 7,171 |
| Net cash from investment activities | (14,419) | (18,834) |
| Cash flows from financing activities: | | |
| Cash collection from the issue of shares | - | - |
| Cash collection from short-term loans | 29,000,000 | - |
| Repayment of short-term loans | (29,000,000) | - |
| Cash collection from long-term loans | - | - |
| Payment of debts for financial leasing | - | - |
| Down payments for shares buyback | (137,675,609) | (66,856,382) |
| Paid dividends | (35,659,678) | (59,975,542) |
| Down payments to the Central Deposit for dividend payment | (40,047) | (84,597) |
| Paid tax on dividends | (1,707,799) | (2,149,900) |
| Net cash from financing activities | (175,083,133) | (129,066,421) |
| Net increase of cash and cash equivalents | (32,391,009) | (409,674,074) |
| Cash and cash equivalents at the beginning of the reporting period | 63,254,884 | 472,928,958 |
| Cash and cash equivalents at the end of the reporting period | 30,863,875 | 63,254,884 |

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