

INTERIM FINANCIAL REPORT H1 – 2021 (unaudited)



compa
beyond expectations

SEPARATE REPORT H1 – 2021



compa
beyond expectations

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This is a free translation from Romanian, which is the official and binding version.

1. INTRODUCTION

This Report of the Board of Directors is prepared in accordance with:

- Regulation ASFnr. 5/2018 on issuers of financial instruments and market operations, and
- Law 24/2017 on issuers of financial instruments and market operations, art.65.

The main objective of the half-yearly report is to inform investors about the changes in the company's position and performance, which took place in the first half of 2021.

COMPAS S.A. prepares individual financial statements in accordance with international IFRS financial reporting standards.

2. COMPAS – BRIEF HISTORY

COMPAS S.A. - prestigious brand of the Romanian automotive industry has gained its reputation over time due to the diversity and competitiveness of its products, especially in the field of cars and springs, qualities acquired in over 130 years of existence and high-performance activity..

1886 - The first official documentary attestation of the blacksmith's workshop Iózséf Datky (1844-1928), recognized as "Datky Iosif & Sons' Body Shop", which produced lamellar springs for carriages, forged parts, bards, axes, hammers, teslas, etc. . The workshop becomes a supplier of carriages for the Royal House of Vienna, and the recognition of the merits and quality of the products made was also proven by the participation in international exhibitions: Budapest (1896) and Paris (1898).

1920 - The beginning of the manufacture of springs for cars and wagons and the transformation of the blacksmith workshop into Elastic A Datky "being the first Romanian factory of springs and special smithy workshop.

1932 - The company "ELASTIC A.DATKY & Co" - the first spring and file factory - moves to the manufacture of files and spiral springs. The technology of manufacturing lamellar springs for trucks and cars has also been developed.

1948 - Nationalization of the factory and continuation of the activity under the name of the STATE ELASTIC ENTERPRISE which until 1960 produced files, springs and forged parts.

1961 - The Elastic Factory Sibiu specializes in the manufacture of: sheet springs; hot-rolled helical springs and cold-rolled helical springs.

1969 -- ESTABLISHMENT OF AUTO PARTS COMPANY Sibiu (IPAS) by merging two important companies from Sibiu, which, over time, had an independent individual course:

- Sibiu Automecanica Factory, with an impressive history during its development, from an Arsenal of Sibiu Artillery that ensures the repair and manufacture of weapons for the defense of the Sibiu Citadel (before merger) and the production of car equipment, combining the experience of forerunners with new progress of the technology and management of those times;
- Elastic Factory, with deep roots in the craft tradition of the fortress, being established in the nineteenth century as a blacksmith's workshop, which later developed into a body shop and finally, before the merger in 1969, in the spring and forged parts factory.

The unification of the two representative factories of Sibiu and the establishment of the SIBIU AUTO PARTS ENTERPRISE (IPAS) represents a crucial moment, laying the foundations, in Sibiu of a strong company in the automotive field, of an enterprise that would become one of the main suppliers of components for the manufacture of trucks and buses based on the license taken over by the Romanian State from the German company MAN.

The Auto Parts Enterprise has entered into a national development program, with major investments in the construction of halls and the acquisition of state-of-the-art machinery and equipment for that period. Within the company, there were assimilated in manufacturing and produced, as a result of the purchase of licenses from various companies in the European car industry:

- Equipment for the braking system of vehicles;
- Cardan transmissions;
- Steering systems;
- Telescopic shock absorbers;
- Vehicle suspension systems.



1991 - Transformation of the AUTO PARTS COMPANY SIBIU, as a result of the change of the regime from December 1989, into a joint stock company, a company with full state capital, with the name of S.C.COMPA S.A.Sibiu.

1996 - Establishment by Compa, together with a company within the German concern KRUPP, of a joint venture - Krupp Bilstein Compa, for the manufacture of telescopic shock absorbers for car production

1997 -The company's shares are traded on the Bucharest Stock Exchange starting with June 12, 1997, under the symbol CMP. The securities issued by the company are traded in the Standard category of BVB.

1998 Establishment of the second joint venture - Krupp Compa Arcuri, for the manufacture of lamellar springs for trucks, vans and off-road vehicles.

1999 -The complete PRIVATISATION of COMPA, by taking over the main package of shares owned by the COMPA Employees Association (PAS). Privatization was the most radical form of restructuring. The change of ownership meant a complex and profound change in the performance of all the company's functions taken separately and as a whole.As such, the premises for the most profitable use of human, material and financial resources have been created.

2000 - The first affiliated company is established - Compa IT SRL, in the IT field, with full capital from COMPA.

2001 - The affiliated company TRANS CAS SRL is established, with predominant capital from COMPA, by transforming the existing Transport Base within the company, into a separate domestic and international transport company.

2004 - -The affiliated company RECASERV SRL is established, with a profile of public alimentation, realized by outsourcing the specific activities (canteen and microcantines from COMPA). Subsequently, it expanded its activity through catering and cleaning services.

2004-2018 - - Establishing collaborative partnerships with some of the most important companies in the automotive field in the world, as well as with non-auto companies, in order to make components intended mainly for the automotive industry worldwide.

During this period, rehabilitation works were carried out, especially of the halls and warehouses, requiring their modernization and bringing them to a level of operation under the conditions imposed by our business partners.



In order to ensure the production spaces at the level of the requirements and standards of these periods, important investment were made.

The overwhelming share of investment expenditures made from own sources but also from bank loans was mainly focused on financing the acquisition of new, state-of-the-art machines and equipment, in order to achieve automotive components at the level of complexity, technicality and quality. requested by the company's partners.

Compa continues to develop in a sustained rhythm, using high-performance technology and equipment..



2020-- Participation of COMPA S.A., as sole shareholder in the establishment of a limited liability company named Arini Hospitality SRL;

2021 - Establishment of the limited liability company named Arini Hospitality SRL

3 H1 2021 EVENTS

29.01.2021 - The Board of Directors approved the assignment to the affiliated company Arini Hospitality SRL of the Hotel Consulting Services Contract dated 17.01.2020 and the additional act dated 18.11.2020 concluded between Compa SA as Owner and AccorHotel Services Magyarorszag Kft Budapest as Consultant Hotel.

The results of the annual inventory (2020) of the company's patrimony were also approved, respectively the Registration of adjustments for the depreciation of receivables and stocks and the scrapping / transfer on costs of some:

- Fully depreciated fixed assets that can no longer be used
- Totally depreciated stocks
- Receivables, other bad debts

It was also approved the resumption of revenues of debts prescribed and / or unrecognized by partners.

08.03.2021 The Board of Directors approved the convening of the General Meetings of Shareholders of COMPA S.A. (OGMS and EGMS) for 22.04.2021 the reference date was established and the agenda of the two meetings (OGMS and EGMS) was approved

22.04.2021 - The Ordinary General Meeting (OGMS) and the Extraordinary General Meeting of Shareholders (EGMS) were held in accordance with the legal regulations in force.

The OGMS meeting approved the individual and consolidated financial statements for the financial year 2020, based on the Annual Report for 2020 presented by the Board of Directors, accompanied by the Report of the financial auditor AUDITCONT S.R.L. and the distribution of the net profit related to the financial year 2020, as follows:

- to own development sources - the value of 10,712,555.28 lei
- To cover losses from previous periods - the value of 403,355 lei
- for granting dividends to shareholders - the value of 2,803,856.15 lei with a gross dividend / share of 0.0132 lei, corresponding to a share with a nominal value of 0.1 lei;

The payment of dividends related to the financial year 2019 was made starting with June 9, 2021 through the Central Depository in accordance with the provisions of Art. 86 para. 5 of Law 24/2017 and art. 177 of the FSA Regulation no. 5/2018, in securities accounts or directly at BRD, as the case may be.

The shareholders entitled to receive the dividends distributed from the net profit realized from the financial year 2020 are those registered in the consolidated register of shareholders on 18.05.2021 - the date of registration (approved by the A.G.O.A. of 22.04.2021). "Ex date" was set for 17.05.2021.

A new Board of Directors was re-elected consisting of:

- Ioan DEAC - administrator,
- Ioan MICLEA - administrator,
- Mircea Florin MAXIM - administrator,
- Nicolae BALTES - administrator and
- Vlad Nicolae NEACSU - independent administrator,

elected for a term of 4 years starting with 26.04.2021.

The EGMS meeting approved the contracting of loans for investments, credit lines, leasing, letters of bank guarantee, and other banking financial products, with a total cumulative ceiling of EUR 40 million for 2021 and the establishment of movable and immovable guarantees with assets from the company's patrimony, as well as the power of attorney of the General Manager and the Economic Director, to represent the Company on the occasion of negotiating and signing credit agreements, guarantees and any other necessary documents.

At the same time, the appointment of the representative of COMPA S.A. was approved. in relation to the Managing Authority / Financing Authorities and for the empowerment of the person / persons to sign in the name and on behalf of the Company the financing contracts that will run from 2021 and further until the next EGMS of April 2022.

At another item on the agenda, it was approved to amend the articles of association of Compa S.A. by eliminating from point VIII the General Meeting of Shareholders the attributions of the Ordinary General Meeting provided at point 1 letter. g, h, i, j.

By open vote, it was approved the establishment of a secondary office - working point at the address in Sibiu, Bd. Victoriei no. 42-44, Jud. Sbiu. for the affiliated company ARINI HOSPITALITY S.R.L., company having its registered office in Sibiu, str. Henri Coanda no. 8, Jud. Sibiu, registered at the Registry Office attached to the Sibiu Tribunal under no. J / 77 / 19.01.2021, having a unique registration code no. 43581594.

28.04.2021 - The Board of Directors (newly elected) meeting in the first meeting elected its Chairman, Vice-Chairman and Audit Committee, as follows:

Ioan DEAC - administrator, chairman of the Board

Ioan MICLEA - administrator, vice-president of the Board

Mlrcea Florin MAXIM - administrator,

Nicolae BALTES - administrator, chairman of the Audit Committee

Vlad Nicolae NEACSU - independent administrator, member of the Audit Committee

14.05.2021 - The Board of Directors analyzed and approved the financial statements for the first quarter of 2021 (individual and consolidated).

11.06.2021 The constitutive act updated at the affiliated company TRAN-CAS SRL is registered at the Trade Register, registering the decrease of its share capital from 1,500,000 lei to 750,000, in accordance with Hot. Extraordinary General Meeting of Shareholders of Compa SA from 12.11.2020 and of the Decision of the Extraordinary General Meeting of Trans-Cas SRL Associates from 12.01.2021.

Following this operation, Compa's holding in the share capital of TRANS-CAS decreases from 1,498,450 lei to 742,500 lei. The amount of 755,950 lei will be paid by TRANS-CAS SRL to COMPA in the next period.

3.1. EVENTS AFTER THE REPORTING PERIOD

21.07.2021 The Board of Directors convened the OGMS for 09.09.2021, for the approval of the Remuneration Policy for the members of the management structure and the EGMS on the same date, in order to contract by the affiliated company Arini Hospitality (in which Compa is the sole partner) a loan necessary to finance the state aid obtained through the financing agreement of 14.06.2021 issued by the Minister of Finance, as well as the guarantee by Compa (either as guarantor or co-debtor) of the bank loans requested by ARINI HOSPITALITY (in case the banks financiers will request this).

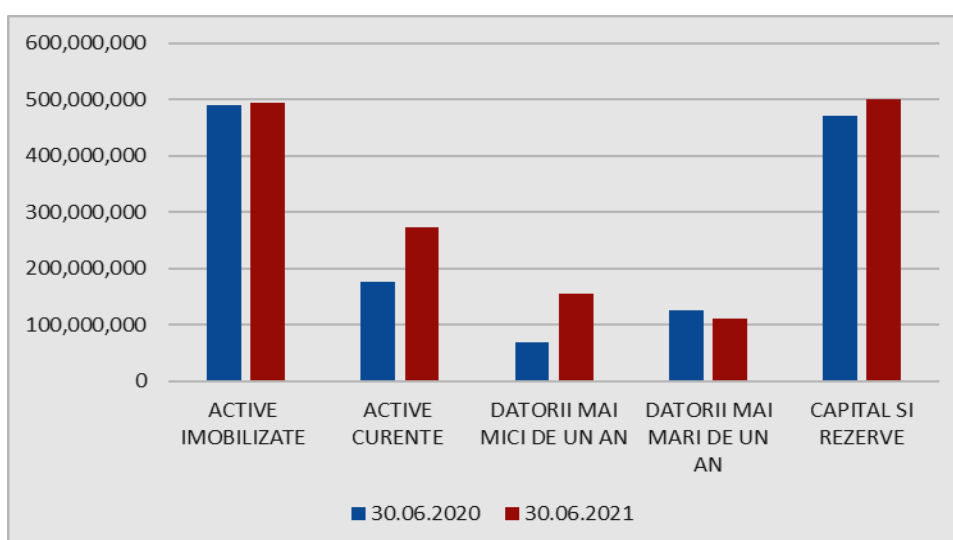
The Board of Directors presented and analyzed the situation of the company for the period April - June 2021. It also presented the situation regarding the payment of dividends, the payment approved by the OGMS decision of 22.04.2021.

4. FINANCIAL STATEMENT - ACCOUNTING

4.1. The main balance sheet items on 30.06.2021, compared to 30.06.2020;

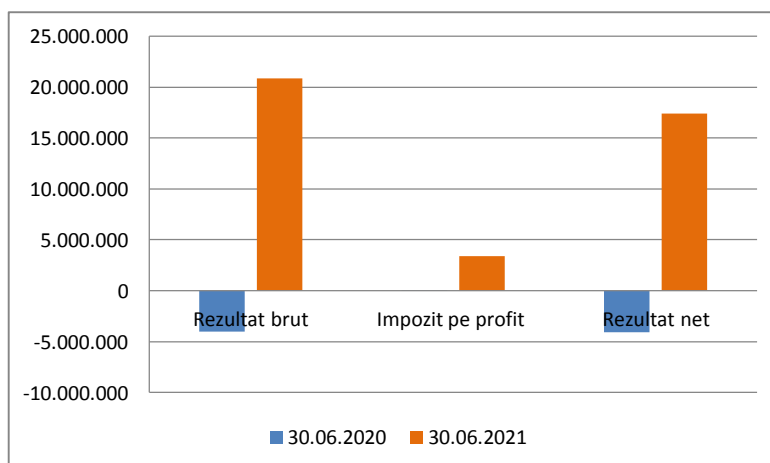
In order to analyze the economic and financial situation for the first semester of 2021, we further present the following indicators:

INDICATOR	30.06.2020	30.06.2021
Fixed assets	489,526,763	493,639,346
Current assets	175,643,343	273,381,882
Debts less than one year	69,486,608	155,858,741
Debts over one year	125,104,313	111,530,949
Capital and reserves	470,579,185	499,631,538



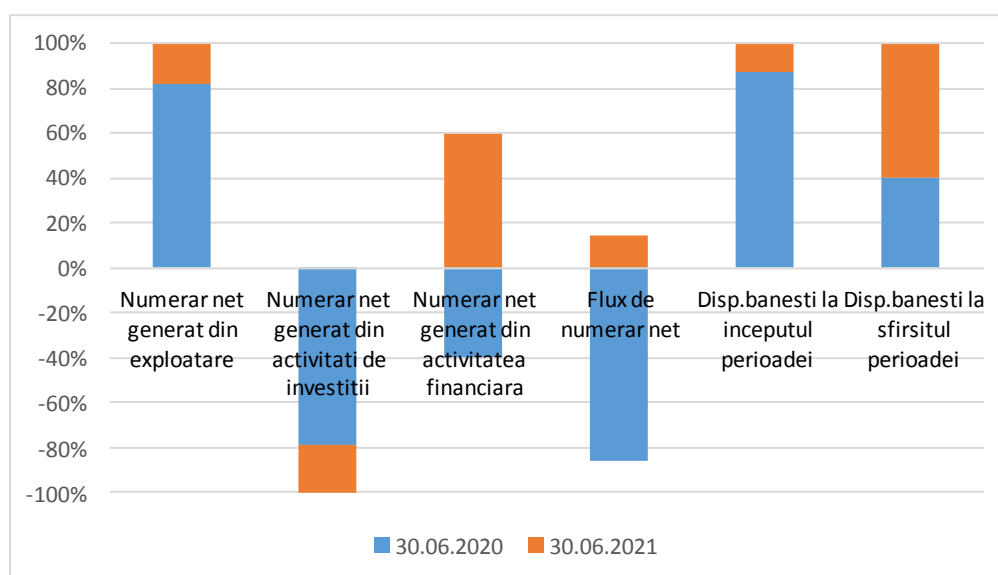
4.2. The situation of incomes and expenses in the period 01.01.2021-30.06.2021, compared to the same period last year

INDICATOR	30.06.2020	30.06.2021
Operating income	241,507,923	376,568,637
Operating expenses	243,511,297	354,873,550
Operating result	-2,003,374	21,695,086
Financial income	2,189,790	3,510,399
Financial expenses	4,226,979	4,363,332
Financial result	-2,037,189	-852,933
Total income	243,697,713	380,079,036
Total expenses	247,738,276	359,236,882
Gross result	-4,040,563	20,842,153
Tax	14,504	3,419,489
Net result	-4,055,067	17,422,664



4.3. Statement of cash flows on 30.06.2021 and 30.06.2020

INDICATOR	30.06.2020	30.06.2021
Net cash generated from operations	53,590,483	11,816,257
Net cash generated from investment activities	-55,852,480	-14,993,117
Net cash generated from financial activity	-2,656,640	3,998,103
Net cash flow	-4,918,637	821,243
Cash at the beginning of the period	6,079,821	887,887
Cash at the end of the period	1,161,184	1,709,130



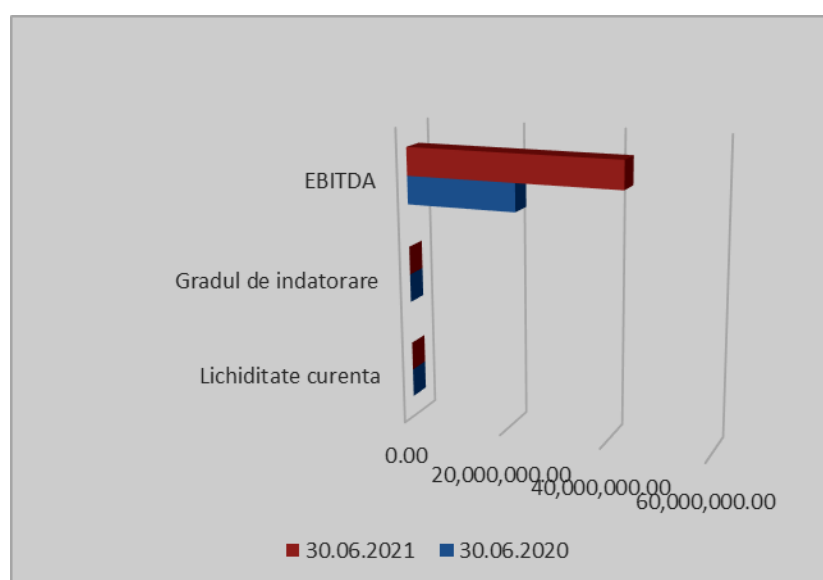
4.4. Key financial indicators

INDICATOR	30.06.2020	30.06.2021
Current liquidity	2.52	1.75
Degree of indebtedness	0.21	0.18
EBITDA	21,923,571	42,864,713

Current liquidity = current assets / current debts

Degree of indebtedness = borrowed capital / capital engaged

EBITDA = net profit + interest expenses + tax expenses + depreciation and amortization expenses



5. ANALYSIS OF THE COMPANY'S ACTIVITY

5.1. PRODUCTS, PROCESSES

"PROFIT CENTER" organizational structure for managing the production activity in COMP A

The production activity within the parent company COMP A is organized on Profit Centers. These "profit centers" are in fact production sections / workshops where families of similar products are made from a constructive and technological point of view, equipped with machines and equipment specific to the realization of these products, being decentralized production units. The economic activity is organized in such a way that in each profit center the profit and loss account is elaborated monthly, a very important document for knowing the incomes and expenses so that by summing the profit and loss accounts of the Profit Centers the Profit and loss account is obtained. at the COMP A level.

There are also profit centers specialized in making a wide range of similar products in terms of manufacturing processes such as: forged products, products made by stamping, surface coatings (galvanizing, phosphating), heat treatments, etc., products designed more many customers. So, profit centers are structured to make certain types of products, regardless of the customer to whom they are delivered.

By decentralizing the activity, respectively organizing these production sections / workshops, on profit centers, the operations managers, those responsible for the profitable management of these production units were entrusted with multifunctional teams, sized with staff, respectively directly productive workers. and indirectly productive staff, support services, in areas such as: production, technical, quality, maintenance, logistics, improvement, training.

Operations managers, managers of the multifunctional management team have the obligation to achieve each product at the level of profitability included in the price negotiated with the business partner. The activity of the multifunctional teams of the profit centers is oriented in this direction: for the inclusion in the established standard costs, for the permanent reduction of the costs, for the obtaining of the planned profit of each manufactured product..



Machining Line

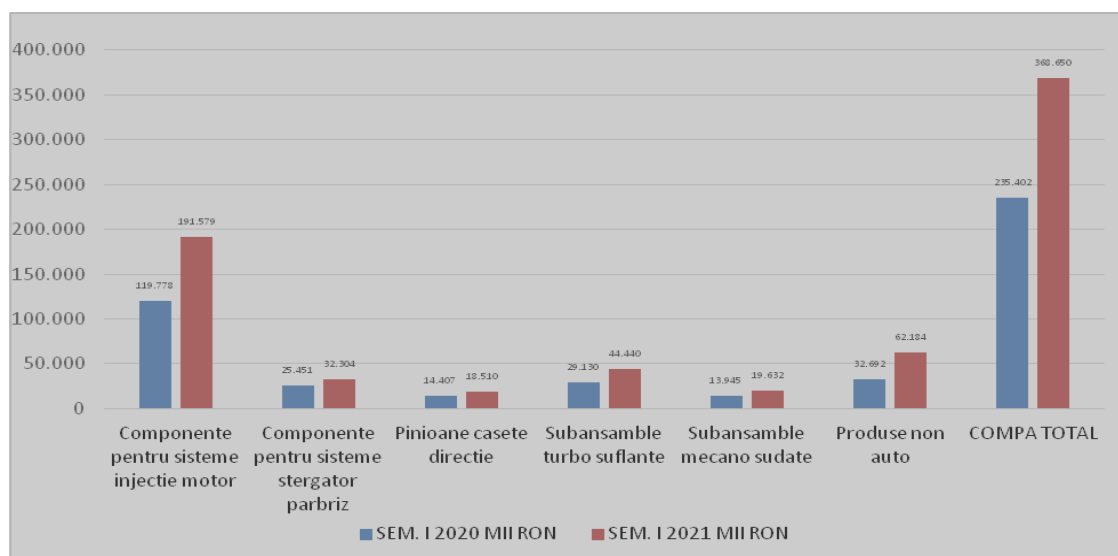


Forging Line

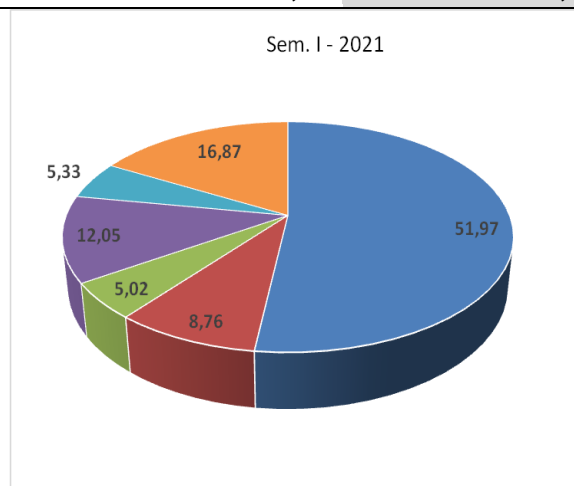
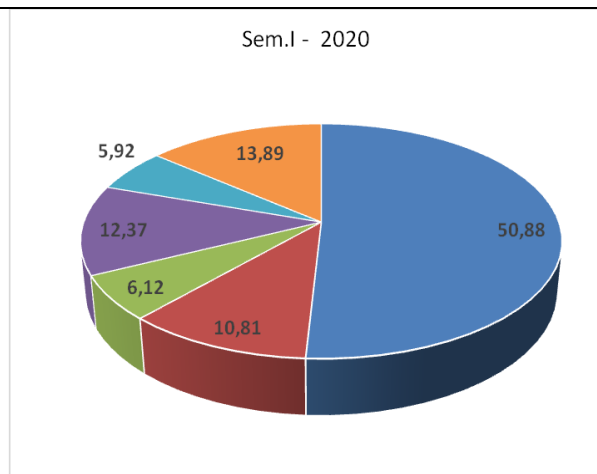
COMP A manufactures a wide range of products and operates with various processes. Their grouping, in order to quantify the value of manufactured production both in the Annual Reports of the Board of Directors and for various statistical reports, etc., are based on a certain functional similarity of them, branches or industrial sectors, etc.

Thus, the organizational and logistical structure is coherent and can be understood by COMP A shareholders and investors, business partners, etc..

PRODUCT CATEGORY	H1 2020	Q 1 2021
Name	Mii RON	Mii RON
Components for engine injection systems	119.778	191.579
Components for windshield wiper systems	25.451	32.304
Pinion steering gear	14.407	18.510
Turbo blower subassembly	29.130	44.440
Welded mechanical subassemblies	13.945	19.632
Non-auto products	32.692	62.184
COMP A TOTAL	235.402	368.650



PRODUCT CATEGORY	H1 2020	Q 1 2021
Name	%	%
Components for engine injection systems	50,88	51,97
Components for windshield wiper systems	10,81	8,76
Steering gear sprockets	6,12	5,02
Turbo blower subassembly	12,37	12,05
Welded mechanical subassemblies	5,92	5,33
Non-auto products	13,89	16,87
COMP A TOTAL	100,00	100,00

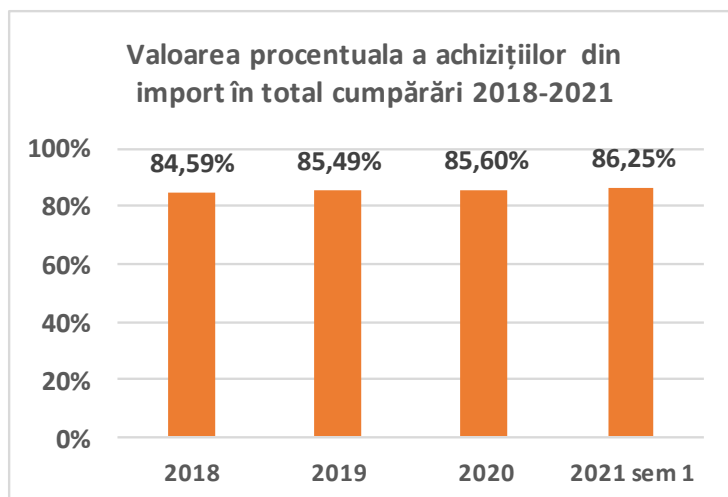


5.2. . PROCUREMENTS – SUPPLIERS

5.2.1. Evaluation of purchasing activity:

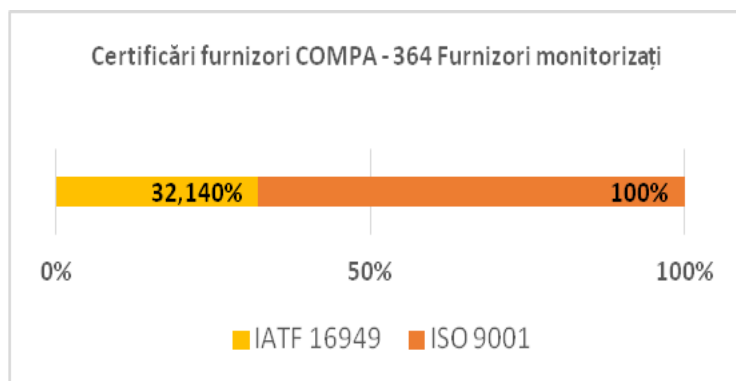
The purchasing activity has developed continuously in recent years, with the development of the company. The company's focus on large customers in the automotive industry but also on those in the non-automotive industry, has led to a considerable expansion of the database of suppliers as well as an increase in the share of suppliers in imports, in total purchases. This is due to the high level of specialization required of suppliers.

Also, in the next period it is estimated that the value of semi-finished products in total purchases will decrease, in favor of basic materials, largely due to the development of new processes in Compa for both the automotive and non-automotive sectors with a high degree of integration. for which most operations are performed internally.



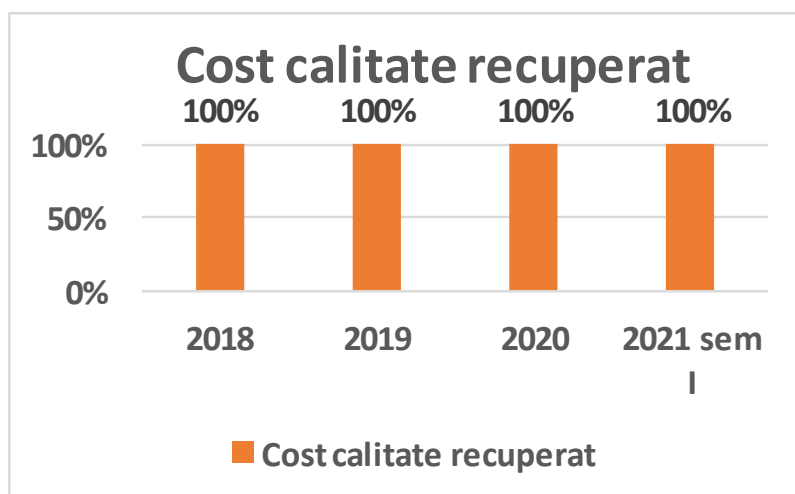
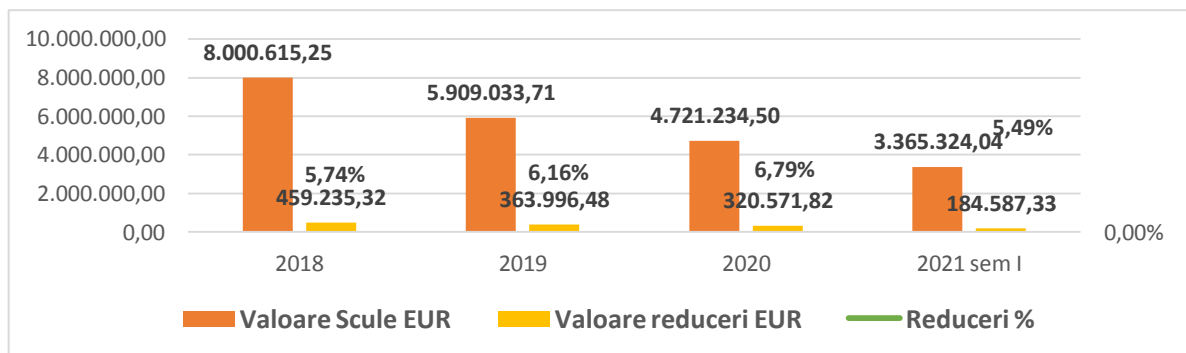
5.2.2. The main objectives of the department are:

- In the context of market globalization - the need to align the market with stock prices for most products by obtaining a price index with 100% compliance with MEPS. (Management Engineering and Production Services - price indicator on the metallurgical market, which provides price estimates).
- Finding sources of supply to ensure the highest possible competitiveness of the prices of raw materials and supplied materials, stability and sustainability of the supply chain.



- Market research and finding new supply solutions as well as the development of suppliers with whom there are collaborations in order to obtain the best price and quality level in the supplied products by collaborating only with certified suppliers. Compa monitors and evaluates on a monthly basis all suppliers whose products are incorporated or influence Compa products. This category includes a number of over 360 suppliers who are evaluated according to criteria related to the quality of the delivered products and logistical criteria..

- Improving the performance of cutting tools (eg drills, reamers, cutters, inserts, etc.) is achieved by testing and implementing new and innovative solutions that reduce the cost per piece.



- Recovery of costs generated by the non-quality of the supplied products. The costs generated by non-compliant products delivered by suppliers are monitored and recovered every year.

- Establish a responsible supply chain by working with suppliers that respect COMPA's principles and vision in the field of quality, environment and health and safety at work by adhering to and implementing policies and regulations addressing these issues, by adhering to, certifying and aligning regulations / standards addressing these issues..

- COMPA maintains and calls on its suppliers to take a proactive approach in managing environmental impact, social responsibility and adopting progressive labor, health and safety policies.

- COMPA encourages and supports the local business environment through existing trade relations, existing contracts and new / future projects in which its partners are / will be involved. It prioritizes where possible business development with local partners and encourages its suppliers to do the same.

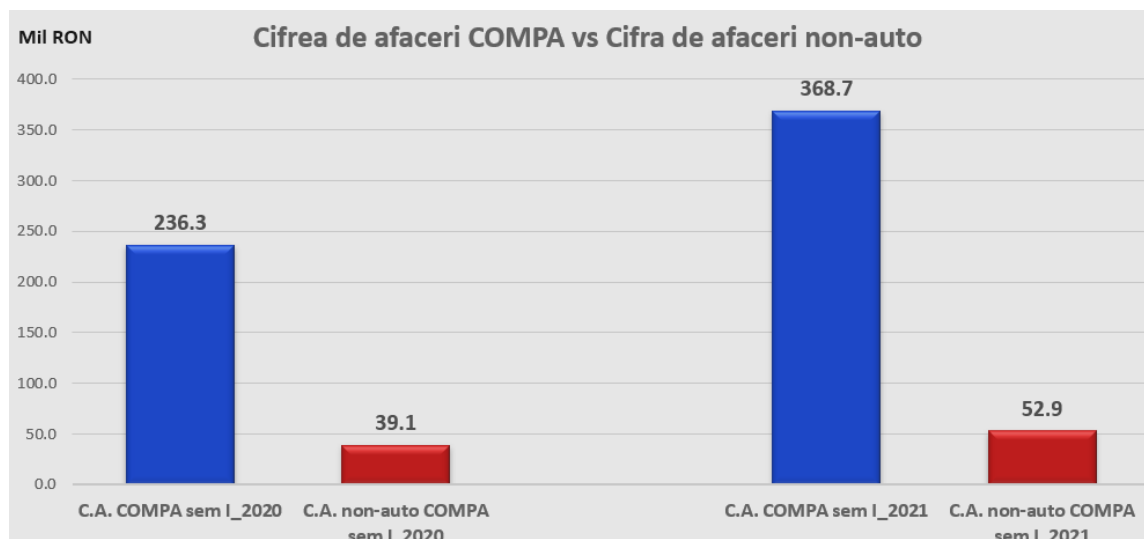
5.3. SALE

5.3.1. Evaluation of sales activity

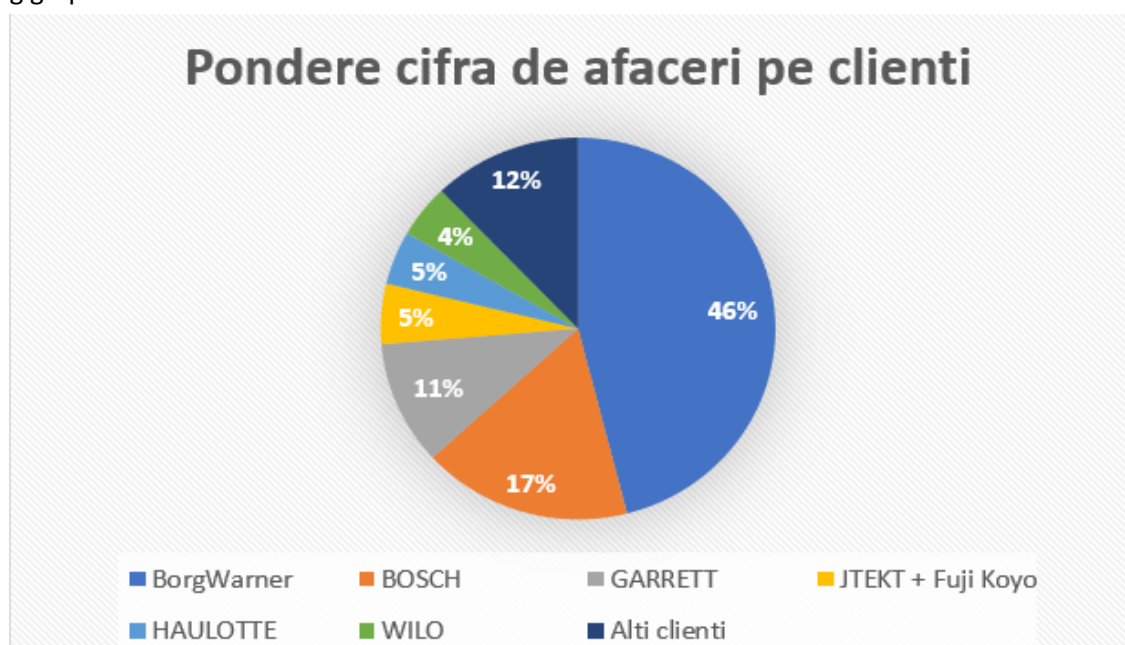
In the first 6 months of 2021, the marketing-sales activity was oriented on the extension and consolidation of the commercial relations with the existing partners and on the development of new businesses in the non-automotive industry.

Efforts have also been made to maintain a competitive level of selling prices, in line with the evolving market for raw materials, especially steels, which is constantly growing.

The graph below shows the evolution of turnover of COMPA in the first half of the year 2020 - the first half of the year, as well as the evolution of the turnover in the non-automotive sector in the same periods where we recorded an increase of > 35%



The share held by the main COMPA customers in the turnover for the semester 1-2021 is highlighted in the following graph:



5.3.2. Medium AND long-term objectives, trends and strategies:

- Development of new projects for non-automotive customers;
- Strengthening trade relations with existing customers;
- Promoting manufacturing processes by hot forging and ZnNi coatings, where Compa has free production capacity;
- Assimilation of products with high added value;
- Development of COMPA as an integrated supplier by using as many existing processes in the portfolio as possible.

5.4. OUR EMPLOYEES

5.4.1. Its staff, values and beliefs

COMPAS considers that the human factor has a major influence on the achievements in society. The values and beliefs of human resources must be known and promoted for the formation and development of an organizational culture conducive to performance.

The following aspects are important and constitute development landmarks:

- the formation and mode of action of managers in terms of values, beliefs and demographic characteristics (age, experience, education, social position);
- the formation and mode of action of the company's staff (personalities, attitudes, values, motivations, behaviors, beliefs);
- the culture of the organization and the adherence of the staff to it as a somewhat unitary way of manifestation, thinking, feeling, way of being and perceiving values and beliefs, of responding to different attitudes and of using the same language. În ceea ce privește managementul capitalului uman, s-a pornit de la premiza că îndeplinirea obiectivelor strategice depinde în primul rând de factorul uman. Dezvoltarea firmei implică elemente care crează valoare pe termen lung și care pot asigura performanța viitoare a organizației.

COMPAS aims to ensure that the human resources policy is in line with the general objectives of the company, in line with the existing values in the organizational culture, adapted to the current socio-economic context, focusing mainly on: Asigurarea disponibilității și continuității forței de muncă prin păstrarea valorilor din organizație;

- efficient integration processes through early recruitment of graduates or internships;
- rewarding employees in direct relation with their contribution to the goals of the organization;
- increasing the level of versatility by widening the scope of competencies;
- reducing the integration period of graduates by supporting dual education;
- focusing training on the individual to increase staff skills and efficiency;
- capitalizing on the expertise of experienced employees through mentoring programs;
- efforts to raise staff awareness of responsibilities and behaviors;

5.4.2. Strategic objectives

The main strategic axes pursued in the following years:

- Involvement in the development of university technical education, by supporting the integration of theoretical and practical knowledge, through internships for dual education and in European projects;
- Working conditions and climate to ensure a high level of satisfaction;
- Development of soft and specific skills;
- Development of the framework in which communication with employees is carried out to support performance and trust, as well as in special crisis situations;
- Partial transfer of the training activity in the online environment;
- Reassessment of motivation strategies;

- Digitization and efficiency of HR processes;
- Reprofessionalization and transformation of skills correlated with technical and technological changes;
- Focusing attention on accessing European funds for human capital development;
- Developing / consolidating a culture of performance to determine individual behaviors and work orientation.

5.4.3. Recruitment and selection policy

În sem.I 2021 au fost depuse 1237 oferte de angajare (CV-uri, cereri, scrisori de intenție). Au participat la interviuri (interviu, probe de lucru, teste psihologice) în vederea ocupării posturilor vacante 950 persoane.

Dintre aceștia, 397 au fost angajați; 45 au fost respinși din motive profesionale la interviu/probele de lucru, 30 au fost respinși din alte motive (analfabetism, probleme de sănătate incompatibile cu condițiile de lucru) și un număr de 478 de persoane au renunțat la postul oferit din diferite motive (mediul de lucru, programul de lucru, salariu).

5.4.4. Wage and social policy

Following the negotiations, between the COMPA management and the unions, during the period between November 2020 and October 2021, a salary indexation of 2.70% was granted. Along with the indexation of the salary scale, the benefits deriving from it were also indexed (Christmas and Easter bonuses, holiday bonus, travel allowance, etc.).

During 2020, two additional acts to the applicable Collective Labor Agreement were concluded between the Administration and the unions, regarding the following aspects:

- changing the number of days off granted on the occasion of Orthodox Easter from 3 to 2 days, according to the provisions of the Labor Code;
- compensation for work performed on holidays by paying double-hour hours;
- indexation of the salary grid with a percentage of 2.70%;
- increasing the value of the meal ticket from 15 lei to 20 lei.

Meal vouchers were given to all employees throughout the year. There are labor relations between the management of the company and the employees within the limits of the Labor Code and of the Collective Labor Agreement.

Weekly, information and consultations take place between the management and the employees' representatives. Compared to previous years, relations have improved, the degree of understanding and communication has increased, the two sides participating in joint meetings. As a result, there were no periods of stagnation of the production process due to the onset of labor disputes.

In the context of the difficult labor market climate generated by the Covid-19 pandemic, COMPA has pursued a policy of increasing the adaptability of staff to the changes the company is going through. During this period, the company relied on the availability of employees to develop new skills as well as to take over additional responsibilities in case of restructuring certain activities..

5.4.5. Social responsibility

COMPA consistently applies principles and rules of social responsibility that reflect the requirements of the standard SR ISO 26000: 2011, but also of customers:

- taking responsibility for the impacts we produce on society, the economy and the environment;
- transparency of our decisions and activities, which can affect society and the environment;

- respecting and promoting an ethical behavior: honesty, fairness and integrity, as values that concern us, in relation to people and the environment;
- respect for the interests of stakeholders in our decisions and activities;
- ensuring compliance with all applicable laws and regulations;
- compliance with international norms of business behavior;
- respect for and promotion of human rights, which we consider inalienable and universal.

5.4.6. The guidelines as main themes of action are:

- ensuring an organizational management as a way of leading and carrying out activities in an ethical and responsible manner;
- respect and promotion of human rights in the sense of recognizing the rights of all human beings, civil, political, economic, social and cultural rights;
- application of adequate work practices to ensure working conditions and social protection according to applicable legal standards and regulations;
- protecting the environment as a way to respond to current environmental challenges and as a commitment to apply and promote environmentally responsible practices, including by encouraging the development of green technologies;
- the application of fair practices as a way of ethical conduct in relations with other organizations and persons, respecting the applicable national and international laws and regulations;
- responsibility to customers and consumers to ensure their right to security of use, information, choice, expression, correction, education, in relation to products and services provided by our organization;
- involvement in the development of the community as a way of recognizing that we are part of the community, of the rights due to its members, but also of the elements of culture, religion, tradition and history or of the partnership with it.

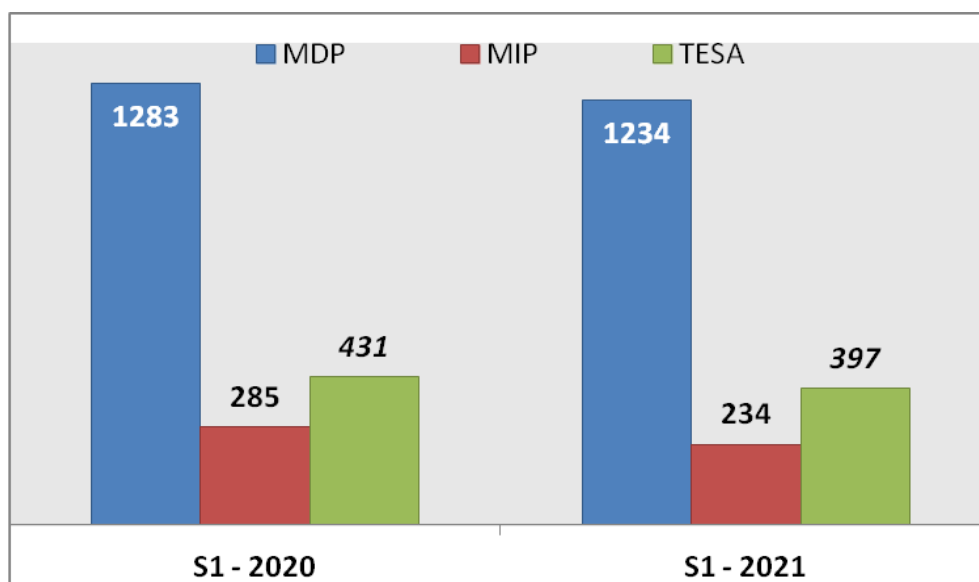
5.4.7. Performance indicators of Human Resources processes**Average number of personnel**

The evolution of the average written number of staff in sem. I 2021 registered a decrease compared to the similar period of 2020, from 1999 employees to 1865 employees. This decrease occurred by correlating the number of staff with the temporarily reduced volume of activity due to the Coronavirus pandemic, with the mention that a large part of the staff was in Sem.1 2020 in technical unemployment.

At the end of Sem. 1 2021 there was an increase in the average written number of staff to a number of 1894 employees.

Throughout this period, the aim was to ensure the availability and continuity of the workforce by preserving the values of the organization.

The graph below shows the evolution of the average written number of staff by staff categories:



	H1 2020	%	H1 2021	%
MDP (Directly productive workers)	1283	64,18%	1234	66,17%
MIP (Indirectly productive workers)	285	14,26%	234	12,55%
Economic technical staff	431	21,56%	397	21,29%
TOTAL	1999	100,00%	1865	100,00%

It is found that although the average number of staff decreased, the proportions of the three categories of staff changed, increasing by 2% the share of directly productive workers (MDP), to the detriment of indirectly productive workers (MIP).

Labor productivity

Labor productivity, calculated as a ratio between turnover and the average written number of staff recorded the following evolution:

	H1 2020	H1 2021
Labor productivity (mii lei/pers.)	178.90	207.87

At the end of H1 2021, labor productivity registered a cumulative value of 207.87 thousand lei / person, 16.2% higher than the value recorded for this indicator at the end of H1 2020.

Fluctuation

Staff turnover, calculated as a ratio between the number of voluntary departures and the total number of employees, registered the following evolution during this period:

	H1 2020	H1 2021
Fluctuation (%)	7.55	10.29

Analyzing the evolution of staff turnover, an increase of this indicator was found, reason for which a series of measures were established in COMPAS to remedy this situation, namely: reporting on the level of salaries and benefits in the area, qualification / requalification courses offered to employees, concluding apprenticeship contracts, granting rent allowances, providing transport for commuting employees, settling the value of transport for other employees, improving working conditions (air conditioning, noise reduction, social spaces, etc.).

Staff training

The human resources policy COMPA also aims to transform society into an organization that "Continuously learns".

The continuous development of human capital through the formation of skills to support the company's development strategy is a priority for COMPA. The management of the company is aware of the advantages offered by highly qualified human resources, familiar with the requirements of the industrial environment quality requested by customers. Therefore, the continuous training of their own employees is a priority for the company's management.

COMPA, as a "learning organization", constantly provides development opportunities for all employees, uses learning to achieve company goals, ensures the permanent combination of individual performance with the performance of the organization, supports career development, determines people to identify with the organization. The objective of the training activity for 2021 is 30 hours of training / employee, increasing compared to 2020 when the target of this indicator was 29 hours / employee.

The training programs developed in COMPA aim to meet the needs of each employee. In order to achieve this objective, in 2005 the Vocational Training Center was established. The programs developed by the center aimed at qualifying / retraining employees in trades such as: machine tool operators with numerical control, welders, mechanical locksmiths, machine mechanics, toolmakers, metrologists, drills-threaders, etc. So far a number of 2837 people have acquired a qualification through this center.

Apprenticeship

For new employees who want to acquire a qualification or retrain, COMPA develops apprenticeship programs that allow them to easily integrate into new jobs, to obtain a recognized certification, to raise their level of knowledge, satisfaction of responsibility. Currently 9 COMPA employees follow these programs and at the end of the two years of study they will obtain the qualification of operator for numerically controlled machine tools. In the future we intend to increase the number of new employees who follow apprenticeship programs and who will obtain qualifications of level 2 (drill-threader) and level 3 (operator of machine tools with numerical control, mechanical locksmith, etc.)

Projects developed with European funds

In order to become more competitive in terms of productivity, quality, customer satisfaction, conservation of resources and the environment, investment in human capital will continue to increase, including by attracting European funds or other sources.

So far, COMPA has implemented or is implementing projects designed to develop the skills of its employees, projects that aim to facilitate the transition from school to active life of pupils and students..

Sustainable school-enterprise partnerships

The company's partnerships with technical and vocational university institutions in Sibiu date back to the 70s with the establishment of the Institute of Higher Education, currently the Faculty of Engineering "Hermann Oberth" and IPAS High School, now the Technological High School "Henri Coandă".

The proximity of university and vocational education institutions is part of COMPA's policy to train future generations of specialists, to develop the employment capacity of young people, facilitating the transition from school to active life through internship programs, masters, private scholarships and more. .

The partnerships are mainly aimed at involving COMPA in two areas related to improvement:

- Theoretical training through contributions to the adaptation of the university curriculum and the adaptation of the curriculum in local development to the needs of the employer;

- Practical training by ensuring the access of pupils and students to modern work environments, to high-performance technologies and equipment, to the knowledge and understanding of the processes developed on the production lines.

COMPAS and dual education

COMPAS throughout its existence for over 135 years has been permanently based on vocational education being one of the companies that anticipated the need to implement the dual education system. The beginnings of dual education in COMPAS was in 2005 with the commissioning of the Vocational Training Center, a modern technical platform equipped with numerically controlled machines and which was made available to the Technological High School "Henri Coandă", a high school with which we still have partnerships since its establishment.

Every year, a number of approximately 55 students attended the machine tool operator courses with numerical control and mechatronist who studied in a traditional educational system but with many dual elements: internships, laboratories, scholarships, various financial benefits. (payment of dormitory, meal, transport, school supplies) and job offers for all graduates.

The campaigns to promote the educational offer and the benefits brought by the dual education in which COMPAS participated together with the "Henri Coandă" Technological High School in a sustained way materialized in the constant attraction of the students to the professional and technical education.

Risks identified in the Human Resources activity

In COMPAS, there are ongoing coordinated actions for the direction and control of the organization regarding risks in all areas and at all levels.

Regarding the activity of human resources, in the previous year the following risks were identified that could determine the non-fulfillment or defective fulfillment of the process of insurance with human resources:

- temporary lack of qualified staff for certain activities, either due to lack of supply on the labor market and non-correlation of educational supply with labor market requirements, or due to emergencies (mass illnesses, quarantines, earthquakes, floods, etc.);
- high staff turnover due, mainly, to the incomplete identification of employees' motivation needs and the salary not correlated with the local labor market;
- competences of the staff below the level required for serving the job, due to the educational offer not correlated with the market requirements as well as due to the non-observance of the stages of the training process;
- corruption in the process of staff recruitment, selection and employment.

The potential effects of the identified risks can be, mainly: delays in the activity of the workshops, respectively delays in the delivery of the products to the clients as well as inadequate quality of the works performed by the employees.

Therefore, for the risks with high criticality, ie with high probability of occurrence or with significant impact on the company's activity, a series of measures have been taken, such as:

- involvement in the development of local technical education by providing resources for dual system education and for technological, high school education;
- apprenticeship programs for new employees;
- effective internships for pupils and students;
- qualifications / requalifications / post-secondary school;
- career management; succession management for key positions;
- implementation of telework;
- restricting staff mobility by transferring activities to the online environment;

Opportunities identified in the Human Resources activity

Regarding the opportunities identified in the process of securing human resources, they are:

- the existence of the COMPA Vocational Training Center, whose mission is to align with European training standards and which ensures professional qualification and retraining, the promotion of modern training techniques and methods as well as the development of the school-enterprise relationship. Training through the Vocational Training Center aims to reduce the integration period of new employees, the rapid accumulation of skills and experience, increase the performance of practical training, knowledge and adaptation to the industrial environment.
- involvement in correlating the educational offer with the requirements of the labor market. COMPA, through the Management Director, is a member of the Local Committee for the Development of the Sibiu Social Partnership, a committee that deals with the administrative organization and policies in the field of vocational education and training. In this capacity, COMPA is actively involved in the development of annual schooling plans for vocational and technical education, in facilitating the conclusion of agreements for the practical training of students, promoting actions aimed at the transition from school to work, for socio-professional integration and in the elaboration and implementation of projects for the development of vocational and technical education at national / regional / county level;

5.5. QUALITY - ENVIRONMENT**. The integrated quality, environment and occupational health and safety policy of COMPA S.A.**

Quality, environmental protection, health and safety at work are among the values we care about, being integrated into the long-term development strategy of our organization and are some of the aspects that represent us.

We are aware that both the quality of products and services, care for the environment, continuous improvement of working conditions and prevention of occupational hazards and involvement in the life of the community to which we belong, in full compliance with the requirements of applicable law, are essential for our success. .

By virtue of these things, for their implementation, the important directions in which we act are the following:

5.5.1. Climate impact

- We are committed to ensuring carbon footprint neutrality in energy supply and production
- We make continuous efforts to reduce the carbon footprint caused by the products we supply, our logistics processes and the products we sell

5.5.2. Energy consumption

- Our organization has an extensive program to improve energy efficiency aimed at reducing energy consumption
- We are engaged in a program to diversify energy production with the aim of increasing the share of renewable energy;

5.5.3. Resources management

- Our program to reduce costs is to focus finding solutions to reduce consumption of raw materials directly impact the type and quantity of waste generated
- We are committed to the continuous improvement of wastewater treatment methods and the reduction of pollutants discharged into industrial water
- We have a firm commitment to the continuous improvement of technologies that allow the capture and reduction of the amount of gases emitted into the atmosphere

- The best possible management of various types of waste is at the heart of our concerns to improve internal processes

5.5.4. The quality of products

Suntem angajați în continua perfecționare a proceselor noastre interne și a serviciilor asociate astfel încât să asigurăm permanent o calitate cât mai ridicată a produselor cu impact direct asupra creșterii satisfacției clienților și reducerii impactului asupra mediului prin reducerea cantității de rebuturi și deșeuri generate.

5.5.5. Health and safety

- We are engaged in the continuous improvement of employee labor protection systems, with the main objective of continuously reducing the number of accidents and incidents at work
- We invest significant resources in the protection of the personal data of our employees and partners as well as in the protection of confidential information
- We apply the highest standards of work ethic and human rights
- In order to effectively manage the prohibitions and restrictions imposed on hazardous materials and substances, we are constantly updating the information on these materials in the global IMDS (International Material Data System).

5.5.6. Partnership with the community

We have an active involvement in community life by supporting initiatives related to education, sports and environmental protection.

5.5.7. Considerations regarding management systems

Our organization is certified according to the following standards for management systems, with reference to quality, environment and health and safety at work:

- IATF 16949: 2016: quality management system for the automotive industry;
- ISO 9001: 2015: quality management system for general industry (non-automotive);
- ISO 14001: 2015: environmental management system;
- ISO 45001: 2018: occupational health and safety management system;

The internal performance on compliance with the requirements of the standards, of the last three years (last certification cycle), resulting from the internal system audits, is presented below (no notable events occurred):

For the year 2018:

<i>Management system</i>	<i>Target / objective</i>	<i>Achieved</i>
IATF 16949:2016	92,5%	93,8%
ISO 9001:2015	92,5%	93,8%
ISO 14001:2015	95,0%	95,6%
ISO 45001:2018	95,0%	99,0%

For the year 2019:

<i>Management system</i>	<i>Target / objective</i>	<i>Achieved</i>
IATF 16949:2016	92,5%	96,2%
ISO 9001:2015	92,5%	96,2%
ISO 14001:2015	95,0%	95,0%
ISO 45001:2018	95,0%	94,0%

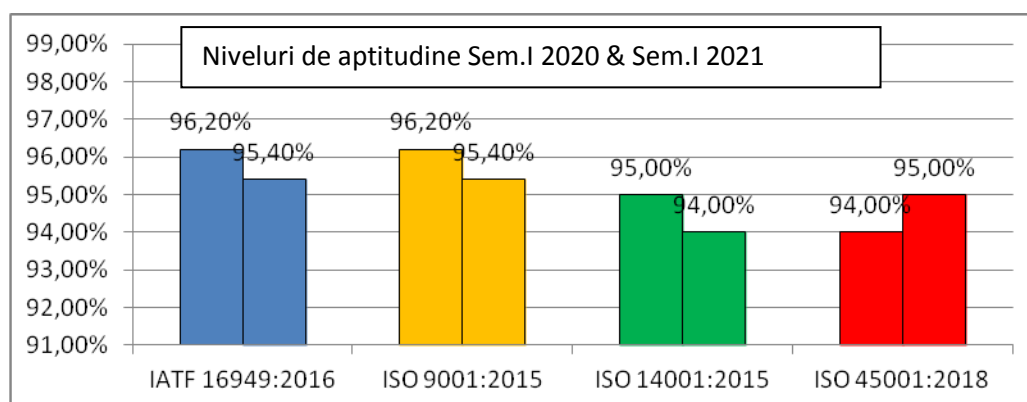
For the year 2020:

<i>Management system</i>	<i>Target / objective</i>	<i>Achieved</i>
IATF 16949:2016	92,5%	96,2%
ISO 9001:2015	92,5%	96,2%
ISO 14001:2015	95,0%	95,0%
ISO 45001:2018	95,0%	94,0%

For the year 2021, S1:

<i>Management system</i>	<i>Target / objective</i>	<i>Achieved</i>
IATF 16949:2016	93,0%	95,4%
ISO 9001:2015	93,0%	95,4%
ISO 14001:2015	95,5%	94,0%
ISO 45001:2018	95,5%	95,0%

Comparative situation H1 2020 vs. H1 2021:



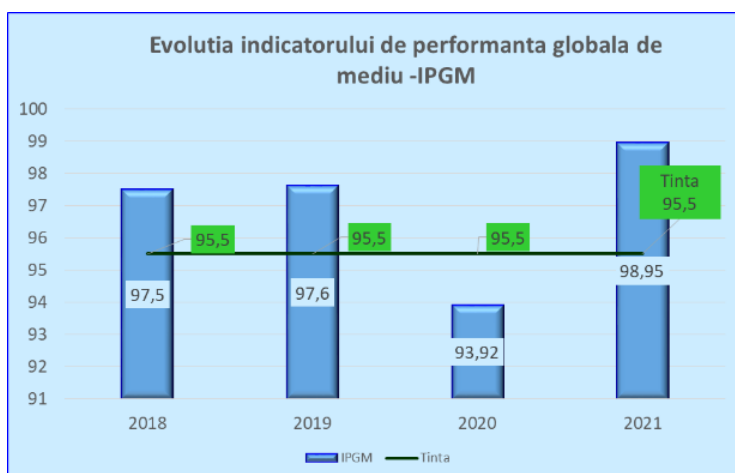
In April 2021, a third-party audit was performed to recertify COMPA S.A. on all four systems, for a new three-year cycle, with the aim of maintaining the current certification and extending it to new product categories. As a result, all four management systems were reconfirmed as effective and efficient, so they were recertified for a new 3-year cycle.

5.5.8. Global environmental performance COMPA S.A..

At the company level, the management of actions taken to protect the environment are monitored through an indicator called the global environmental performance indicator which is calculated based on environmental management performance (provides information on management efforts to influence the environmental performance of the organization) and of environmental operational performance (which provides information on the operational results of the environmental performance of the organization's activities).

In recent years there are notable performances in this field, the level of the indicator being 97.5% in 2018, 97.6% in 2019. In 2020 there was a decline, its value being 93.92% , due to the difficult international situation caused by the Coronavirus pandemic. The situation has re-entered the normal phase starting with 2021 so the IGM calculated in the first semester of 2021 is 98.95%

The evolution of the **global environmental performance indicator** in the last 4 years is presented in the graph below:



It is also worth mentioning that in the first half of 2021 there were no penalties for non-compliance with environmental compliance obligations

5.6. RISK MANAGEMENT

Risk management is an activity that must be performed by each economic agent, permanently to make immediate decisions, at which time the potential risks must be analyzed as well as the measures designed to mitigate their effects..

5.6..1. Risks related to sales activity

It is an important field of COMPA's activity and therefore from the bidding process all the risks that may arise are analyzed, such as:

- offering and hiring new medium and long term projects to the traditional clients of COMPA, strong multinational companies with financial power and support worldwide;
- the submission of competitive offers for partners, in order to guarantee the award of projects, especially at COMPA workshops where there are available capacities
- the improvement of the quality assurance system, as well as of the quality level of the products made for the elimination or diminution of the situations of qualitative refusal of the sold products;
- Improving the logistics system in COMPA to ensure the reduction of the stock of finished products and to eliminate the risks of delayed delivery to customers.

5.6.2. Credit risk

During H1 2021, the level of credit lines committed through the contracts concluded with the two banks (ING Bank and BRD Groupe Societe Generale) were accessed below 50% of the contracted level. The repayment of the investment loan has started

There was a positive situation generated by the fact that the company's own resources, from the depreciation of the machines and equipment included in the price, as well as by the net profit obtained, were not used in full. The surplus of resources was used to repay the credit lines, while also ensuring a lower access to the contracted credit lines, throughout the year.

Under these conditions, during 2021 there were no risks related to loans contracted with banks.

5.6.3. Insolvency risk

And in H1 2021 this risk category was not felt in the activity of COMP A. Measures have been taken at the level of the company's management to increase the solvency level, eliminating any risk related to entering solvency.

The current liquidity of the company was monitored month by month, the decision makers being permanently informed of the evolution of this indicator.

The measures taken for this purpose in COMP A to reduce and even eliminate the risk of insolvency were:

- ensuring a high degree of profitability despite our customers' request to reduce prices every year due to the increase in labor productivity and the effects of the pandemic;
- increasing the level of business by assimilating new products in manufacturing;
- analysis and evaluation of the partners to whom offers are sent, eliminating the situation of entering the business with companies with a high degree of risk and offering mainly to prestigious companies, without financial risks;
- delivery to new or lesser-known customers, only on the basis of payment instruments provided at the time of delivery (CEC, promissory note) or even advance payment.

5.6.4. Currency risk

During H1 2021 there were no moments with very high volatility on the foreign exchange market. The COMP A company has a surplus of currency (Euro) because most deliveries are made in the European Union, as well as credit lines are also denominated in foreign currency. There were no foreign exchange risks with a major impact on the company's financial activity..

5.6.5. Investment risk without coverage

Without an objective in this regard, during H1 2021 the level of investments was lower than in previous years.

Therefore, the financial resources to support the process of development and renewal of machinery and equipment were not fully consumed, some of these resources were used to repay the lines of credit contracted for working capital.

In this situation, this risk did not manifest itself at all. Knowing the trends of changing the structure of car production in the future, by reducing the share of diesel cars, it is necessary to analyze very well the areas of investment in the future, investment spending and resource provision must be focused for those future projects especially on car component manufacturing. on gasoline, hybrid or electric.

5.6.6. The risk of theft

The theft phenomena from COMP A's patrimony were almost completely eliminated.

The entrance and exit control measures on the company's gates, supported by a system and an extensive network of surveillance cameras, had positive effects in combating the risk of theft.

5.7. INVESTMENTS, NEW PRODUCTS AND RESEARCH-DEVELOPMENT ACTIVITY**5.7.1. INVESTMENTS**

In the investment activity, funds were used for:

- purchase of equipment;
- modernization of existing equipment and installations;
- arrangements of some production spaces.

The funds necessary for the development of the investment activity in the amount of 14,993,116 lei on H1-2021 were provided from own sources and from European funds. The economic effects through the purchase of new equipment and technological lines are:

- increasing labor productivity;
- reduction of repair costs;
- improving the technological flow;
- increasing the quality of manufactured parts and reducing scrap;
- reduction of energy consumption;
- increasing the precision of parts processing;
- increasing the safety in operation of the equipment;
- reducing non-quality costs;
- increasing the efficiency of the activity through efficiency, etc.

5.7.2. NEW PRODUCTS

The technical and research-development function in COMPA has as main objective the development of new products being deeply involved in actions of definition and adoption of the most efficient, technological processes so that the price offers presented by COMPA are as attractive as possible to win. as many projects as possible.

In this activity there are important requests for quotations for products specific to the manufacturing profile of COMPA. In this context, the concerns of recent years are aimed at offering non-diesel or even non-automotive products, to ensure a portfolio of new products, diversified, less vulnerable to profound changes in recent times, in the automotive field and beyond.

These are the reasons why COMPA focused its concerns, and for the execution of complex components in the field of machine tool manufacturing. The business partnership with one of the main players in the machine tool industry - DMG Mori is a good start in order to enter this market of non-automotive products. The transition to the realization of complex products in the field of machine tools, respectively to the manufacture of booths for numerically controlled machines delivered to machine tool manufacturers, (products with high added value) is a positive element, promising in business development in this new field for COMPA.

New products whose series production started in 2020 which continued in Sem.1 2021

During Sem.12021, the assimilation in manufacturing of the new products for which the necessary production capacities were ensured was continued, with an impact on production in the following years as well.

Among these products we mention:

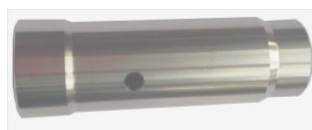
- - injection pump body for VW, PSA, Renault and FCA type cars;



- Valves for steering systems



- Nut head and Nozzle for EURO 7 injectors



Nut head



Nozzle Euro 7

There are other new products with the prospect of manufacturing these in the medium and long term in the field, such as sprockets for steering boxes, mechanically-welded subassemblies, stamped-stamped parts, springs, etc..

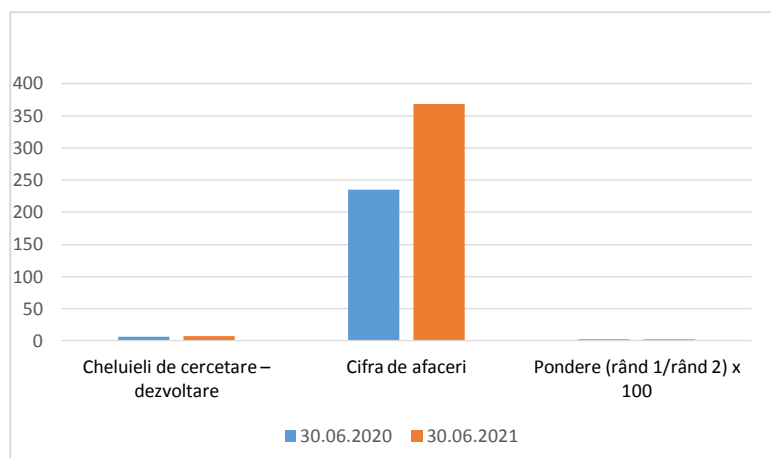
5.7.3. RESEARCH-DEVELOPMENT ACTIVITY

A R&D Center has been set up in Compa since 2019, laying the foundations for the realization of products that will complete the range of products of a high technical and qualitative level.

Also, in this Research-Development Center, new projects and processes are carried out with applicability both within the company, but also projects with advanced technology that can be made available to other companies.

The evolution of research and development expenditures in H1 2021, compared to H1 2020 is presented below:

INDICATOR	30.06.2020	30.06.2021
Research and development expenses	6.68	7.71
Turnover	235.51	368.25
Weight (row 1 / row 2) x 100	2.84	2.09



We mention that these R&D Expenses include:

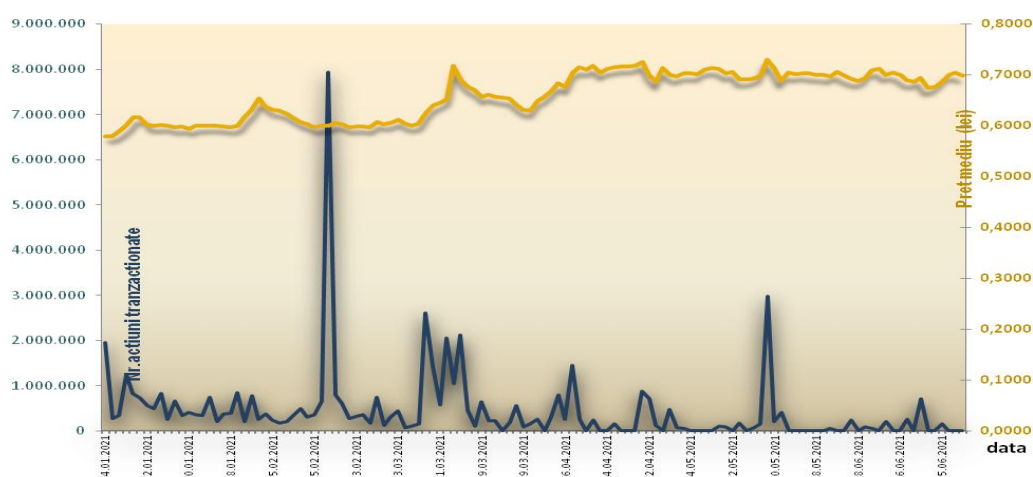
- applied research expenses incurred within the Research Center realized from European funds and from COMP A own resources.
- the costs of developing new products, the costs of constructive and technological design, including those costs of monitoring new products and processes, until the transition to their mass production.
- expenses incurred by specialists in the technical field of COMP A, which performs technological design operations in order to develop price quotations, including those quotations that for various reasons do not result in a nomination of the company by customers.

6. CAPITAL MARKET

The company's shares have been traded since June 1997 on the regulated market administered by the Bucharest Stock Exchange. The nominal value of a share is 0.10 lei.

The main characteristics of the issued securities: 218,821,038 registered shares, ordinary, of equal value, fully paid, issued in dematerialized form and highlighted by registration in the Register of Shareholders managed by Depozitarul Central S.A. Bucharest. COMP A is registered with the ISIN code ROCMP5ACNOR9, CMP stock symbol, in the Standard category.

The variation of the average selling price and of the number of shares traded in H1 – 2021



6.1. Regarding the distribution of dividends to COMPA shareholders for the financial year 2020

The privatization of COMPA opened important perspectives and the opportunity for the company's development. After 2020, COMPA's main objective was to establish partnerships with prestigious companies in the automotive industry, a field in which it had the necessary expertise.

In this context, collaboration relations were started and established with the companies Krupp, Piroux, Honeywell - Garrett, Bosch, Delphi, Koyo (today Jtekt) Fuji Kiko, Douglas, etc., for which COMPA became a supplier of components.

COMPA was equipped with machines and equipment with a high degree of physical and moral wear. It was necessary to carry out a long-term development program for the rehabilitation of existing halls and especially for the purchase of state-of-the-art machinery and equipment.

Therefore, annually the company COMPA has made significant investment expenditures both from its own sources and from loans to finance this development program. This was the reason why COMPA has not distributed dividends for 15 years, the net profit being distributed exclusively for the development of the company.

In the OGMS meeting of 22.04.2021, the amount of 2,803,856.15 lei was approved for the distribution of dividends, with a gross dividend per share of 0.0132 lei

6.2. Acquisition of own shares

In the financial year 2019, the OGMS at the proposal of the Board of Directors approved the redemption program of its own shares, amounting to 3.89 million lei.

Starting with 13.08 2020, the Company started the redemption program of its own shares, in accordance with EGMS decision 18 and 19 of 27.04.2020.

A number of 6,407,697 shares were repurchased in a total value of 3,825,709.95 lei, resulting in a loss related to the repurchase of own shares amounting to 3,184,940.25 lei.

6.3. Relationship with shareholders and investors

Shareholders / investors can obtain information about COMPA and the main events on the website www.compa.ro

COMPA intends to ensure the rights of shareholders to participate in General Meetings directly or by representation by providing them with special / general powers of attorney, ballot papers by mail, other useful information, to have a fair treatment, regardless of their holdings.

In relation to the capital market, the company fulfilled all the reporting obligations that flowed from the legal provisions by publishing the mandatory continuous and periodic reports in the electronic system of the Financial Supervision Authority and the Stock Exchange as well as on the company's website.

According to the provisions of the Corporate Governance Code, the continuous and periodic information was disseminated simultaneously, both in Romanian and in English..

6.4. Aspects regarding the capital and management of the company

COMPA has not been unable to meet its financial obligations.

There were no major transactions entered into by the company with the persons with whom it acts in concert or in which these persons were involved during the relevant period of time..

6.5. Company-parent relationship and affiliated companies

The parent company COMPA prepares and publishes consolidated financial statements in accordance with the applicable accounting regulations, for the financial year ended 31.12.2020.

In this context, the parent company COMPA has control, respectively the share of its participations in the share capital of the affiliated companies is higher than 50% in the following affiliated entities.:



7. MANAGEMENT OF THE COMPANY

7.1. Board of Directors

In the Ordinary General Meeting of Shareholders of 22.04.2021, the Board of Directors was revoked and a new one was elected, at the request of significant shareholders, for a term of four years consisting of the following members:

NAME AND FIRST NAME	FUNCTION
DEAC Ioan	Administrator Chairman . / CEO
MICLEA Ioan	Administrator Vice President / CFO
MAXIM Mircea Florin	Administrator
BALTEȘ Nicolae	Administrator./ Chairman of the Audit Board
NEACȘU Vlad- Nicolae	Administrator / Audit Committee Member

BOARD MEMBERS



Ioan DEAC
Chairman & CEO



Ioan MICLEA
Vice Chairman & CFO



Mircea-Florin MAXIM
Administrator



Nicolae BALTEȘ
Administrator./ Chairman
of the Audit Board



Vlad Nicolae NEACȘU
Independent Administrator
Member of the Audit Board

Mr. Ioan DEAC - the president of the Board of Directors and **Mr. Ioan MICLEA** - vice president of the Board of Directors, also holds executive positions within COMPA, respectively General Manager (CEO) and Economic Director (CFO)

Ioan DEAC - Engineer - Bachelor's Degree in Machine Building Technology - Cluj Polytechnic Institute - Faculty of Mechanics.

Ioan MICLEA - Economist - Bachelor's Degree in Economics - Babes Bolyai University Cluj Napoca.

Mircea Florin MAXIM - Engineer - Bachelor's Degree in Economic Engineering - University of Agronomic Sciences and Veterinary Medicine Bucharest.

Nicolae BALTEȘ - Economist - Bachelor's Degree in Economics, specialization Finance-accounting - Bucharest Academy of Economic Studies, Faculty of Finance-Accounting.

Vlad Nicolae NEACȘU - Diploma in Management - Bucharest Academy of Economic Studies. management College

Lista membrilor conducerii executive a Societății și directorii pe funcțiuni:

NAME AND FIRST NAME	FUNCTION
DEAC Ioan	Chairman . / CEO
MICLEA Ioan	Vice President / CFO
FIRIZA Ioan	Director Organizational Management and HR
BĂIAȘU Dan-Nicolae	Commercial Director
ACU Florin-Ștefan	Technical Director
MUNTENAȘ Bogdan-Vasile	Logistics Director
ȚUICU Liviu-Laurențiu	Quality - Environment Director
HERBAN Dorin - Adrian	Director Management Systems and Improvement
ȚUȚUREA Mihai	Production Director
FIRIZA Sorin Ioan	Deputy Production Director
DRAGOMIR Marius C-tin	Chief Maintenance Engineer



ORGANIZATIONAL MANAGEMENT & HR	COMMERCIAL	TECHNICAL	LOGISTIC	QUALITY & ENVIRONMENT	MANAGEMENT SYSTEMS & IMPROVEMENT	FINANCE
						
Ioan FIRIZA	Dan BĂIAȘU	Florin ACU	Bogdan MUNTENAȘ	Liviu ȚUICU	Dorin HERBAN	Ioan MICLEA
Director	Director	Director	Director	Director	Director	Director

PRODUCTION	MAINTENANCE
	
Mihai TUTUREA	Sorin FIRIZA
Director	Deputy Director
	
	Marius DRAGOMIR
	Chief Engineer

7.2. Audit Committee

In accordance with the updated Law no. 31/1990, the Audit Committee comprises members who have the necessary specialized knowledge in the field of financial audit and accounting. The Audit Committee, composed of two members of the Board of Directors, provided support to COMP A's governing bodies in terms of internal control and financial reporting. The two members of the Audit Committee are: Mr. Nicolae BALTEȘ - chairman and Mr. Vlad Nicolae NEACȘU member.

8. SIGNIFICANT TRANSACTIONS

During H1 2021, the company COMP A did not carry out major transactions either with the affiliated companies within the Group of which it is part or with other companies holding participations in the share capital of the company COMP A.S.A.

Entities affiliated to COMP A S.A. Sibiu were formed over time, as a result of the need to outsource from COMP A S.A. of specific activities such as: software design, domestic and international car transport, public catering, etc., outsourcing carried out to streamline these activities as well as to benefit from some facilities granted by the state to certain activities (IT activity; transport licenses, etc.).

Most transactions, contracts with these affiliates represent the provision by COMP A (owner of special and specific facilities), utilities such as: electricity, heat, drinking water, telephone services, compressed air, space rental and equipment necessary for the activity as well as contracts for the supply of goods and services.

On the other hand, these affiliates provide to COMP A goods and services which constitute their object of activity and for which outsourcing has been imposed.

The relations took place in commercial terms of the free market, their price being agreed by negotiation, within the levels practiced on the market.

The transactions performed in the first 6 months of 2021 with the affiliated companies are highlighted in the table below:

8.1. CONTRACTS CONCLUDED BY COMP A WITH AFFILIATED ENTITIES -30.06.2021

No. contract	Data contract	Seller	Buyer	Contract object	Value realized on 30.06.2021 RON (excl VAT)	Penalties (per day)	Payment term
4	01.06.2006	COMP A SA	COMP A-IT SRL	Space rental	10,800	0.02%	60 days
1	01.06.2006	COMP A SA	COMP A-IT SRL	Fixed assets for rent	480	0.02%	60 days
-	01.01.2005	COMP A SA	COMP A-IT SRL	Supply and distribution of thermal energy	1,938	0.02%	60 days
-	01.01.2005	COMP A SA	COMP A-IT SRL	Electricity supply	3,553	0.02%	60 days
-	01.01.2005	COMP A SA	COMP A-IT SRL	Drinking and industrial water supply	1,952	0.02%	60 days
15	08.01.2007	COMP A SA	COMP A-IT SRL	Provision of telephone services	488	0.02%	60 days
-	comenzi ocazionale	COMP A SA	COMP A-IT SRL	Provision of materials and services	948	0.02%	60 days
6	01.06.2006	COMP A SA	TRANS CAS SRL	Space rental	87,000	0.02%	60 days
3	01.06.2006	COMP A SA	TRANS CAS SRL	Fixed assets for rent	60,000	0.02%	60 days
-	01.02.2005	COMP A SA	TRANS CAS SRL	Electricity supply	4,562	0.02%	60 days
-	01.02.2005	COMP A SA	TRANS CAS SRL	Supply and distribution	30,463	0.02%	60 days

No. contract	Data contract	Seller	Buyer	Contract object	Value realized on 30.06.2021 RON (excl VAT)	Penalties (per day)	Payment term
				of thermal energy			
-	01.02.2005	COMPAS SA	TRANS CAS SRL	Drinking and industrial water supply	6,045	0.02%	60 days
16	08.01.2007	COMPAS SA	TRANS CAS SRL	Provision of telephone services	4553	0.02%	60 days
7003	08.01.2007	COMPAS SA	TRANS CAS SRL	Sale of materials and finished products	12,274	0.02%	60 days
7004	08.01.2007	COMPAS SA	TRANS CAS SRL	Cardan repair, metrology, other services	3,410	0.02%	60 days
5	01.06.2006	COMPAS SA	RECASERV SRL	Space rental	0	0.02%	60 days
2	01.06.2006	COMPAS SA	RECASERV SRL	Fixed assets for rent	0	0.02%	60 days
-	01.01.2005	COMPAS SA	RECASERV SRL	Supply and distribution of thermal energy	0	0.02%	60 days
-	comenzi ocazionale	COMPAS SA	RECASERV SRL	Provision of materials and services	1,511	0.02%	60 days
32	21.12.2020	COMPAS SA	ARINI HOSPITALITY SRL	Space rental	4,413	0.02%	60 days
39A	19.01.2021	COMPAS SA	ARINI HOSPITALITY SRL	Active transfer	678146	0.02%	60 days
	ocazional	COMPAS SA	ARINI HOSPITALITY SRL	Re-invoicing expenses	0	0.02%	60 days
2011	15.11.2005	COMPAS-IT SRL	COMPAS SA	Software and maintenance services	1,208,660	0.02%	60 days
715	16.07.2009	TRANS CAS SRL	COMPAS SA	Provision of domestic and international transport services of goods and persons	7,317,401	0.02%	60 days
-	01.07.2004	RECASERV SRL	COMPAS SA	Provision of kitchen-catering services, buffet-bar. Protocol. Special food	83,252	0.02%	60 days
-	01.03.2006	RECASERV SRL	COMPAS SA	Cleaning and sorting services	451,783	0.02%	60 days

8.2. Reciprocal receivables with affiliated entities 30.06.2021

Receivables from COMPAS S.A. from	lei
TRANS C.A.S. S.R.L.	851,280
COMPAS-IT S.R.L.	3,492
RECASERV S.R.L.	0
ARINI HOSPITALITY S.R.L.	2,635
Debts to be paid by COMPAS S.A. by:	lei
TRANS C.A.S. S.R.L.	4,206,137
COMPAS-IT S.R.L.	926,538
RECASERV S.R.L.	344,547
ARINI HOSPITALITY S.R.L.	0

9. SEPARATE INTERIM FINANCIAL REPORT ON H1 2021**9.1. DECLARATION OF CONFORMITY OF THE SEPARATE INTERIM FINANCIAL STATEMENT****STATEMENT OF THE BOARD OF DIRECTORS**

in accordance with the provisions of art. 30 of the Accounting Law no. 82/1991

The separate interim financial report was prepared on 30.06.2021 for:

Entity	COMPAS S.A.
County	32 Sibiu
Registered office	Sibiu, No. 8, Henri Coandă street, Sibiu County, postal cod 550234
Registration number in the Trade Registry	J32/129/1991
Property form	34 Companies stock
Predominant activity (CAEN code and class name)	2932 - Manufacture of other parts and accessories for motor vehicles
VAT No	RO 788767

he undersigned Ioan MICLEA,

Having the quality of Economic Director, according to art. 10 paragraph (1) of the Accounting Law no. 82/1991, I assume the responsibility for the preparation of the half-yearly financial reports on 30.06.2021 and I confirm the following:

- a) The accounting policies used in preparing the half-yearly financial reports are in accordance with the applicable accounting regulations.
- b) The half-yearly financial reports provide a true and fair view of the financial position, financial performance and other information relating to the activity carried out.
- c) The legal person carries out its activity in conditions of continuity.

Vicepresident & CFO,
Ioan MICLEA

9.2. SEPARATE INTERIM FINANCIAL REPORT AT 30.06.2021

SEPARATE SITUATION OF THE FINANCIAL POSITION ON 30.06.2021

(all amounts are expressed in lei, unless otherwise specified)

	Note	30.06.2021	31.12.2020
Assets			
Fixed assets:			
Tangible fixed assets	4,1	408.706.341	417.180.412
Real estate investments	4,2	53.312.788	68.319.588
Intangible assets	5	8.904.583	8.672.020
Other receivables (Subsidies and settlements from joint operations)	6	730.215	1.224.822
Other fixed assets	7	118.459	117.439
Financial investments	20	20.715.500	1.768.450
Deferred tax receivables	10	1.151.459	1.745.106
Fixed assets - total		493.639.346	499.027.837
Current assets:			
Stocks	8	110.599.061	91.495.293
Trade and other receivables	6	159.385.084	139.114.757
Other receivables (Subsidies and settlements from joint operations)	6	1.688.607	2.193.152
Cash and cash equivalents	9	1.709.130	887.887
Current assets - total		273.381.882	233.691.089
Total Assets		767.021.228	732.718.926
Equity :			
Capital issued	11	21.882.104	21.882.104
Share capital adjustments	11	-640.770	-185.428
Reserves	11	371.958.522	374.127.963
Reserve adjustment		23.122.057	23.122.057
Reported result	11	65.886.960	65.483.604
The current result	11	17.422.664	13.919.766
Distribution of profit	11	0	-10.712.555
Equity - total		499.631.538	487.637.511
Debts			
Long debts :			
Financial debts	12	83.349.084	80.817.900
Advance income (advance income, subsidies)	13	28.046.219	29.202.849
Provisions	14	135.645	135.645
Long debts - total		111.530.949	110.156.394
Current debts:			
Financial debts	12	14.222.647	12.118.166
Trade and similar debts;	13	113.909.629	98.789.732
Debts from contracts with clients	13	8.855.569	3.408.686
Other debts	13	13.092.150	13.047.416
Current tax liabilities	10	1.562.695	894.988
Advance income (advance income, subsidies)	13	4.216.051	6.666.033
Current debts - total		155.858.741	134.925.021
Total debts		267.389.690	245.081.415
Total equity and debts		767.021.228	732.718.926

SEPARATE SITUATION OF PROFIT OR LOSS AND OTHER ELEMENTS OF OVERALL RESULT AT 30.06.2021

(all amounts are expressed in lei, unless otherwise specified)

	Nota	30.06.2021	30.06.2020
Incomei	15	368.249.013	235.513.230
Oyher Income	15	8.319.624	5.994.693
Total Income		376.568.637	241.507.923
Variation of stocks of finished products and production in progress	16	797.122	-6.035.742
Raw materials and consumables used	16	-240.212.832	-143.279.968
Expenses with employee benefits	17	-72.396.736	-52.462.489
Depreciation and amortization expenses	4,5,16	-21.384.997	-25.419.780
Services provided by third parties	16	-17.148.440	-12.219.745
Other expenses	16	-4.527.668	-4.093.574
Total expenses		-354.873.550	-243.511.297
Operating result		21.695.086	-2.003.374
Financial income	18	1.308	7.093
Financial expenses	18	-637.562	-544.354
Other financial gains / losses	18	-216.678	-1.499.927
Net financing costs		-852.933	-2.037.189
Profit before tax		20.842.153	-4.040.563
(Expenses) / Deferred income tax income	10	-734.844	-14.504
Current income tax expense	10	-2.684.645	0
Net profit for the period		17.422.664	-4.055.067
Other elements of the overall result: Of which other items of comprehensive income that will not be subsequently reclassified to profit or loss: Income tax related to other elements of the overall result	10	141.197	147.044
Other income from comprehensive income, net of tax		141.197	147.044
Total overall result for the year		17.563.861	-3.908.023
Unbound result on basic / diluted stock	19	0,08	-0,02

SEPARATE SITUATION OF CHANGES IN EQUITY FOR THE YEAR ENDED 30.06.2021

(all amounts are expressed in lei, unless otherwise specified)

Equity element	Share capital	Share capital adjustments	Legal reserves	Legal reserves adjustments	Reserve reevaluate	Other reserves	Other reserves adjustments	Reported result	Total
Balance at 01.01.2020	21.882.104	0	4.376.421	22.679.066	83.891.130	271.841.113	442.991	69.374.383	474.487.208
Profit of the year								13.919.766	13.919.766
Other elements of the overall result, of which:	0	0	0	0	0	-584.035	0	0	-584.035
Losses related to the redemption of own shares						-874.303			-874.303
Income tax related to other elements of the overall result						290.268			290.268
Profit distribution		0				14.603.334		-14.603.334	0
Balance at 31.12.2020	21.882.104	-185.428	4.376.421	22.679.066	83.891.130	285.860.412	442.991	68.690.815	487.637.511

Element al capitalului propriu	Share capital	Share capital adjustments	Legal reserves	Legal reserves adjustments	Reserve reevaluate	Other reserves	Other reserves adjustments	Reported result	Total
Balance at 01.01.2021	21.882.104	-185.428	4.376.421	22.679.066	83.891.130	285.860.412	442.991	68.690.815	487.637.511
Profit of the year								17.422.664	17.422.664
Other elements of the overall result, of which:	0	0	0	0	0	-2.169.439	0	0	-2.169.439
Losses related to the redemption of own shares						-2.310.636			-2.310.636
Income tax related to other elements of the overall result						141.197			141.197
Transactions with shareholders, registered directly in equity, of which:	0	-455.342	0	0	0	0	0	-2.803.856	-3.259.198
Repurchase of own shares		-455.342							-455.342
Profit distribution 2020 on dividends		0						-2.803.856	-2.803.856
Balance at 30.06.2021	21.882.104	-640.770	4.376.421	22.679.066	83.891.130	283.690.973	442.991	83.309.623	499.631.538

SEPARATE SITUATION OF CASH FLOWS AT 30.06.2021

(all amounts are expressed in lei, unless otherwise specified)

Explanations	30.06.2021	30.06.2020
Cash flows from operating activities:		
Profit before tax	17.422.664	-4.040.563
Depreciation and amortization expenses	21.384.997	25.419.780
(Increases) / Decreases in stocks	-19.103.768	17.948.271
(Increases) / Debt decreases	-19.272.195	65.720.983
Increases / (Debt decreases)	21.279.221	-49.568.516
Adjust other non-monetary items	-9.894.662	-1.889.472
Net cash generated from operations	11.816.257	53.590.483
Cash flows from investment activity:		
Acquisitions of tangible assets and real estate investments	-14.269.864	-54.533.505
Acquisitions of intangible assets	-723.253	-1.318.975
Net cash generated from investment activities	-14.993.117	-55.852.480
Cash flows from financial activity		
(Increases) / Decreases in bank loans	4.635.665	-2.112.286
Interest rates	-637.562	-544.354
Net cash generated from financial activity	3.998.103	-2.656.640
Net cash generated from total activity	821.243	-4.918.637
Cash and cash equivalents at the beginning of the period	887.887	6.079.821
Cash and cash equivalents at the end of the period	1.709.130	1.161.184

EXPLANATORY NOTES TO THE SEPARATE INTERIM FINANCIAL STATEMENT AT 30.06.2021

(all amounts are expressed in lei, unless otherwise specified)

1. GENERAL INFORMATION

COMP A is a joint stock company, headquartered in Sibiu. str.Henri Coandă no.8. CP 550234

1.1. Area of work

The main activity according to CANE is 2932 - Manufacture of other parts and accessories for motor vehicles and motor vehicles.

1.2. The form of ownership of the company

COMP A S.A. it has been 100% privatized since September 1999.

The company is listed on the stock exchange, the shares are traded on the Bucharest Stock Exchange since June 1997, and are currently traded on the Standard category, CMP symbol.

1.3. The company's evolution

By Government Decision no. 1296 / 13.12.1990 the company became Societatea Comercială COMP A S.A. coming from the Sibiu Auto Parts Company (I.P.A.Sibiu). I.P.A.Sibiu was founded in 1969 by the unification of two units:

Uzina Elastic and Uzina Automecanica Sibiu. Since 1991 COMPA has been organized in factories / workshops set up by product families as cost centers that over time have become profit centers in order to decentralize and facilitate the establishment of joint ventures.

2. BASICS OF PREPARATION

Declaration of conformity

The separate financial statements have been prepared in accordance with the International Financial Reporting Standards adopted by the European Union and with the Order of the Minister of Public Finance no. 2844/2016. The company adopted the reporting according to IFRS starting with the financial statements of 2012.

The principle of continuity of activity

The individual financial statements have been prepared based on the principle of business continuity, which means that the Company will be able to operate under normal conditions..

Basics of evaluation

The individual financial statements have been prepared based on historical cost, except for certain property, plant and equipment that is measured at revalued amount or fair value as explained in the accounting policies. The historical cost is generally based on the fair value of the consideration given in exchange for the assets.

Presentation currency and functional currency

The individual financial statements are presented in Romanian lei (RON), rounded to the nearest value, this being the functional currency of the Company.

Use of estimates and judgments

The preparation of individual financial statements in accordance with IFRSs adopted by the European Union involves the use of estimates by management, judgments and assumptions affecting the application of accounting policies as well as the reported value of assets, debts, income and expenses. Estimates and judgments are generally based on historical information and any other sources considered representative of the situations encountered. Actual results may differ from these estimates.

Estimates and assumptions are reviewed periodically. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in future periods if they are affected.

Changing estimates does not affect previous periods and is not a correction of an error.

Information on critical judgments in the application of the Company's accounting policies, whose effect is significant on the amounts recognized in the financial statements are included in the notes on:

Tangible and intangible assets - The useful life of tangible assets

Tangible and intangible assets are depreciated over their useful lives. The management of the Company uses professional reasoning in determining the useful life, and the evidence used to determine it includes the technical specifications of the equipment, information from the commercial contracts that the company has concluded with customers, history of products sold, market information related to the company's products and the adaptability of the equipment.

Tangible and intangible assets - Adjustments for impairment of property, plant and equipment

Intangible and tangible fixed assets are analyzed to identify whether they show indications of impairment at the date of the financial statements. If the net book value of an asset is greater than its recoverable amount, an impairment loss is recognized in order to reduce the net carrying amount of the asset to its recoverable amount. If the reasons for recognizing the impairment loss disappear in the following periods, the net book value of the asset is increased to the level of the net book value, which would have been determined if no impairment loss

had been recognized. Evidence that can cause a depreciation includes a decrease in utility for society, excessive physical wear and tear, the emergence of new production technologies.

Deferred taxes

Deferred tax assets are recognized as an asset, to the extent that it is probable that there will be a taxable profit from which the losses can be covered. The Company's management uses professional judgment in determining the amount of deferred tax assets that can be recognized as assets.

The management's decisions are based on information from the commercial contracts that the Company has concluded with the clients, forecasts related to the car market and car components.

Provisions

Provisions are recognized when the Company has a current legal or implied obligation arising from a past event, it is likely that an outflow of resources incorporating economic benefits will be required to settle the obligation and a reliable estimate of the value of the obligation may be achievable. The amount recognized as a provision is the best estimate of the expense required to settle the current obligation at the end of the reporting period.

Recoverable amount of assets

The valuation for impairment of receivables is performed individually and is based on management's best estimate of the present value of the cash flows expected to be received. The company reviews its trade and other receivables at each date of the financial position, to assess whether to record a impairment loss in the income statement. In particular, the professional judgment of management is necessary for estimating value and for coordinating future cash flows when impairment losses are determined. An impairment loss is recognized if the carrying amount of an asset or a cash-generating unit exceeds its estimated recoverable amount. These estimates are based on assumptions about several factors, and the actual results may be different, leading to future changes in adjustments.

Fair value measurement of financial instruments

When the fair value of financial assets and liabilities reflected in the statement of financial position cannot be measured on the basis of prices quoted in active markets, their fair value is measured using valuation techniques, including the updated cash flow model. The assumptions in these models are taken from available market information, but when it is not possible, reasoning is required to determine fair value. Rationale includes determining assumptions such as credit risk and volatility.

3. SIGNIFICANT ACCOUNTING POLICIES

The separate financial statements have been prepared in accordance with International Financial Reporting Standards adopted by the European Union ("EU").

The significant accounting policies applied by the Company are those presented in the Financial Statements concluded on 31.12.2020 and have not changed during the interim report

4.1. TANGIBLE FIXED ASSET

The evolution of tangible assets from January 1, 2021 to June 30, 2021 is as follow::

Explanations	Book value at la 30.06.2021	Book value at 01.01.2021
Lands	43.848.700	43.848.700
Constructions	83.171.260	86.092.732
Equipment and vehicles	237.269.831	212.928.875
Other tangible assets	488.487	516.779

Explanations	Book value at la 30.06.2021	Book value at 01.01.2021
Corporal immobilizations taking course	43.928.063	73.793.326
Total	408.706.341	417.180.412

Tangible assets representing "Tangible fixed assets in progress" are measured at historical cost.

The company has chosen for the valuation of tangible assets of land and construction nature the model of revaluation at fair value.

In the fair value hierarchy, the revaluation of the company's buildings and land at fair value is classified as level 2 data.

The valuation technique used in the fair value measurement of level 2 is the price comparison method. Prices comparable to nearby buildings and constructions are adjusted according to specific characteristics, such as the size of the property, etc. The most important entry date for this valuation method is the price per square meter.

There were no transfers between the level at which the fair value measurements are classified during 2021.

Depreciation of all property, plant and equipment is determined by the straight-line method.

The fixed assets acquired from third parties in 2021 amounted to 7,817,849 lei, and the value of those realized under own management was 4,600,312 lei.

Fixed assets decreased in 2021 through depreciation and scrapping. The scrapped fixed assets were fully depreciated and had an inventory value of 1,784,142 lei.

4.2. REAL ESTATE INVESTMENTS

The evolution of real estate investments from January 1, 2021 to June 30, 2021 is as follows:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Real estate investments	50.130.384	58.429.296
Real estate investments under construction	3.182.404	9.890.292
Total	53.312.788	68.319.588

Real estate investments are valued at fair value. A gain or loss generated by a change in the fair value of the investment property is recognized in profit or loss for the period in which it occurs.

Fixed assets "Real estate investments in progress" are valued at historical cost.

In 2021, the company ARINI HOSPITALITY SRL was established, with a 100% Compa ownership. Real estate investments in book value of 8,298,912 lei, as well as real estate investments in execution in book value of 8,052,078 lei constituted a contribution in kind to the share capital of the newly established company.

The real estate investments in progress were also diminished by sale to the newly established company. The book value of the sold real estate investments was 507,512 lei. Real estate investments increased in 2021 through acquisitions from third parties - 1,844,832 lei and through own execution - 6,971 lei.

5. INTANGIBLE ASSETS

The intangible assets held by the Company represent computer programs and software licenses and research and development expenses that have met the conditions to be capitalized.

Their evolution was as follows:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Research and development expenses	4.573.153	4.714.181
Software and software licenses	4.331.430	3.957.839
Total	8.904.583	8.672.020

Intangible assets increased in 2021 through acquisitions from third parties - 723,253 lei. Intangible assets were reduced in 2021 by depreciation.

Their depreciation is determined by the straight-line method.

6. TRADE RECEIVABLES AND OTHER RECEIVABLES

The situation of other receivables held by the Company is as follows:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Trade receivables	142.947.489	129.289.280
Advances paid to suppliers	10.960.364	6.416.008
Receivables related to staff	19.821	42.388
Receivables in connection with the consolidated state budget and the local budget	2.437.310	1.967.499
Different debtors	1.050.735	691.320
Prepayments	1.969.365	708.262
Subsidies receivable (European funds projects, subsidies for staff costs)	2.418.822	3.417.974
Total	161.803.906	142.532.731

Receivables in foreign currency are valued in lei at the official exchange rate of the NBR on 30.06.2021

The situation of the adjustments for the depreciation of customer receivables is presented as follows:

Sold la 01.01.2021	138.064
Adjustments created in H1 2021	1.486
Reverse adjustments in H1 2022	-87.428
Sold la 30.06.2021	52.122

The situation of the adjustments for the depreciation of the uncollected debtors is presented as follows::

Sold la 01.01.2021	647.331
Adjustments created in H1 2021	88.482
Reverse adjustments in H1 2022	0
Sold la 30.06.2021	735.813

The Company's commercial policy requires the recording of impairment adjustments for receivables exceeding 365 days, except for those receivables registered with partners to which the Company is also indebted, the debts registering approximately the same seniority as uncollected receivables..

7. ALTE CREANTE IMOBILIZATE

Creantele imobilizate detinute de Societate nu au inregistrat modificari fata de inceputul anului 2021.

Explanations	30.06.2021	01.01.2021
Customs guarantee for customs clearance at the headquarters	103.000	103.000
Other guarantees	15.459	14.439
Total other assets	118.459	117.439

8. STOCUR

Structura stocurilor detinute de Societate este prezentata in tabelul de mai jos:

Explanations	30.06.2021	01.01.2021
Raw materials	48.347.837	33.050.785
Packaging materials	28.232.575	25.155.961
Semi-finished parts and production in progress	24.014.110	23.703.476
Finished goods and merchandise	10.004.539	9.585.072
Total stocks	110.599.061	91.495.294

9. CASH AND CASH EQUIVALENTS

Disponibilitatile banesti si echivalentele de numerar se prezinta astfel:

Explanations	30.06.2021	01.01.2021
Conturi bancare in RON	1.526.906	596.592
Conturi bancare in valuta	166.741	281.573
Echivalente de numerar	496	171
Casa in RON	14.987	9.551
Total disponibilitati banesti si echivalente	1.709.130	887.887

The Company owns domestic and foreign currency accounts at the following banks: BRD Groupe Société Générale, BCR, RBS Bank, ING Bank, Treasury

9. PROFIT TAX

The tax for the current Company profit is determined based on the statutory profit, and adjusted for non-deductible expenses and non-taxable income at a rate of 16%.

On June 30, 2021 and June 30, 2020, the income tax consists of:

Explanations	30.06.2021	30.06.2020
Current income tax expense	-2.684.645	0
Deferred income tax expense / income	-734.844	-14.504
Total profit / income / specific tax	-3.419.489	-14.504

11 CAPITALURI PROPRII

The shareholding structure on 30.06.2021 is as follows:

Explanations	Number of Shares	% of total share capital
Deac loan	41.585.887	19,0045
Miclea loan	41.042.480	18,7562
Romanian and foreign shareholders (individuals / legal)	136.192.671	62,2393
Total number of shares	218.821.038	100,0000

The Company's shares have a nominal value of 0.1 RON / share. Since June 1997, the Company's shares are traded on the Bucharest Stock Exchange, and since July 2001 it is listed on the standard category.

The Compa's equity includes the following:

Explanations	30.06.2021	01.01.2021
Subscribed and paid-in capital	21.882.104	21.882.104
Own actions	-640.770	-185.428
Losses related to the redemption of own shares	-3.184.939	-874.303
Revaluation reserves	83.891.130	83.891.130
Legal reserves	4.376.421	4.376.421
Adjustment of legal reserves	22.679.066	22.679.066
Other non-distributable reserves - redemption of own shares	3.890.000	3.890.000
Other reservations	288.631.704	288.631.704
Adjust other reserves	442.991	442.991
Current and deferred income tax recognized on account of equity	-5.645.792	-5.786.989
Retained earnings representing the surplus realized from revaluation reserves	57.804.936	57.804.936
Reported result	0	0
Deferred income from the first adoption of IAS, less IAS 29	29.144	29.144
Retained earnings from the transition to IFRS, less IAS 29	8.611.538	8.611.538
Deferred income from changes in accounting policies	89.693	89.693
Reported result from the correction of accounting errors	0	-403.355
Deferred income from the first adoption of IAS 29	-648.352	-648.352
Profit this year	17.422.664	13.919.766
Distribution of profit	0	-10.712.555
Total equity	499.631.538	487.637.511

On 27.04.2020, the GMS approved a plan for the redemption of its own shares in the amount of 3,890,000 lei. The maximum pecuniary value allocated to the program: 3,890,000 lei, excluding brokerage commissions and other acquisition costs.

The payment of the repurchased shares will be made, according to the provisions of art.1031 of law 31/1990, from the distributable profit of the Group, entered in the financial statement for 2019. Duration of the program: 18 months from the date of publication of the decision in the Official Gazette of Romania part IV.

Purpose: The shares will be redeemed for free distribution to the members of the Group's management. Until 30.06.2021, 6,407,697 shares were redeemed, as follows::

- nominal value of redeemed shares: 640,769.70 lei
- total redemption value of shares: 3,825,709.95 lei, resulting:
- loss related to the redemption of own shares in the amount of 3,184,940.25 lei

12. FINANCIAL DEBTS

Long-term and short-term financial debts are as follows:

		EUR	
Institutie de credit	Tip imprumut	30.06.2021	01.01.2021
BRD GROUP SOCIETE GENERALE-ROMANIA	Credit line for production	2.472.809	1.745.991
BRD GROUP SOCIETE GENERALE-ROMANIA	Investment credit	7.161.823	7.500.000
ING BANK-SIBIU	Credit line for production	3.274.558	2.339.742
ING BANK-SIBIU	Investment credit	6.895.492	7.500.000
Total financial debts		19.804.683	19.085.733

		LEI	
Institutie de credit	Tip imprumut	30.06.2021	01.01.2021
BRD GROUP SOCIETE GENERALE-ROMANIA	Credit line for production	12.182.791	8.501.927
BRD GROUP SOCIETE GENERALE-ROMANIA	Investment credit	35.284.152	36.520.500
ING BANK-SIBIU	Credit line for production	16.132.767	11.393.139
ING BANK-SIBIU	Investment credit	33.972.023	36.520.500
Total financial debts		97.571.731	92.936.066

The financial debts in foreign currency are valued in lei at the official exchange rate of the BNR from 30.06.2021.

13. COMMERCIAL AND OTHER DEBTS

Explanations	30.06.2021	01.01.2021
Suppliers	113.105.790	98.637.142
Advances received from customers	803.840	152.590
Debts from contracts with clients	8.855.569	3.408.686

Explanations	30.06.2021	01.01.2021
Debts related to staff	6.808.534	5.336.914
Debts to the general consolidated state budget and the local budget	5.503.506	7.446.794
Current income tax liabilities	1.562.695	894.988
Dividends Payment	289.217	0
Various creditors	490.892	263.708
Advance income	1.128.514	2.043.773
Subsidies for investments from AMPOSDRU and AMPOSCEE contracts	31.100.925	33.783.636
Inventory surpluses of the nature of fixed assets	32.832	41.473
Total trade and other payables	169.682.314	152.009.704

Debts in foreign currency are valued in lei at the official exchange rate of the NBR on 30.06.2021

14. PROVISIONS

In 2021, the company did not constitute an additional provision for guarantees granted to customers and for employee benefits, considering that there were no changes compared to the existing situation on 01.01.2021.

15. VENITURI SI SEGMENTE DE ACTIVITATE

Compa revenues structure is as follows:

Explanations	30.06.2021	30.06.2020
Total turnover, of which:	368.249.013	235.513.230
Revenues from sales of finished products	359.150.001	229.083.835
Revenues from services	1.314.937	1.255.521
Income from sale of goods	6.565.176	4.083.143
Income from other activities (rent, sales of materials, waste, semi-finished products, packaging)	528.466	515.579
Revenues from subsidies related to turnover (projects and partnership contracts for AMPOSDRU projects)	690.433	575.152
Other operating income	8.319.624	5.994.693
Total operating income	376.568.637	241.507.923

Other operating income consists of::

Explanations	30.06.2021	30.06.2020
Income from the production of fixed assets	4.607.184	3.457.139
Income from investment grants (projects and partnership contracts for AMPOSDRU and AMPOSCEE projects)	2.655.102	2.339.249
Other operating revenues	1.057.338	198.305
Total - Other operating income	8.319.624	5.994.693

Segments of activity

The Compa's management regularly evaluates its activity in order to identify the activity segments for which information must be reported separately.

The group operates in Romania. The income of the Group presented above is entirely attributed to the country of residence.

Fixed assets, other than financial instruments, deferred tax receivables, post-employment benefits receivables and rights resulting from insurance contracts are located in Romania in their entirety. The Group does not have such fixed assets located in other countries.

16. EXPENDITURE ACCORDING TO DESTINATION

The operating expenses depending on their destination, made in the first 6 months of 2021 and 2020 are presented in the table below:

Explanations	30.06.2021	30.06.2020
Material expenses	227.081.659	131.633.888
Stock differences	-797.122	6.035.742
Energy and water expenses	13.131.172	11.646.079
Expenses with employee benefits	72.396.736	52.462.489
Value adjustments on fixed assets	21.382.920	25.755.004
Value adjustments on current assets	2.077	-335.224
Expenses with services provided by third parties	17.148.440	12.219.745
Expenses with other taxes, fees and similar payments	2.218.108	2.019.834
Other operating expenses	2.309.560	2.073.740
Total operating expenses	354.873.550	243.511.297

17. EXPENSES WITH EMPLOYEE BENEFITS

Employee benefit expenses include salaries, allowances and social security contributions. Short-term benefits are recognized as an expense as the services are provided.

Explanations	30.06.2021	30.06.2020
Salaries and allowances	70.984.440	59.707.239
Government subsidies for employee spending	0	-8.397.372
Expenses with insurance and social protection	1.412.296	1.152.622
TOTAL	72.396.736	52.462.489

In the context of the COVID-19 pandemic, in H1 2020 Compa benefited from the subsidy granted by the government to cover the expenses with the technical unemployment indemnity paid to its employees. This subsidy was in the amount of 7,023,348 lei. In June 2020, for the employees whose contracts were reactivated, Compa fulfilled the conditions for requesting the subsidy representing 41.5% of the basic salaries corresponding to the hours provided for these employees. The value of the subsidy was 1,374,024 lei.

In 2021, the company no longer benefited from facilities to cover salary expenses.

18. PIERDERI (CASTIGURI) FINANCIARE

The structure of financial losses (gains) is presented below:

Explanations	30.06.2021	30.06.2020
Earnings from exchange rate differences related to monetary items expressed in foreign currency	-1.439.384	-1.370.996
Interest losses	-636.255	-537.262
Other financial gains	1.222.706	-128.931
Total losses / gains	-852.933	-2.037.189

19. EARNINGS PER SHARE (EPS)

The calculation of earnings per share for H1 2021 and H1 2020 can be summarized as follows:

Explanations	30.06.2021	30.06.2020
Number of shares at the beginning of the year	218.821.038	218.821.038
Shares issued during the year	0	0
Number of shares at the end of the period	218.821.038	218.821.038
Net profit	17.422.664	-4.055.067
Earnings per share (RON per share) Basic / diluted:	0,0796	-0,0185

20. PARTI AFILIATE

The affiliated entities of COMPA SA are the following:

Affiliated parties	% hold	Holding value	Object of activity
COMPA IT SRL	100,00	200,000	Custom software development activities
TRANS CAS SRL	99,00	742,500	Road transport of goods
RECASERV SRL	70,00	70,000	Event catering activities
ARINI HOSPITALITY SRL	100,00	19,703,000	Hotels and other similar accommodation facilities

The company ARINI HOSPITALITY SRL was founded in January 2021, which will carry out hotel activity, as a result of the development of the construction project of the Ibis-Mercure hotel complex.

The transactions carried out with the companies in which COMPA holds participations were the following (the amounts include VAT):

Explanations	30.06.2021		30.06.2020	
	Purchases of goods and service	Sales of goods and services	Purchases of goods and service	Sales of goods and services
TRANS C.A.S S.R.L.	8.707.707	245.724	5.503.767	254.886
COMPA IT S.R.L.	1.438.305	23.613	1.288.175	21.893
RECASERV S.R.L.	629.114	1.511	533.034	28.306
ARINI HOSPITALITY SRL	0	812.245	0	0

The mutual debts and receivables registered on 30.06.2021 and 30.06.2020 are the following:

Receivables receivable from COMPA SA from:

Explanations	30.06.2021	30.06.2020
TRANS C.A.S S.R.L.	851.280	157.742
COMPAS IT S.R.L.	3.492	3.191
RECASERV S.R.L.	0	16.819

Debts to be paid by COMPAS SA to:

	Explanations	30.06.2021	30.06.2020
Company	TRANS C.A.S S.R.L.	4.206.137	3.364.835
	COMPAS IT S.R.L.	926.538	806.028
	RECASERV S.R.L.	344.547	397.650
	ARINI HOSPITALITY SRL	0	0

Management List of company administrators

NAME	FUNCTION
DEAC Ioan	Chairman & CEO
MICLEA Ioan	Vice president / CFO
MAXIM Mircea Florin	Administrator
BALTEȘ Nicolae	Chairman of the Audit Committee
NEACȘU Vlad- Nicolae	Member of the Audit Committee

Lista membrilor conducerii executive a Societății și directorii pe funcțiuni

NAME	FUNCTION
DEAC Ioan	Președintele CA / Director General
MICLEA Ioan	Vice președintele CA / Director Economic
FIRIZA Ioan	Director Management organizațional și RU
BĂIAȘU Dan-Nicolae	Director Comercial
ACU Florin-Ștefan	Director Tehnic
MUNTENAS Bogdan-Vasile	Director Logistică
ȚUCU Liviu-Laurențiu	Director Calitate – Mediu
HERBAN Dorin - Adrian	Director Sisteme de management și îmbunătățire
ȚUȚUREA Mihai	Director Coordonator Producție
FIRIZA Sorin Ioan	Director Adj.Producție
DRAGOMIR Marius C-tin	Inginer Șef Mentenanță

On behalf of the Board of Directors,

Chairman & CEO,
Ioan DEAC

Vice president / CFO.
Ioan MICLEA

CONSOLIDATED REPORT H1 - 2021



compa
beyond expectations

compa  it



TRANS C.A.S.
SRL SIBIU



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1. INTRODUCTION

1.1. LEGAL FRAMEWORK, PURPOSE AND NECESSITY OF PREPARATION OF FINANCIAL STATEMENT

COMP A S.A. Sibiu, whose SHARES are admitted to trading on the regulated market of the Bucharest Stock Exchange, applies the International Financial Reporting Standards (IFRS) starting with 2012.

In accordance with the accounting regulations in accordance with the 7th Directive of the European Economic Community, COMP A S.A. Sibiu (parent company) meets the conditions according to point 12. Based on point 3 of these regulations, the consolidated annual financial statements have been prepared.

The set of accounting registration rules of the economic-financial operations for the preparation, approval and statutory audit of the consolidated annual financial statements of the companies are provided in the "Accounting regulations compliant with IFRS" approved by OMFP 2844/2018.

All these normative acts constituted the necessary legal basis for the elaboration of the consolidated financial statements of the Group

The consolidated objective of the COMP A Group has as main objective the information of the investors and business partners of the parent company, as well as of the affiliated companies.

1.2. METHODS OF CONSOLIDATION APPLIED

According to the legal regulations, the preparation of the consolidated financial statements is carried out by the entity hereinafter referred to as the parent company, which holds participation titles in another entity, called the subsidiary or affiliated company.

In this context, the company COMP A S.A. Sibiu in its capacity as parent company has control, respectively the share of its participations in the share capital of the affiliated companies is higher than 50% in the following affiliated entities.:

COMP A I.T. S.R.L.	100,00 %
TRANS C.A.S. S.R.L.	99,00 %
RECA SERV S.R.L.	70,00 %
ARINI HOSPITALITY SRL	100,00 %

COMP A S.A. Sibiu, the parent company, exercises an effective power, having a dominant influence, respectively it has control over the Group companies. Given the accounting regulations as well as the existing recommendations in this field, the consolidation method used with these companies is the "Global Integration Method".



2. BRIEF HISTORY

This chapter was presented in detail in the separate report for H1 2021, but we consider it necessary and appropriate that certain episodes in the history of the parent company be highlighted in the consolidated H1 2021 Report.

1886 - The Jozsef Datky blacksmith's workshop is officially certified, where lamellar springs were produced for the carriages of the time but also for some parts and tools obtained by forging.

The workshop was developed so that the products made in this family business were found at international exhibitions in the Austro-Hungarian Empire (Vienna and Budapest).

1948 - It is the year in which private companies, such as the predecessor Uzina Elastic, profiled at that time in the manufacture of sheet springs, helical springs wrapped hot or cold, were nationalized as a result of the installation in Romania of the communist regime..

1969 - The Automobile Parts Enterprise (IPAS) is established, by merging two large companies, which operated in Sibiu that year, respectively:

- Sibiu Automecanica Plant, which in turn had an impressive history, from an arsenal of Artillery, which ensures the repair and manufacture of weapons necessary for the defense of the Sibiu Fortress, to the construction of car equipment with advanced technology at the time of merger;
- Elastic Sibiu Plant, with a craft tradition since the founding of the Datky Workshop, which it has permanently developed, making at the time of merging a varied and diversified range of lamellar springs for the manufacture of vehicles made in Romania and a wide range of springs helical, hot and cold wrapped, intended for the entire rolling stock industry (locomotives, wagons), of the machine building industry from all over Romania.

1991 - The Automobile Parts Enterprise (IPAS) is transformed into S.C.COMPA S.A.Sibiu, as a result of the political and economic framework created by the transition of Romania from a communist totalitarian state to a state with a market economy.

1999 - It is the year of the privatization of the parent company, S.C.COMPA S.A. by purchasing the majority stake of the State Property Fund (FPS). This historical stage ensures the premises for the development in conditions of competitiveness and profitability of the company, for the development of business partnerships with representative companies from the world industry, on the principles of equality and competence, of fair competition.

2000 - The foundations are laid for the establishment of the COMPA Group by transforming the IT Service, which operated within the parent company with the activity of software design and internal network administration, into a separate company, S.C.Compa IT S.R.L., with full capital COMPA. As a result of the establishment of this company in an economic unit with predominant activity in information technology (IT), the premises for the development of this sector of activity were created both for the realization of an integrated IT system of COMPA but also for software for other companies in outside the Compa Group.

2001 - The second affiliated company S.C.TRANS C.A.S. S.R.L. Sibiu, a limited liability company, with a predominant COMPA contribution, resulted from the transformation of the existing Transport Base within the parent company, into a separate company specialized in domestic and international road transport. By setting up this company specialized strictly in the transport activity, the conditions for its development were created, which provide transport services, not only for the parent company, but also for other companies in Romania and in Europe.

The company has developed a lot since its establishment, investing in the acquisition of mainly heavy trucks (TIR) used for transporting raw materials and materials from suppliers and transporting finished products, both for COMPA and for various companies in Romania but more resembles companies in Europe.



2004 - The third affiliated company is established, respectively RECASERV S.R.L., by transforming the activity of the COMPA canteen into a separate company in which the COMPA company holds the control position, being the majority associate.

2021 - The fourth affiliated company is established, respectively ARINI HOSPITALITY S.R.L., which will carry out hotel activity, by building the Ibis-Mercure hotel complex..

3. INFORMATION REGARDING THE ENTITIES WITHIN THE GROUP

3.1. COMPA S.A. parent - Company

Social headquarters	No.8, Henri Coandă Street, Sibiu	
Registration no. in the Trade Register	J32/129/1991,	
Fiscal Code (VAT Code)	RO 788767	
The main activity	2932 - Manufacture of other parts and accessories for motor vehicles	
Share capital (RON)	21.882.103,8	
Board of Directors	Deac Ioan	- Chairman & CEO
	Miclea Ioan -	- Vice president & CFO
	Maxim Mircea Florin	- Administrator
	Baltes Nicolae	- Audit committee President/ administrator
	Neacșu Vlad Nicolae	- Audit committee member/ administrator

Form of ownership: COMPA S.A. is a company with 100% private capital. It was privatized in September 1999, by buying the majority stake in the Compa Sibiu Employees Association (PAS), which became the company's main shareholder.

In 2018, the Compa Sibiu Employees Association (PAS) was dissolved, the shares being transferred to the members of the association, depending on the number of shares held and purchased by each.

As presented in detail in the Individual **Annual Report 2020**, the parent company is organized on Profit Centers, integrated units without legal personality with a decentralized activity, structured to make products for a single customer or to make similar products for several customers, such as: Forging, Heat treatment, Galvanization, Pressed - stamped parts, mechanical - welded subassemblies.

The financial investments of the parent company COMPA, which consist of participation titles and shares, in the other 3 affiliated companies, as follows:

COMPAS holds titles / equity shares :	Social headquarters	The value of titles held by COMPA	% ownership
COMPAS I.T. S.R.L.	Sibiu, 8 Henri Coandă, Sibiu county	200,000	100.00
TRANS .C.A.S. S.R.L.	Sibiu, 12 Henri Coandă Sibiu county	1,498,450	99.00
RECASERV S.R.L.	Sibiu, 51 Henri Coandă Sibiu county	70,000	70.00
ARINI HOSPITALITY S.R.L.	Sibiu, 8 Henri Coandă, Sibiu county	19.703.000	100.00
TOTAL		20,715,500	

The management of the parent company COMPA, as well as of the entire Compa Group is ensured by the Board of Directors elected by the Ordinary General Meeting of Shareholders, for a period of 4 years.



3.2. COMPA I.T. S.R.L Company

The purpose of the establishment was to design and implement an integrated IT system for the parent company, to the existing international standards and to ensure the requirements imposed by the organization of profit centers of the company COMPA, as well as to ensure a computer network of computers extended throughout the company COMPA.

By implementing the integrated system in the parent company, COMPA-IT ensures the operation of this system at higher parameters, prepares reports and presents the new facilities of the system in order to capitalize at the highest possible level of opportunities that this very complex system can offer. competitive.

Social headquarters	Sibiu, No.8, Henri Coandă Streed, Sibiu County
Recording no. in the Trade Register	J32/17/2001,
Fiscal Code (VAT)	CUI 13656016
The main activity	6201 - Computer programming activities
Share capital (RON)	200,000
Sole shareholder	COMPA S.A
Administrator	Acu Florin-Ştefan

3.3. TRANS CAS S.R.L. . Company

The reason for setting up the company was to outsource the car transport activity initially existing within the COMPA company, in order to expand and develop this activity different from the activity profile of the COMPA company.

TRANS C.A.S. S.R.L. currently owns a number of over 60 vehicles, of which a significant share is held by Mercedes-type trailer trucks, with a capacity of over 20 tons payload, intended for the transport of materials and finished products for both COMPA and other customers.

The overwhelming share of TRANS C.A.S. it is owned by international freight transport in almost all of Europe.

Sediul social	Sibiu, Str.Henri Coandă Nr.12
Nr.înregistrare în Registrul Comerţului	J32/633/2002
Cod Unic de înregistrare	CUI 14836511
Obiectul principal de activitate	4941 "Transporturi rutiere de mărfuri"
Capital social, din care:	1.500.000 lei
Aţionari: COMPA S.A.Sibiu	1.498.450 lei
Maxim Mircea Florin şi Mihăilă Daniela	1.550 lei
Administrator	Maxim Mircea Florin

In June 2021, according to the Decision of the Extraordinary General Meeting of Shareholders of Compa SA from 12.11.2020, as well as the Decision of the Extraordinary General Meeting of Trans-Cas SRL Associates of 12.01.2021, the share capital of Trans-CAS SRL was decreased from 1,500,000 lei , at 750,000 lei.

The holding of Compa SA in the share capital of this affiliated company decreased from 1,498,450 to 742,500 lei.

The value of 755,950 lei, representing the share held by Compa from the decrease of the share capital will be returned to Compa by Trans-CAS in the next period.



3.4. RECASERV S.R.L. Company

The purpose of setting up the company was to outsource from the parent company COMPA S.A. of some activities different from its main activity profile, activities such as: public catering made through the canteen and the micro-canteens that operate inside the COMPA company.

By establishing RECASERV S.R.L. the conditions for the development of this activity were ensured by supplementing with secondary services: catering and cleaning services.

Social headquarters	Sibiu, 51 Henri Coandă Street Sibiu County
Recording no. in the Trade Register	J32/704/2004
Fiscal Code (VAT Code)	CUI 164408228
The main activity	5629 Other food service activities
Share capital, of which:	100.000 RON
Shareholders: COMPA S.A.Sibiu	70%
Boroş Daniela (individual person)	30%
Administrator	BOROŞ Daniela

3.5. ARINI HOSPITALITY S.R.L. Cinoany

The purpose of setting up the company was to outsource from the parent company COMPA S.A. of activities different from its main activity profile, activities such as: Hotels and other similar accommodation facilities.

Social headquarters	Sibiu. Str.Henri Coandă Nr.8
Recording no. in the Trade Register	J32/77/2021
Fiscal Code (VAT Code)	CUI 43581594
The main activity	5510 Hoteluri şi alte facilităţi de cazare similare
Share capital (RON)	19.703.000 lei
Sole shareholder	100%
Administrator	Băiaşu Dan-Nicolae

4. EVENTS IN THE GROUP'S ACTIVITY IN SEM.1 202

19.01.2021 – is registered at the Trade Register the company ARINI HOSPITALITY SRL, in which the company COMPA SA is the sole partner.

11.06.2021 – is registered at the Trade Register The constitutive act updated at the affiliated company TRAN-CAS SRL, registering the decrease of its share capital from 1,500,000 lei to 750,000 in accordance with the decision of the Extraordinary General Meeting of Shareholders of Compa SA from 12.11.2020 and the decision. Extraordinary Meeting of Trans-CAS SRL Associates from 12.01.2021



5. INTRA - GROUP TRANSACTIONS

Companies in which it holds securities	30.06.2021		30.06.2020	
	Purchases of goods and service	Sales of goods and services	Purchases of goods and service	Sales of goods and services
TRANSCAS S.R.L.	8,707,707	245,724	5,503,767	254,886
COMPA IT S.R.L.	1,438,305	23,613	1,288,175	21,893
RECASERV S.R.L.	629,114	1,511	533,034	28,306
ARINI HOSPITALITY R.R.L.	0	812,245	0	0

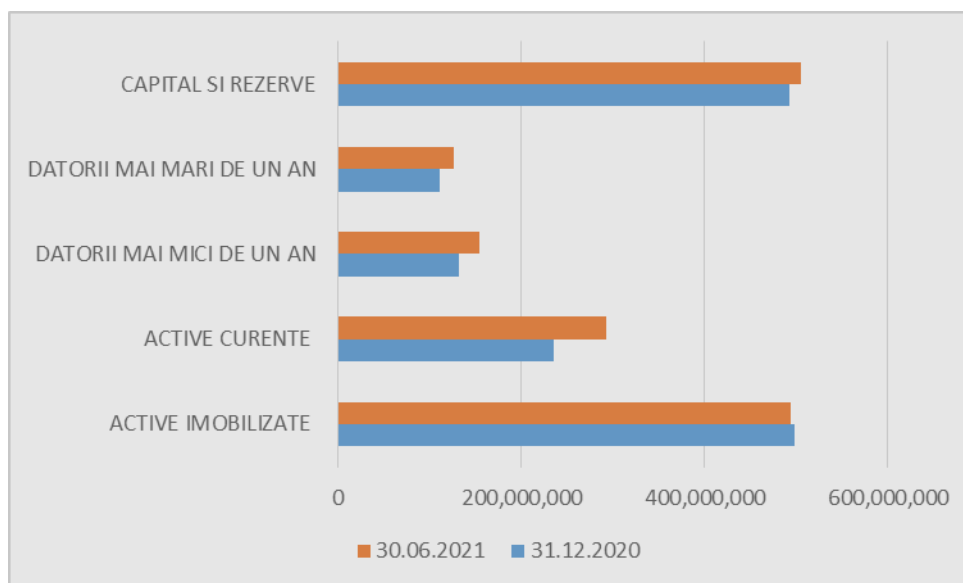
The relations took place in commercial terms of the free market, their price being agreed by negotiation, within the levels practiced on the market..

6. FINANCIAL AND ACCOUNTING SITUATION OF THE GROUP

6.1.. The main balance sheet items

The main balance sheet elements and their evolution in the first half of 2021, compared to 31.12.2020, are presented below:

Indicator	31.12.2020	30.06.2021
FIXED ASSETS	498,646,738	493,205,048
CURRENT ASSETS	235,719,119	291,769,395
DEBTS LESS THAN ONE YEAR	131,068,513	153,381,572
DEBTS OVER A YEAR	110,328,247	126,555,839
CAPITAL AND RESERVES	492,969,097	505,037,032

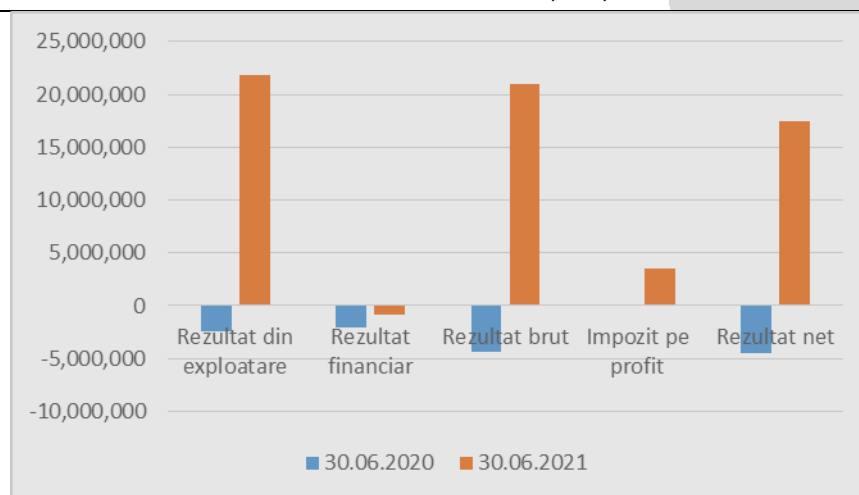




6.2. Statement of income and expenditure

The situation of income and expenses on 30.06.2021 compared to the same period last year is as follows:

Indicator	30.06.2020	30.06.2021
Operating result	-2,370,273	21,805,361
Financial result	-2,042,663	-846,867
Gross result	-4,412,936	20,958,494
Tax	32,091	3,467,250
Net result	-4,445,027	17,491,244



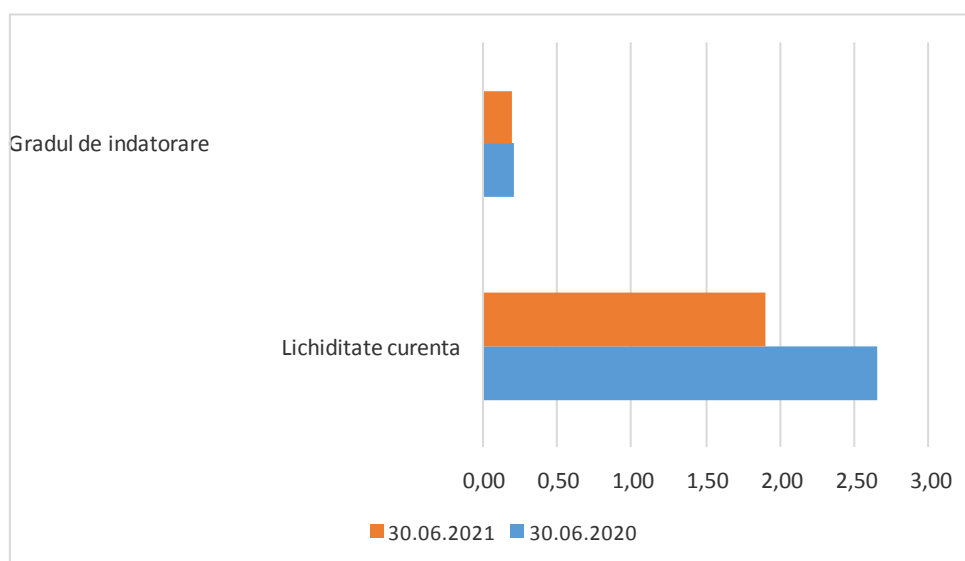
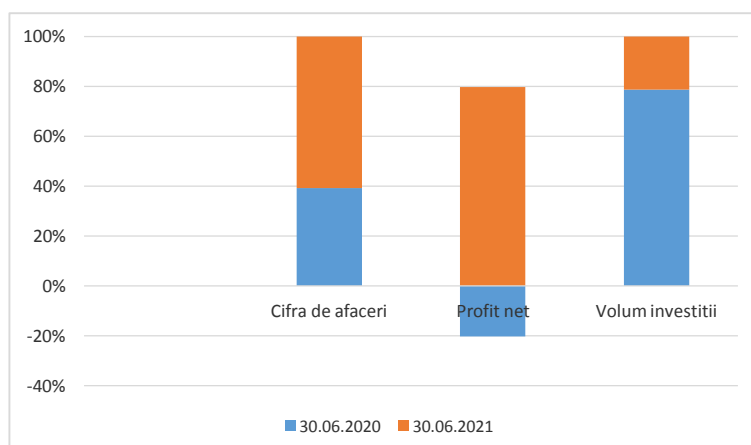
6.3. Cash flow statement

The statement of cash flows is summarized below

Indicator	30.06.2020	30.06.2021
Net cash generated from operations	52,672,438	14,253,825
Net cash generated from investment activities	-55,852,480	-15,162,813
Net cash generated from financial activity	-2,868,734	3,656,387
Net cash flow	-6,048,776	2,747,399
Cash at the beginning of the period	8,961,682	2,250,970
Cash at the end of the period	2,912,906	4,998,369

6.4. The main economic-financial indicators of the Compa Group

Indicator	30.06.2020	30.06.2021
Turnover	236,968,445	369,996,664
Net profit	-4,445,027	17,491,244
Investment volume	55,852,480	15,162,813
Current liquidity	2.66	1.90
Degree of indebtedness	0.21	0.20



6.5. Comparison of the main group indicators - parent company

INDICATORS	COMPA-06.2020	Grup-06.2020	COMPA-06.2021	Grup-06.2021
Fixed assets	489,526,763	489,498,855	493,639,346	493,205,048
Current assets	175,643,343	178,267,358	273,381,882	291,769,395
Equity	470,579,185	475,414,461	499,631,538	505,037,032
Long-term debt	125,104,313	125,325,748	111,530,949	126,555,839
Current debts	69,486,608	67,026,004	155,858,741	153,381,572
Operating result	-2,003,374	-2,370,273	21,695,086	21,805,361
The financial result	-2,037,189	-2,042,663	-852,933	-846,867
Gross profit	-4,040,563	-4,412,936	20,842,153	20,958,494
Income tax expense	14,504	32,091	3,419,489	3,467,250
Net profit for the period	-4,055,067	-4,445,027	17,422,664	17,491,244



7. CONSOLIDATED INTERIM FINANCIAL REPORT ON 30.06.2021

7.1. STATEMENT OF CONFORMITY OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENT

STATEMENT

in accordance with the provisions of art. 30 of the Accounting Law no. 82/1991

The consolidated half-yearly financial reports were prepared on 30.06.2021 for::

Entity: COMPA S.A.

County: 32 Sibiu

Address: Sibiu locality, Henri Coandă street, no. 8, CP 550234

Trade register number: J 32/129/1991

Form of ownership: 34 Joint stock companies

Predominant activity

(code and name CAEN class): 2932 - Manufacture of other parts and accessories for motor vehicles and their engines

Registration Number: RO788767

The undersigned loan MICLEA,

Having the quality of Economic Director, according to art.10 paragraph (1) of the Accounting Law no.82 / 1991, I assume the responsibility for the preparation of the consolidated half-yearly financial reports on 30.06.2021 and I confirm the following:

- a) The accounting policies used in preparing the half-yearly financial reports are in accordance with the applicable accounting regulations.
- b) The half-yearly financial reports provide a true and fair view of the financial position, financial performance and other information relating to the activity carried out.
- c) The legal person carries out its activity in conditions of continuity.

Vice-Chairman / CFO,

Ioan MICLEA



7.2. RAPORT FINANCIAR INTERIMAR CONSOLIDAT LA 30.06.2021

Consolidated statement of financial position for - 30.06.2021

(all amounts are expressed in RON, unless otherwise specified)

	Nota	30.06.2021	31.12.2020
Fixed assets			
Tangible fixed assets	4.1.	430.901.140	420.652.107
Intangible assets	4.2.	9.075.092	8.672.020
Real estate investments	5	51.235.588	66.242.388
Other receivables (Subsidies and settlements from joint operations)	6	730.215	1.224.822
Other fixed assets	7	123.112	121.233
Deferred tax receivables	11	1.139.901	1.734.168
Fixed assets- total		493.205.048	498.646.738
Current assets:			
Stocks	8	110.752.494	91.644.187
Trade and other receivables	6	159.434.656	139.630.810
Other receivables (Subsidies and settlements from joint operations)	6	16.583.876	2.193.152
Cash and cash equivalents	9	4.998.369	2.250.970
Current assets - total		291.769.395	235.719.119
Total assets		784.974.443	734.365.856
Equity:			
Capital issued	11	21.882.104	21.882.104
Share capital adjustments	11	-705.680	-250.338
reserves	11	375.954.921	367.435.461
Reserve adjustment	11	23.150.986	23.151.094
Reported result	11	67.058.409	66.530.853
Current result	11	17.490.675	14.060.074
Minority interests	11	205.617	159.849
Equity - total		505.037.032	492.969.097
Long-term debts:			
Datorii financiare	12	83.478.706	80.989.753
Venituri in avans (venituri in avans, subventii)	13	42.941.488	29.202.849
Provizioane	14	135.645	135.645
Long-term debts - total		126.555.839	110.328.247
Current debts:			
Financial debts	12	14.318.319	12.506.659
Trade and similar debts;	13	109.992.303	93.954.615
Other debts	13	14.414.667	13.610.672
Debts from contracts with clients	13	8.855.569	3.408.686
Current tax liabilities	10	1.584.663	921.847
Advance income (advance income, subsidies)	13	4.216.051	6.666.033
Current debts - total		153.381.572	131.068.513
Totaldebts		279.937.411	241.396.759
Total capitaluri proprii si datorii		784.974.443	734.365.856


Consolidated statement of profit or loss and other comprehensive income - 30.06.2021

(all amounts are expressed in RON, unless otherwise specified)

	Nota	30.06.2021	30.06.2020
Income	15	369.996.664	236.968.445
Other incomes	15	7.693.798	6.044.096
Total income		377.690.462	243.012.541
Variation of stocks of finished products and production in progress	16	797.720	-6.008.006
Raw materials and consumables used	16	-242.337.810	-144.884.786
Expenses with employee benefits	17	-75.156.423	-54.910.296
Depreciation and amortization expenses	4.1;4.2;5,16	-21.662.249	-25.854.668
Services provided by third parties	16	-13.538.623	-9.532.288
Other expenses	16	-3.987.716	-4.192.771
Total expenses		-355.885.100	-245.382.814
Operating result		21.805.361	-2.370.273
Financial income	18	1.318	7.097
Financial expenses	18	-644.226	-559.157
Other financial gains / losses	18	-203.958	-1.490.602
Net financing costs		-846.867	-2.042.663
Profit before tax		20.958.494	-4.412.936
(Expenses) / Deferred income tax income	10	-734.844	-14.504
Current income tax expense	10	-2.732.406	-17.587
Net profit for the period, of which:		17.491.244	-4.445.027
Attributable to non-controlling interests		-1.119	-13.706
Attributable to the mother society		17.492.363	-4.431.321
Other elements of the overall result:			
of which, other items of comprehensive income that will not be subsequently reclassified to profit or loss:	10	140.577	143.482
Other income from comprehensive income, net of tax		140.577	143.482
Total overall result for the year, of which:		17.631.821	-4.301.545
Attributable to non-controlling interests	20	-1.120	-13.709
Attributable to the mother society	20	17.632.941	-4.287.836
Consolidated result per basic / diluted share		0,08	-0,02

RAPORT CONSOLIDAT S1 – 2021

Consolidated statement of changes in share capital for the year ended at 30.06.2021

(all amounts are expressed in RON, unless otherwise specified)

Equity element	Share capital	Adjustments of share capital	Losses related to treasury shares	Legal reserves	Adjustments to legal reserves	Revaluation reserves	Other reserves	Adjustments to other reserves	Retained earnings	Totally attributable to the company's shareholders	II Things that do not control	Total
Balance at 01.01.2020	21.882.104	-64.910	-45.961	4.949.124	22.679.066	83.891.130	275.313.947	472.028	70.443.869	479.520.397	192.048	479.712.445
Profit of the year									14.060.074	14.060.074	-32.197	14.027.877
Other elements of the overall result, of which:	0	0	0	0	0	0	288.506	0	0	288.506		288.506
Transactions with shareholders, registered directly in equity, of which:	0	-185.428	-874.303	11.005	0	0	3.902.013	0	-3.913.016	-1.059.729	-2	-1.059.731
Repurchase of own shares		-185.428							0	-185.428		-185.428
Losses related to own shares			-874.303							-874.303		-874.303
Profit distribution				11.005			3.902.013		-3.913.016	2	-2	0
Balance at 31.12.2020	21.882.104	-250.338	-920.264	4.960.129	22.679.066	83.891.130	279.504.466	472.028	80.590.927	492.809.248	159.849	492.969.097

Equity element	Share capital	Adjustments of share capital	Losses related to treasury shares	Legal reserves	Adjustments to legal reserves	Revaluation reserves	Other reserves	Adjustments to other reserves	Retained earnings	Totally attributable to the company's shareholders	II Things that do not control	Total
Balance at 01.01.2021	21.882.104	-250.338	-920.264	4.960.129	22.679.066	83.891.130	279.504.466	472.028	80.590.927	492.809.248	159.849	492.969.097
Profit of the year									17.490.675	17.490.675	-1.119	17.489.556
Other elements of the overall result, of	0	0	-	0	0	0	0	0	0	-2.310.636		-2.310.636

CONSOLIDATED REPORT H1 – 2021



Equity element	Share capital	Adjustments of share capital	Losses related to treasury shares	Legal reserves	Adjustments to legal reserves	Revaluation reserves	Other reserves	Adjustments to other reserves	Retained earnings	Totally attributable to the company's shareholders	II Things that do not control	Total
which:												
Losses related to the redemption of own shares			- 2.310.636					0		0		0
Transactions with shareholders, registered directly in equity, of which:	0	-455.342	0	1.224	0	0	10.828.872	-108	-13.532.518	-3.157.872	45.768	-3.112.104
Repurchase of own shares		-455.342							0	-455.342		-455.342
Transfer reserves to the result								-108		-108		-108
Profit distribution				1.224			10.828.872		-13.532.518	-2.702.422	45.768	-2.656.654
Balance at 30.06.2021	21.882.104	-705.680	- 3.230.900	4.961.353	22.679.066	83.891.130	290.333.338	471.920	84.549.084	504.831.415	205.617	505.037.032



Consolidated statement of cash flows at 30.06.2021
(all amounts are expressed in RON, unless otherwise specified)

Explanations	30.06.2021	30.06.2020
Profit before tax	20.958.494	-4.412.936
Adjustments for non-monetary items:		
Depreciation and amortization expenses	21.662.249	25.854.668
Adjust other non-monetary items	1.480.970	-20.186.189
Operating profit before other changes in working capital	44.101.714	1.255.543
(Increases) / Decreases in stocks	-19.108.307	17.950.543
(Increases) / Debt decreases	-33.690.963	83.604.629
Increases / (Debt decreases)	22.951.381	-50.138.277
Net cash generated from operations	14.253.825	52.672.438
Cash flows from investment activity		
Acquisitions of tangible assets	-14.439.560	-54.533.505
Acquisitions of intangible assets	-723.253	-1.318.975
Net cash generated from investment activities	-15.162.813	-55.852.480
Cash flows from financial activity		
(Increases) / Decreases in financial debts	4.300.613	-2.309.577
Interest rates	-644.226	-559.157
Net cash generated from financial activity	3.656.387	-2.868.734
Net cash generated from total activity	2.747.399	-6.048.776
Cash and cash equivalents at the beginning of the period	2.250.970	8.961.682
Cash and cash equivalents at the end of the period	4.998.369	2.912.906

EXPLANATORY NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT AT 30.06.2021

((all amounts are expressed in RON, unless otherwise specified))

1. GENERAL INFORMATION

COMPAS is a joint stock company, based in Sibiu, str. Henri Coandă no.8, CP 550234

Field of activity of the company: design, production and marketing of components for the manufacture of cars, transport vehicles, buses, trailers, tractors, wagons, locomotives and various industrial equipment, services and technical assistance.

The main object of activity, according to the CAEN code is 2932 "Manufacture of other parts and accessories for motor vehicles and motor vehicles"

The form of ownership of the company

COMPAS S.A. is 100% privatized since September 1999. The company is listed, the shares are traded on the Bucharest Stock Exchange in the Standard category, CMP symbol.



The evolution of the company

By Government Decision no. 1296 / 13.12.1990, the company became S.C.COMPA S.A., coming from the Sibiu Auto Parts Company (I.P.A.Sibiu). I.P.A. Sibiu was founded in 1969 by unifying two units: Uzina Elastic and Uzina Automecanica Sibiu.

Since 1991, COMPA has been organized in factories / workshops, set up by product families as cost centers, which over time have become profit centers, in order to decentralize and facilitate the establishment of joint ventures.

Financial investments COMPA S.A. as a parent company, representing participation titles held in shares or shares in commercial entities are presented in the table below:

The company in which COMPA holds the securities	Social headquarters	The value of securities held by COMPA	% in share capital
COMPA I.T. S.R.L.	No.8, Henri Coandă, Sibiu	200,000	100.00
TRANS .C.A.S. S.R.L.	No.12, Henri Coandă, Sibiu	742,500	99.00
RECASERV S.R.L.	No 51, Henri Coandă Sibiu	70,000	70.00
ARINI HOSPITALITY SRL	No.8, Henri Coandă, Sibiu	19,703,000	100,00%
TOTAL		20,715,500	

Conducerea societății COMPA a fost asigurată de un Consiliu de Administrație format din:

- Deac Ioan – Chairman & CEO,
- Miclea Ioan – Vice-President & CFO
- Maxim Mircea-Florin - member of the Board
- Balteș Nicolae - member of the Board
- Neacșu Vlad Nicolae - member of the Board

2. BASICS OF PREPARATION

Declaration of conformity

The consolidated interim financial report has been prepared in accordance with the International Financial Reporting Standards adopted by the European Union ("EU") and with the Order of the Minister of Public Finance no. 2844/2016.

The Group has adopted IFRS reporting since the 2012 financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied by the Group are those presented in the Financial Statements concluded on 31.12.2020 and have not changed during the interim report.

4.1. TANGIBLE ASSETS

The evolution of tangible assets from January 1, 2021 to June 30, 2021 is as follows:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Lands	52.983.700	43.848.700
Constructions	93.816.460	88.169.934
Equipment and vehicles	238.577.429	210.075.798



Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Other tangible assets	488.487	519.619
Corporal immobilizations taking course	45.035.064	78.038.056
Total	430.901.140	420.652.107

Tangible assets representing "Tangible fixed assets in progress" are measured at historical cost. The group chose for the valuation of tangible assets of the nature of lands and constructions the model of revaluation at fair value.

In the fair value hierarchy, the revaluation of buildings and land of the group at fair value is classified as level 2 data. The valuation technique used in the fair value valuation of level 2 is the method of comparing prices. Prices comparable to nearby buildings and constructions are adjusted according to specific characteristics, such as the size of the property, etc. The most important entry date for this valuation method is the price per square meter.

There were no transfers between the level at which the fair value measurements are classified during 2021. Depreciation of all tangible fixed assets is determined by the straight-line method.

Fixed assets decreased in 2021 through depreciation and scrapping. The scrapped fixed assets were fully depreciated and had an inventory value of 1,784,142 lei.

4.2. REAL ESTATE INVESTMENTS

Evolutia investitiilor imobiliare de la 1 ianuarie 2021 la 30 iunie 2021 este urmatoarea:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Real estate investments	48.053.184	56.352.095
Real estate investments under construction	3.182.404	9.890.293
Total	51.235.588	66.242.388

Real estate investments are valued at fair value. A gain or loss generated by a change in the fair value of the investment property is recognized in profit or loss for the period in which it occurs. Fixed assets "Real estate investments in progress" are valued at historical cost.

In 2021, the company ARINI HOSPITALITY SRL was established, with a 100% Compa ownership. Real estate investments in book value of 8,298,912 lei, as well as real estate investments in execution in book value of 8,052,078 lei constituted a contribution in kind to the share capital of the newly established company. The real estate investments in progress were also diminished by sale to the newly established company. The book value of the sold real estate investments was 507,512 lei.

5. INTANGIBLE FIXED ASSETS

Imobilizarile necorporale detinute de Grup reprezinta programe informatice si licente soft. Evolutia acestora a fost urmatoarea:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Establishment expenses	169.296	
Research and development expenses	4.573.153	4.714.181
Computer programs and software licenses	4.332.643	3.957.839
Total	9.075.092	8.672.020



6. TRADE RECEIVABLES AND OTHER RECEIVABLES

The situation of other receivables held by the Group is as follows:

Explanations	Book value at 30.06.2021	Book value at 01.01.2021
Trade receivables	143.271.964	129.625.642
Advances paid to suppliers	10.960.421	6.416.065
Receivables related to staff	30.199	52.766
Receivables in connection with the consolidated state budget and the local budget	2.715.021	2.028.242
Different debtors	392.010	736.562
Prepayments	2.065.041	771.533
Subsidies receivable (European funds projects, subsidies for staff costs)	17.314.091	3.417.974
Total	176.748.747	143.048.784

The situation of the adjustments for the depreciation of customer receivables is presented as follows:

Sold on 01.01.2021	138.064
Adjustments made in H1 2021	1.486
Reverse adjustments in H1 2022	-87.428
Sold on 30.06.2021	52.122

Situatia ajustarilor pentru deprecierea debitorilor neincasati se prezinta astfel:

Sold on 01.01.2021	647.331
Adjustments made in H1 2021	88.482
Reverse adjustments in H1 2022	0
Sold on 30.06.2021	735.813

The Group's commercial policy requires the recording of impairment adjustments for receivables exceeding 365 days, except for those receivables registered with partners to which the Company is also indebted, the debts registering approximately the same seniority as uncollected receivables.

Receivables in foreign currency are valued in lei at the official exchange rate of the BNR on 30.06.2021

7. OTHER FIXED ASSETS

The fixed assets held by the Group are as follows:

Explanations	30.06.2021	01.01.2021
Customs guarantee for customs clearance at headquarters	103.000	103.000
Other guarantees	18.698	18.233
Total other assets	20.112	121.233



8. STOCKS

The structure of the stocks held by the Group is presented in the table below:

Explanations	30.06.2021	01.01.2021
Raw materials	48.348.955	33.052.002
Materials and packaging	28.380.215	25.297.807
Semi-finished products and production in progress	24.014.110	23.703.476
Finished products and goods	10.009.214	9.590.902
Total stocks	110.752.494	91.644.187

9. CASH AND CASH EQUIVALENTS

Explanations	30.06.2021	01.01.2021
Bank accounts in RON	3.762.028	973.609
Currency bank accounts	1.187.184	1.216.097
Cash equivalents	915	590
Petty cash	22.555	60.674
Currency	25.687	
Total cash and cash equivalents	4.998.369	2.250.970

The group holds accounts in lei and foreign currency at the following banking institutions: BRD GROUP SOCIETE GENERALE, ING BANK, TREZORERIE

10. PROFIT TAX

The Group's profit / current income tax is determined on the basis of the statutory profit, adjusted with non-deductible expenses and non-taxable income, at a rate of 16% for 6 months 2021 and 6 months 2020

Explanations	30.06.2021	30.06.2020
Current income tax expense	-2.728.500	-11.642
Expenditure on micro-enterprise income tax	-3.906	-5.945
Expenditure / Deferred income tax	-734.844	-14.504
Total specific profit / income tax	-3.467.250	-32.091

11. EQUITY

The shareholding structure on 30.06.2021 is as follows:

Explanations	Number of Shares	% of total share capital
Deac loan	41.585.887	19,0045
Miclea loan	41.042.480	18,7562



Explanations	Number of Shares	% of total share capital
Romanian and foreign shareholders (individuals / legal)	136.192.671	62,2393
Total number of shares	218.821.038	100,0000

The Company's shares have a nominal value of 0.1 RON / share. Since June 1997, the Company's shares are traded on the Bucharest Stock Exchange, and since July 2001 it is listed on the standard category.

The Group's equity includes the following:

Explanations	30.06.2021	01.01.2021
Subscribed and paid-in capital	21.882.104	21.882.104
Own actions	-705.680	-250.338
Losses related to the redemption of own shares	-3.230.901	-920.264
Revaluation reserves	83.891.130	83.891.130
Legal reserves	4.961.353	4.960.129
Adjustment of legal reserves	22.679.066	22.679.066
Other non-distributable reserves - redemption of own shares	3.890.000	3.890.000
Other reservations	286.443.339	275.614.466
Adjust other reserves	471.920	472.028
Profit this year	17.490.675	14.060.074
Reported result	67.058.409	66.530.853
Minority interests	205.617	159.849
Total equity	505.037.032	492.969.097

On 27.04.2020, the GMS approved a plan for the redemption of its own shares in the amount of 3,890,000 lei. The maximum pecuniary value allocated to the program: 3,890,000 lei, excluding brokerage commissions and other acquisition costs.

The payment of the repurchased shares will be made, according to the provisions of art.1031 of law 31/1990, from the distributable profit of the Group, entered in the financial statement for 2019. Duration of the program: 18 months from the date of publication of the decision in the Official Gazette of Romania part IV.

Purpose: The shares will be redeemed for free distribution to the members of the Group's management. Until 30.06.2021, 6,407,697 shares were redeemed, as follows::

- nominal value of redeemed shares: 640,769.70 lei
- total redemption value of shares: 3,825,709.95 lei, resulting:
- loss related to the redemption of own shares in the amount of 3,184,940.25 lei

12. FINANCIAL DEBTS

Long-term and short-term financial debts are as follows:

EUR

Credit institution	Loan type	30.06.2021	01.01.2021
BRD GROUP SOCIETE GENERALE-ROMANIA	Credit line for production	2.472.809	1.745.991
BRD GROUP SOCIETE	Investment credit	7.161.823	7.500.000



Credit institution	Loan type	30.06.2021	01.01.2021
GENERALE-ROMANIA			
ING BANK-SIBIU	Credit line for production	3.274.558	2.339.742
ING BANK-SIBIU	Investment credit	6.895.492	7.500.000
IMPULS-Leasing Romania I.F.N. SA	Financial leasing contracts	45.729	115.545
Total financial debts		19.850.412	19.201.277

Lei

Credit institution	Loan type	30.06.2021	01.01.2021
BRD GROUP SOCIETE GENERALE-ROMANIA	Credit line for production	12.182.791	8.501.927
BRD GROUP SOCIETE GENERALE-ROMANIA	Investment credit	35.284.152	36.520.500
ING BANK-SIBIU	Credit line for production	16.132.767	11.393.139
ING BANK-SIBIU	Investment credit	33.972.023	36.520.500
IMPULS-Leasing Romania I.F.N. SA	Financial leasing contracts	225.294	560.346
Total financial debts		97.797.025	93.496.412

The financial debts in foreign currency are valued in lei at the official exchange rate of the BNR from 30.06.2021.

13. COMMERCIAL AND OTHER DEBTS

The statement of trade payables and other payables is as follows:

Explanations	30.06.2021	01.01.2021
Suppliers	109.943.316	93.800.637
Advances received from customers	804.937	153.979
Debts from contracts with clients	8.855.569	3.408.686
Debts related to staff	7.068.490	5.534.208
Debts to the general consolidated state budget and the local budget	5.816.038	7.812.755
Current income tax liabilities	1.584.663	921.847
Dividends Payment	289.217	0
Various creditors	484.971	263.708
Advance income	1.128.514	2.043.773
Subsidies for investments from AMPOSDRU and AMPOSCEE contracts	45.996.194	33.783.636
Inventory surpluses of the nature of fixed assets	32.832	41.473
Total trade and other payables	182.004.741	147.764.702

Debts in foreign currency are valued in lei at the official exchange rate of the NBR on 30.06.2021.



14. PROVISIONS

In 2021, the Group did not constitute an additional provision for guarantees granted to customers and for employee benefits, considering that there were no changes compared to the existing situation on 01.01.2021.

15. INCOME AND ACTIVITY SEGMENTS

Group revenues structure is as follows:

Explanations	30.06.2021	30.06.2020
Total turnover, of which:	369.996.664	236.968.445
Revenues from sales of finished products	359.115.560	229.034.877
Revenues from services	3.266.686	2.792.074
Income from sale of goods	6.551.318	4.227.044
Income from other activities (rent, sales of materials, waste, semi-finished products, packaging)	372.667	339.298
Revenues from subsidies related to turnover (projects and partnership contracts for AMPOSDRU projects)	690.433	575.152
Other operating income	7.693.798	6.044.096
Total operating income	377.690.462	243.012.541

Other operating income consists of:

Explanations	30.06.2021	30.06.2020
Income from the production of fixed assets	4.607.184	3.457.139
Income from investment grants (projects and partnership contracts for AMPOSDRU and AMPOSCEE projects)	2.655.102	2.339.249
Other operating revenues	431.512	247.708
Total - Other operating income	7.693.798	6.044.096

Segments of activity

The Group's management regularly evaluates its activity in order to identify the activity segments for which information must be reported separately.

The group operates in Romania. The income of the Group presented above is entirely attributed to the country of residence.

Fixed assets, other than financial instruments, deferred tax receivables, post-employment benefits receivables and rights resulting from insurance contracts are located in Romania in their entirety. The Group does not have such fixed assets located in other countries.



16. EXPENDITURE ACCORDING TO DESTINATION

The operating expenses depending on their destination, made in the first 6 months of 2021 and 2020 are presented in the table below:

Explanations	30.06.2021	30.06.2020
Material expenses	229.206.638	133.167.433
Stock differences	-797.720	6.008.006
Energy and water expenses	13.131.171	11.646.079
Expenses with employee benefits	75.156.423	54.910.296
Value adjustments on fixed assets	21.660.172	26.189.892
Value adjustments on current assets	2.077	-335.224
Expenses with services provided by third parties	13.538.623	9.603.560
Expenses with other taxes, fees and similar payments	2.299.575	2.097.269
Other operating expenses	1.688.141	2.095.503
Total operating expenses	355.885.100	245.382.814

17. EXPENSES WITH EMPLOYEE BENEFITS

Employee benefit expenses include salaries, allowances and social security contributions. Short-term benefits are recognized as an expense as the services are provided.

Explanations	30.06.2021	30.06.2020
Salaries and allowances	73.677.109	62.316.659
Government subsidies for employee spending	0	-8.617.551
Expenses with insurance and social protection	1.479.314	1.211.188
TOTAL	75.156.423	54.910.296

18. LOSS (GAIN)

The structure of financial losses (gains) is presented below:

Explanations	30.06.2021	30.06.2020
Earnings from exchange rate differences related to monetary items expressed in foreign currency	-1.418.462	-1.346.890
Interest losses	-642.909	-552.061
Other financial gains	1.214.504	-143.712
Total losses / gains	-846.867	-2.042.663



19. EARNINGS PER SHARE (EPS)

The calculation of earnings per share for H1 2021 and H1 2020 can be summarized as follows

Explanations	30.06.2021	30.06.2020
Number of shares at the beginning of the year	218.821.038	218.821.038
Shares issued during the year	0	0
Number of shares at the end of the period	218.821.038	218.821.038
Net profit	17.492.363	-4.445.027
Earnings per share (RON per share) Basic / diluted:		

20. AFFILIATED PARTIES

he affiliated entities of COMPA SA are the following:

Affiliated parties	% hold	Holding value	Object of activity
COMPA IT SRL	100,00	200.000	Custom software development activities
TRANS CAS SRL	99,00	742.500	Road transport of goods
RECASERV SRL	70,00	70.000	Event catering activities
ARINI HOSPITALITY SRL	100,00	19.703.000	Hotels and other similar accommodation facilities

The company ARINI HOSPITALITY SRL was founded in January 2021, which will carry out hotel activity, as a result of the development of the construction project of the Ibis-Mercure hotel complex.

In June 2021, according to the Decision of the Extraordinary General Meeting of Shareholders of Compa SA from 12.11.2020, as well as the Decision of the Extraordinary General Meeting of Trans-Cas SRL Associates of 12.01.2021, the share capital of Trans-CAS SRL was decreased from 1,500,000 lei , at 750,000 lei. The holding of Compa SA in the share capital of this affiliated company decreased from 1,498,450 to 742,500 lei.

The value of 755,950 lei, representing the share held by Compa from the decrease of the share capital will be returned to Compa by Trans-CAS in the next period.

The transactions carried out with the companies in which COMPA holds participations were the following (the amounts include VAT):

Explanations	30.06.2021		30.06.2020	
Companies in which it holds securities	Purchases of goods and service	Sales of goods and services	Purchases of goods and service	Sales of goods and services
TRANSCAS S.R.L.	8.707.707	245.724	5.503.767	254.886
COMPA IT S.R.L.	1.438.305	23.613	1.288.175	21.893
RECASERV S.R.L.	629.114	1.511	533.034	28.306
ARINI HOSPITALITY SRL	0	812.245	0	0



The mutual debts and receivables registered on 30.06.2021 and 30.06.2020 are the following:

Receivables receivable from COMPA SA from:

Explanations	30.06.2021	30.06.2020
TRANS C.A.S. SRL	851.280	157.742
COMPA-IT SRL	3.492	3.191
RECASERV SRL	0	16.819
ARINI HOSPITALITY SRL	2.635	0

Debts to be paid by COMPA SA to:

Explanations	30.06.2021	30.06.2020
TRANS C.A.S. SRL	4.206.137	3.364.835
COMPA-IT SRL	926.538	806.028
RECASERV SRL	344.547	397.650
ARINI HOSPITALITY SRL	0	0

Administrators of the COMPA Group.

NAME	FUNCTION
DEAC Ioan	Chairman & CEO
MICLEA Ioan	Vice president / CFO
MAXIM Mircea Florin	Administrator
BALTEȘ Nicolae	Chairman of the Audit Committee
NEACȘU Vlad- Nicolae	Member of the Audit Committee

On behalf of the Board of Directors,,

Chairman & CEO,
Ioan DEAC

Vice president / CFO.
Ioan MICLEA