

PRELIMINARY FINANCIAL RESULTS AS OF DECEMBER 31, 2021

SIF Banat-Crișana concludes the year 2021 with remarkable financial results and a solid financial position.

The value of SIF Banat-Crișana total assets, according to the preliminary financial statements, rose to RON 3,607.4 million as of December 31, 2021, up 25.1% vs 2020-year end.

The company has adopted an active investment policy, with full or partial sales of shareholdings in the equity portfolio during 2021, in order to increase the liquidity reserve and provide an optimal placement of liquid investments so as to maximize current opportunities.

During 2021, the Company recorded dividend income amounting to RON 130.4 million, significantly above those for the corresponding period of 2020, mainly generated by banking companies resuming dividend distribution, and especially due to dividends collected from various majority shareholdings (SIF Imobiliare, Azuga Turism, Vrancart). Interest income declined vs. the previous year, influenced by the maturity, in 2020 and early 2021, of corporate bonds in the portfolio, which significantly influenced interest income of the year 2020.

Gain on investments amounts to RON 288.3 million, being mainly (RON 285 million) the result of the valuation of the financial assets in the portfolio recorded at fair value through profit and loss (e.g. listed and unlisted shares - subsidiaries and associates, fund and bonds). The upward trend in global stock markets has positively influenced the market value of locally listed stocks and recorded in this category. In 2021, the Company obtained a gain on exchange rate differences related to foreign currency holdings of RON 2.2 million, thus compensating the decline in interest income on investments in fixed income instruments, given the persistence of low interest rates on investments in bank deposits.

Total expenses incurred in 2021 are below those recorded for 2020, the decrease in commission expenses offsetting the increase in the category of Other operating expenses.

Net profit as of December 31, 2021, amounts to RON 387 million, being the combined effect of the result from the valuation at fair value of shareholdings reflected through profit and loss, and the dividend income collected by the Company.

Total comprehensive income as of December 31, 2021, amounts to RON 707.5 million, result of the gain from the transactions made by the Company during 2021, and the increase in the fair value of the portfolio of financial assets classified as FVTOCI (Assets at fair value through other comprehensive income - mainly shareholdings in the financial-banking sector).

The preliminary financial results are available on company's website, www.sif1.ro, or accessing the link below.

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